

W&M

A BILL FOR AN ACT

To amend the Kosrae State Code by inserting new Section 9.302 to Chapter 3 of Part 1 of Title 9; and for other purposes.

BE IT ENACTED BY THE KOSRAE STATE LEGISLATURE

1 Section . Purpose. The purpose of this Act is to amend the Kosrae State Code by
2 inserting new section 9.302 to Chapter 3 of Part 1 of Title 9 to provide for a separate
3 transaction tax for transactions of residential, commercial, government and large users of
4 pre-paid (CashPower) meter or post-paid (regular) meter of electric power services
5 provided by Kosrae Utilities Authority

6 Section 2 Amendment: Title 9, Part 1, Chapter 3, of the Kosrae State Code is
7 hereby amended by inserting under Chapter 3 Section 9.302 to read as follows:

8 “Section 9. 302: Transaction tax for users of electric power services: “ A
9 transaction tax of ten percent of the value of the transaction price attaches to the following
10 transactions concerning respectively residential, commercial, government and large users
11 of pre-paid (Cashpower) meter or post-paid (regular) meter of electric power services
12 provided by Kosrae Utilities Authority

13 The user of pre-paid (CashPower) meter of electric power services provided by
14 Kosrae Utilities Authority pays this tax when the user purchases Cashpower . The user of
15 post –paid (regular) meter electric power services provided by Kosrae Utilities Authority

TWELFTH KOSRAE STATE LEGISLATURE

TENTH SPECIAL SESSION, JUNE, 2020

L.B. No. 12-157

1 pays this tax upon the user paying the account rendered for provision of these services by
2 the Kosrae Utilities Authority.”

3 Section 3. Effective Date. This Act takes effect from October 1, 2020.

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6 Date: May 16, 2020

Introduced by: 
Rolner L. Joe