



*The President*  
*Palikir, Pohnpei*  
*Federated States of Micronesia*

PRESIDENTIAL COMM. NO. 21-333  
FSM CONGRESS

July 3, 2020

The Honorable Wesley W. Simina  
Speaker  
Twenty-First Congress of the  
Federated States of Micronesia  
Palikir, Pohnpei FM 96941

Dear Speaker Simina:

I am transmitting the following Act, which was re-passed by the 21<sup>st</sup> FSM Congress and is hereby designated as Public Law No. 21-145:

CONGRESSIONAL ACT NO. 21-120, ENTITLED: "AN ACT TO FURTHER AMEND CHAPTER 1 OF TITLE 54 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, BY ADDING A NEW SUB-CHAPTER VI, FOR THE PURPOSE OF PERMITTING THE TAXATION OF UNEMPLOYMENT ASSISTANCE, AND FOR OTHER PURPOSES."

Thank you.

Sincerely,

David W. Panuelo  
President

Xc: Chief Justice, FSM Supreme Court





Office of the Chief Clerk

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

P.O. Box PS 3

Palikir, Sokehs Pohnpei State, FM 96941

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PRESIDENTIAL COMM. NO. 21-333  
FSM CONGRESS

July 02, 2020

His Excellency David W. Panuelo  
President  
Federated States of Micronesia  
Palikir, Pohnpei FM 96941

RECEIVED  
JUN 26 2020  
Office of the  
President FSM

Dear President Panuelo:

I have the honor to transmit herewith Congressional Act No. 21-120, "AN ACT TO FURTHER AMEND CHAPTER 1 OF TITLE 54 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, BY ADDING A NEW SUBCHAPTER VI, FOR THE PURPOSE OF PERMITTING THE TAXATION OF UNEMPLOYMENT ASSISTANCE, AND FOR OTHER PURPOSES.", which was repassed on July 2, by the Twenty-First Congress of the Federated States of Micronesia, Sixth Special Session, 2020, by a three-fourths vote of all the State delegations as required and as duly certified.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Liwiana Ramon Ioanis".

Liwiana Ramon Ioanis  
Chief Clerk, Congress of the  
Federated States of Micronesia

Enclosures





PRESIDENTIAL COMM. NO. 24333  
FSM CONGRESS

TWENTY-FIRST CONGRESS OF THE  
FEDERATED STATES OF MICRONESIA  
SIXTH SPECIAL SESSION  
JULY 1 - 10, 2020

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## An Act

TO FURTHER AMEND CHAPTER 1 OF TITLE 54 OF THE CODE OF THE FEDERATED STATES OF MICRONESIA (ANNOTATED), AS AMENDED, BY ADDING A NEW SUBCHAPTER VI, FOR THE PURPOSE OF PERMITTING THE TAXATION OF UNEMPLOYMENT ASSISTANCE, AND FOR OTHER PURPOSES.

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INTRODUCED BY SENATOR: ISAAC V. FIGIR

DATE: MAY 19, 2020

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REPASSED: – JULY 2, 2020

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A handwritten signature in black ink, appearing to read "Liwiana Ramon Icanis".

Liwiana Ramon Icanis  
Chief Clerk, FSM Congress





Office of the Speaker

CONGRESS OF THE FEDERATED STATES OF MICRONESIA

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PRESIDENTIAL COMM. NO. 21-333  
FSM CONGRESS

ACT NO. 21-120

(CONGRESSIONAL BILL NO. 21-194, C.D.1)

I hereby certify that on July 2 the foregoing act was repassed by the Twenty-First Congress of the Federated States of Micronesia, Sixth Special Session, 2020, by a three-fourths vote of all the State delegations as required under article IX, section 2(q), of the Constitution of the Federated States of Micronesia.

Wesley W. Simina  
Speaker  
Congress of the  
Federated States of Micronesia

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AN ACT

To further amend chapter 1 of title 54 of the Code of the Federated States of Micronesia (Annotated), as amended, by adding a new Subchapter VI, for the purpose of permitting the taxation of unemployment assistance, and for other purposes.

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

1       Section 1. Chapter 1 of title 54 of the Code of the  
2 Federated States of Micronesia (Annotated), as amended, is  
3 hereby amended by creating a new Subchapter VI entitled:  
4 "Unemployment Assistance".

5       Section 2. Chapter 1 of title 54 of the Code of the  
6 Federated States of Micronesia (Annotated), as amended, is  
7 hereby amended by adding a new section 160 to Subchapter VI to  
8 read as follows:

9               "Section 160. Unemployment assistance.

10               (1) "Unemployment assistance" means any  
11 remuneration given to residents of the Federated States  
12 of Micronesia to assist in times of unemployment.

13       Section 3. Chapter 1 of title 54 of the Code of the  
14 Federated States of Micronesia (Annotated), as amended, is hereby  
15 amended by adding a new section 161 to Subchapter VI to read as  
16 follows:

17               "Section 161. Taxation of Unemployment Assistance.

18               (1) Any unemployment assistance received by a

PUBLIC LAW No. 21-145

resident of the Federated States of Micronesia from  
foreign government grants is subject to ten (10%)  
percent taxation unless explicitly prohibited by the  
terms and conditions of the foreign assistance.

(2) Any unemployment assistance received by a  
resident of the Federated States of Micronesia from  
foreign government grants is subject to fifteen (15%)  
percent deduction for Social Security contribution for  
the benefit of the recipient unless explicitly  
prohibited by the terms and conditions of the foreign  
assistance."

Section 4. This act shall become law upon approval by the  
President of the Federated States of Micronesia or upon its  
becoming law without such approval.

\_\_\_\_\_, 2020

23 *Repassed*  
24 *July 2, 2020*

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David W. Panuelo  
President  
Federated States of Micronesia