

A RESOLUTION

Endorsing Tax Reform for the Federated States of Micronesia as proposed by the Tax Reform Task Force.

1 WHEREAS, the Federated States of Micronesia hereby
2 demonstrates it's commitment to meaningful tax reform; and

3 WHEREAS, Presidential Order Number 27 established the Tax
4 Reform Task Force to prepare and present a tax reform proposal for
5 the leadership of the FSM; and

6 WHEREAS, the Federated States of Micronesia has a real, present and fu

7 WHEREAS, the Strategic Development Plan (SDP) dictates the
8 need to adopt a modern tax regime for the FSM and, further, the
9 tax reforms required under the SDP are substantially similar to
10 those presented the tax Reform Task Force; and

11 WHEREAS, the President's Tax Reform Task Force has presented
12 its findings, report and recommendations to EPIC; and

13 WHEREAS, EPIC has endorsed said findings and has issued its
14 own Resolution No. 2005-2-2 calling for implementation of tax
15 reform in the Federated States of Micronesia; and

16 WHEREAS, the President's Tax Reform Task Force has presented
17 its findings, report and recommendations to this session of
18 Congress; now, therefore,

19 BE IT RESOLVED by the Fourteenth Congress of the Federated
20 States of Micronesia, Second Regular Session, 2005 that the
21 Congress hereby endorses the specific findings of the President's
22 Tax Reform Task Force;

1 BE IT FURTHER RESOLVED that the Congress endorses the
2 establishment of an Executive Steering Committee to implement tax
3 reform in the FSM;

4 BE IT FURTHER RESOLVED that the Congress endorses the efforts
5 by the Executive Steering committee to seek Technical Assistance
6 from the international financial and donor community to implement
7 tax reform;

8 BE IT FURTHER RESOLVED that certified copies of this
9 resolution be transmitted to the President of the Federated States
10 of Micronesia, the Tax Reform Task Force and the Governor and
11 Legislature of each state.

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13 Date: 9/19/05

Introduced by: /s/ Claude H. Phillip

Simiram Sipenuk
(by request)

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