

A BILL FOR AN ACT

To further amend title 54 of the Code of the Federated States of Micronesia, as amended, by further amending section 201, as amended by Public Laws Nos. 5-81 and 7-54, for the purpose of exempting from the import tax certain construction materials and animal feed, for the purpose of exempting from the import tax gasoline and diesel fuel under certain circumstances, and for other purposes.

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

1 Section 1. Section 201 of title 54 of the Code of the Federated
2 States of Micronesia, as amended by Public Laws Nos. 5-81 and 7-54,
3 is hereby further amended to read as follows:

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

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

18 (2) tobacco, other than cigarettes, at the rate of
19 fifty percent ad valorem, except that any person may bring
20 into any State of the Federated States of Micronesia up to
21 one pound of tobacco or twenty cigars per trip tax-free, if
22 such tobacco products are for that person's use and
23 consumption and not for resale;

24 (3) perfumery, cosmetics, and toiletries, including
25 cologne and other toilet waters, articles of perfumery,

1 whether in sachets or otherwise, and all skin preparations
 2 used as applications to the hair or skin, lipsticks,
 3 pomades, powders, and other toilet preparations not having
 4 medicinal properties, at the rate of twenty-five percent ad
 5 valorem;

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

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

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

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

23 (8) foodstuffs for human consumption, at the rate of
 24 three percent ad valorem; provided, however, that fresh
 25 citrus fruit shall be at the rate of twenty-five percent ad

1 valorem;

2 (9) gasoline and diesel fuel, at the rate of five
3 cents per gallon; provided, however, that no tax shall
4 be collected upon fuel received for delivery into bulk
5 storage facilities solely owned by a State government of
6 the Federated States of Micronesia;

7 (10) laundry bar soap, at the rate of one hundred
8 percent ad valorem; and

9 (11) all other imported products, except those
10 specified above, at the rate of four percent ad valorem;
11 provided, however, that the following items shall be
12 exempted from the tax imposed under this section:

13 (a) Animal feed;

14 (b) Cement;

15 (c) Reinforcement bars, all sizes;

16 (d) Lumber, all sizes;

17 (e) Plywood and panelling sheets;

18 (f) Roofing materials (wooden, metal and
19 ceramic);

20 (g) Plumbing materials and fixtures; and

21 (h) Electrical materials and fixtures."

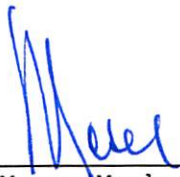
22 Section 2. This act shall become effective 30 days after it
23 becomes law.

24

25

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

4
5 Date: 5/21/93

Introduced by: 
Moses Mackwelung

6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25