
A BILL FOR AN ACT

To amend section 1222 of title 55 of the Code of the Federated States of Micronesia, (Annotated), as amended by Public Law No. 21-105, and to amend section 325 of title 54 F.S.M.C., to divert temporarily from the date this bill is signed into law, starting on the fiscal year 2023, the 20% of revenue derived from fishing access fees and the 50% of revenue derived from major corporation to Social Security instead of the FSM Trust Fund, and for other purposes.

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

1 Section 1. Section 1222 of Title 55 of the Code of the
2 Federated States of Micronesia (Annotated), as amended by Public
3 Law No. 21-105, is hereby further amended to read as follows:
4 "Section 1222. Transfer of Fishing Access Fees. Twenty
5 percent (20%) of all National Government revenue
6 deriving from fishing access fees collected in a fiscal
7 year shall be deposited into the FSM Trust Fund;
8 PROVIDED, THAT, from the date this bill is signed into
9 law, the remaining funds not yet deposited in the FSM
10 Trust Fund during the fiscal year ending on September
11 30, 2020, the 20% portion of revenue referred to in this
12 section shall be deposited into the Tourism Sector
13 Mitigation Fund established under section 609A of
14 chapter 6 of title 55 of the Code of the Federated
15 States of Micronesia; FURTHER PROVIDED, THAT, starting
16 on the fiscal year 2023 the 20% portion of revenue
17 referred to in this section shall be deposited into

1 Social Security established under title 53 of the Code
2 of the Federated States of Micronesia. The Department
3 of Finance and Administration shall be responsible for
4 transmitting a report to Congress no fewer than ten (10)
5 days prior to any Congressional session, indicating the
6 portion of any new available appropriable revenue
7 derived from fishing access fees that is to be deposited
8 into the FSM Trust Fund and the Tourism Sector
9 Mitigation Fund. This section shall take effect on
10 October 1, 2018.”

11 Section 2. Section 325 of Title 54 of the Code of the
12 Federated States of Micronesia (Annotated), as amended, is hereby
13 amended to read as follows:

14 “Section 325: Fifty percent (50%) of the tax generated
15 pursuant to section 321 of this subchapter shall be
16 deposited into the FSM Trust Fund; PROVIDED, THAT, from
17 the date this bill is signed into law, the remaining
18 funds not yet deposited in the FSM Trust Fund during the
19 fiscal year ending on September 30, 2020, the 50%
20 portion of revenue referred to in this section shall be
21 deposited into the Tourism Sector Mitigation Fund
22 established under section 609A of chapter 6 of title 55
23 of the Code of the Federated States of Micronesia;
24 FURTHER PROVIDED, THAT, starting on the fiscal year 2023
25 the 50% portion of revenue referred to in this section

1 shall be deposited into Social Security established
2 under title 53 of the Code of the Federated States of
3 Micronesia."

4 Section 3. This act shall become law upon approval by the
5 President of the Federated States of Micronesia or upon its
6 becoming law without such approval.

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8 Date: 5/11/21

Introduced by: /s/ Ferny S. Perman
Ferny S. Perman

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