

CAYMAN ISLANDS



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**A BILL FOR A LAW TO AMEND THE MONEY SERVICES LAW (2003
REVISION) TO MAKE PROVISION FOR A FEE IN RELATION TO
EVERY SUBSIDIARY, BRANCH, AGENCY OR REPRESENTATIVE
OFFICE OF A MONEY SERVICES BUSINESS; TO PROVIDE FOR A
TRANSACTION FEE; AND FOR INCIDENTAL AND CONNECTED
PURPOSES**

THE MONEY SERVICES (AMENDMENT) BILL, 2009

MEMORANDUM OF OBJECTS AND REASONS

This Bill amends the Money Services Law (2003 Revision) to provide for the payment of an annual fee for each subsidiary, branch, agency or representative office of a money services business. It also makes provision for a transaction fee of 2% of the gross amount transferred overseas up to a maximum of ten dollars per transaction.

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ENACTED by the Legislature of the Cayman Islands.

1. This Law may be cited as the Money Services (Amendment) Law, 2009. Short title

 2. The Money Services Law (2003 Revision) is amended in section 5 by repealing subsection (9) and substituting the following subsection - Amendment of section 5 of the Money Services Law (2003 Revision) – application for, and grant of, licence
 - “ (9) Every holder of a licence shall, on or before every 15th day of January after the first grant of the licence, pay -
 - (a) the prescribed annual fee for a licence to carry on a money services business; and
 - (b) the prescribed annual fee for each subsidiary, branch, agency or representative office of that business,
- and there shall be payable by a licensee who fails to pay the prescribed annual fees by that date, a surcharge not exceeding one-twelfth of that fee for every month or part of a month that the fee is not paid.”.

Insertion of new section
30A to the Money
Services Law (2003
Revision) –

3. The Money Services Law (2003 Revision) is amended by inserting after section 30 the following section -

“Transaction fee 30A. (1) Every licensee shall pay, into the revenues of the Islands, a transaction fee in the amount of 2% of the gross amount transferred overseas up to a maximum of ten dollars for each transaction.

(2) The amount payable pursuant to subsection (1) shall be submitted on a quarterly basis in such form as the Authority may prescribe.

(3) A licensee who fails to submit the fee specified in subsection (1) shall incur a surcharge not exceeding one-twelfth of that fee for every month or part of a month that the fee is not paid.”.

Passed by the Legislative Assembly the day of , 2009.

Speaker.

Clerk of the Legislative Assembly.