

WJM

9-54

A BILL FOR AN ACT

To further amend title 54 of the Code of the Federated States of Micronesia, as amended, by adding a new section 206 for the purpose of providing and retroactively applying an import tax exemption for goods imported by certain foreigners pursuant to a foreign aid agreement calling for such exemption, and for other purposes.

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


1 Section 1. Title 54 of the Code of the Federated States of
2 Micronesia, as amended, is hereby further amended by adding a
3 new section 206 to read as follows:

4 "Section 206. Import tax exemption for goods imported
5 by certain foreigners. All commodities subject to tax
6 under section 201 shall be exempt from such tax if and
7 to the extent they are imported by an international
8 organization, foreign contractor, or other foreign
9 entity in connection with the performance of services or
10 other conduct of business in furtherance of a foreign
11 aid agreement entered into by the Federated States of
12 Micronesia, the terms of which require that such imports
13 shall not be subject to taxation by the Government of
14 the Federated States of Micronesia. This exemption
15 shall apply retroactively, provided that no taxpayer
16 shall be entitled hereunder to any refund of any taxes
17 actually paid prior to January 1, 1994."

18 Section 2. This act shall become law upon approval by the
19 President of the Federated States of Micronesia or upon its
20 becoming law without such approval.

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Date: 6/12/95

Introduced by: 
Joseph J. Urusemal
(by request)