

AN ACT

To amend section 903 of title 54 of the Code of the Federated States of Micronesia (Annotated), to provide for the waiver of penalties and interest on delinquent taxes paid during a specific period, and for other purposes.

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

1 Section 1. Section 903 of title 54 of the Code of the
2 Federated States of Micronesia (Annotated), is hereby amended to
3 read as follows:

4 "Section 903. (1) Notwithstanding any other provision
5 of this title, all civil penalties and interest under
6 this title, which were levied or could have been levied
7 prior to the effective date of this act, shall be waived
8 with respect to any taxpayer who, at any time between
9 the effective date of this act and September 30, 2016,
10 pays the full amount of the tax owed by the taxpayer,
11 except that no penalty assessed under section 155(4) of
12 this title shall be waived.

13 (2) With respect to the delinquent taxpayers who have
14 a balance of zero (\$0) for their capital amount due, the
15 Secretary of Finance and Administration is empowered for
16 the duration of the period set forth in subsection (1)
17 to write off and discharge all penalties and interest
18 currently owing.

1 Section 2. This act shall become law upon approval of the
2 President of the Federated States of Micronesia or upon its
3 becoming law without such approval, and shall apply retroactively
4 to any tax returns that have not yet been filed and taxes that
5 have yet been paid as of said effective date.

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March 04 _____, 2016

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/s/ Peter M. Christian
Peter M. Christian
President
Federated States of Micronesia

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