SEVENTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA

FIRST SPECIAL SESSION, 1991

AN ACT

To further amend title 54 of the Code of the Federated States of Micronesia, as amended by Public Laws Nos. 5-65, 5-81 and 5-84, by further amending section 201, as amended by Public Law No. 5-81, for the purpose of raising the import tax levied on certain items, and for other purposes.

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

Section 201. Import taxes - Levy and rates. The following import taxes are hereby levied on all products specified herein which are imported into the Federated States of Micronesia for resale except that the taxes levied under subsections (1), (2), (5), (6), and (7) of this section shall apply to products which are imported into the Federated States of Micronesia for personal use and consumption as well as for resale:

(1) cigarettes, at the rate of twenty-five percent ad valorem, except that any person may bring into any State of the Federated States of Micronesia up to one carton or two hundred cigarettes per trip tax-free, if such cigarettes are for that person’s use and consumption and not for resale;

(2) tobacco, other than cigarettes, at the rate of fifty percent ad valorem, except that any person may bring into any State of the Federated States of Micronesia up to one pound of tobacco or twenty cigars per trip tax-free, if such tobacco products are for that person’s use and consumption and not for resale;
(3) perfumery, cosmetics, and toiletries, including
cologne and other toilet waters, articles of perfumery,
whether in sachets or otherwise, and all skin preparations
used as applications to the hair or skin, lipsticks, pomades,
powders, and other toilet preparations not having medicinal
properties, at the rate of twenty-five percent ad valorem;

(4) soft drinks, drink mixes, drink preparations,
coffee, tea, and nonalcoholic beverages, at the rate of
twenty-five percent ad valorem;

(5) beer and malt beverages, at the rate of twenty-
five percent ad valorem;

(6) distilled alcoholic beverages, at the rate of
ten dollars per wine gallon, except that any person permitted
by applicable State law to possess, consume, and use distilled
alcoholic beverages, may bring into such State of the
Federated States tax free, an amount of liquor not to exceed	
two-fifths of a wine gallon per trip, if such liquor is for
his personal use and consumption and not for resale;

(7) wine, at the rate of twenty-five percent ad
valorem, except that this tax shall not apply to any religious
organization which is importing or receiving into the
Federated States sacramental wine for use in the religious
rites of such organization;

(8) foodstuffs for human consumption, at the rate of
three percent ad valorem; provided, however, that fresh citrus
fruit shall be at the rate of twenty-five percent ad valorem;
(9) gasoline and diesel fuel, at the rate of five
cents per gallon;
(10) laundry bar soap, at the rate of one hundred
percent ad valorem; and
(11) all other imported products, except those specified
above, at the rate of four percent ad valorem."

Section 2. This act shall become effective 180 days after it
becomes law.

Section 3. This act shall become law upon approval by the President
of the Federated States of Micronesia or upon its becoming law without
such approval.

This Act became law on February 6, 1992
via a Congressional Override of my Veto.
March 9, 1992

[Signature]
Bailey Olter
President
Federated States of Micronesia