

---

---

A BILL FOR AN ACT

To further amend section 221 of title 54 of the Code of the Federated States of Micronesia, as amended by Public Law No. 13-60, to increase the import duty on bottled water to 150 percent, and for other purposes.

BE IT ENACTED BY THE CONGRESS OF THE FEDERATED STATES OF MICRONESIA:

1           Section 1. Section 221 of title 54 of the Code of  
2 the Federated States of Micronesia, as amended by Public  
3 Law No. 13-60, is hereby further amended to read as  
4 follows:

5           "Section 221. Levy and rates.

6           The following import duties are hereby levied on all  
7 products specified herein which are imported into the  
8 FSM:

9           (1) cigarettes, at the rate of \$0.025 per  
10 cigarette, provided that this rate shall increase by  
11 \$0.005 per cigarette on January 1 of each of the  
12 years 2007, 2009, 2011, 2013 and 2015;

13           (2) tobacco, other than cigarettes, at the rate of  
14 fifty percent *ad valorem*;

15           (3) perfumery, cosmetics, and toiletries,  
16 including cologne and other toilet waters, articles  
17 of perfumery, whether in sachets or otherwise, and  
18 all preparations used as applications to the hair or  
19 skin, lipsticks, pomades, powders, and other toilet

---

1           preparations not having medicinal properties, at the  
2           rate of twenty five percent *ad valorem*;

3           (4) soft drinks, drink mixes, drink preparations,  
4           coffee, tea, and nonalcoholic beverages other than  
5           bottled water, at the rate of twenty five percent *ad*  
6           *valorem*, provided, however, that any beverage having  
7           a fruit juice content of twenty five percent or more  
8           by volume shall be at the rate of three percent *ad*  
9           *valorem*;

10           (5) bottled water, at the rate of one hundred and  
11           fifty percent *ad valorem*;

12           [5] (6) beer and malt beverages, at the rate of \$0.25  
13           per 12 fluid ounces;

14           [6] (7) distilled alcoholic beverages, at the rate of  
15           twelve dollars per gallon;

16           [7] (8) wine at the rate of thirty percent *ad*  
17           *valorem*;

18           [8] (9) foodstuffs for human consumption, at the rate  
19           of three percent *ad valorem*; provided, however, that  
20           fresh and frozen fish and seafood, shall be at the  
21           rate of twenty five percent *ad valorem*;

22           [9] (10) gasoline and diesel fuel, at the rate of five  
23           cents per gallon;

24           [10] (11) laundry bar soap, at the rate of twenty five  
25           percent *ad valorem*; and

