
A BILL FOR AN ACT

To amend title 21 of the Code of the Federated States of Micronesia, by further amending section 208, as amended by Public Laws Nos. 11-26 and 17-03, for the purpose of making the Telecommunications Corporation subject to any tax imposed by law, and for other purposes.

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

1 Section 1. Section 208 of title 21 of the Code of
2 the Federated States of Micronesia, as amended by Public
3 Laws Nos. 11-26 and 17-03, is hereby further amended to
4 read as follows:

5 "Section 208. Tax Liability.

6 The Corporation shall exist and operate solely
7 for the benefit of the public ~~and shall be~~
8 ~~exempt from any taxes or assessments except the~~
9 ~~following: (1) import taxes or assessments on~~
10 ~~any of its property, operations or activities,~~
11 ~~and (2) gross revenue tax.~~ and shall be liable
12 for the payment of any tax, assessment or
13 contribution as may be required by law. Nothing
14 herein shall be deemed to exempt employees and
15 independent contractors of the Corporation from
16 tax liability for services rendered to the
17 Corporation; and the Corporation shall be liable
18 for employers' contributions to the Social
19 Security System of the Federated States of

