

A BILL FOR AN ACT

To amend Title 9 Section 9.201 and Section 9.403(1) of the Kosrae State Code to enlarge the period for payment of the sales tax imposed on certain items imported into and sold within the State; and for other purposes.

BE IT ENACTED BY THE KOSRAE STATE LEGISLATURE

1           Section 1. Purpose. The purpose of this bill is to enlarge the period for payment of  
2 the sales tax imposed on certain items imported into and sold within the State.

3           Section 2. Amendment. Title 9, Section 9.201 and Section 9.403(1) of the Kosrae  
4 State Code are hereby amended to read as follows.

5                   “Section 9.201. Imposition. Except for goods made or produced in the State a  
6 sales tax attaches to goods upon their first sale in the State. The seller pays the tax on all  
7 goods in shipment no later than 60 days after arrival in the State. The State has power to  
8 hold the release of future shipments if the seller is not current on taxes due under the Code  
9 and applicable regulations.

10                   Section 9.403. Regulation. In addition to other regulations required by this  
11 title, the Director of the Department of Administration and Finance establishes regulations  
12 for the payment and collection of taxes imposed by this title including the definition of terms  
13 consistent with this title. Regulation may provide for:  
14 Payment of sales tax no later than 60 days after the release of goods to a consignee.”

15           Section 3. Effective Date. This act shall take effect upon approval by the Governor  
16 or upon its becoming law without such approval.

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PASSED BY THE NINTH KOSRAE STATE LEGISLATURE ON THE 5<sup>TH</sup> DAY OF  
SEPTEMBER 2007.

Lyndon H. Jackson  
Speaker, 9<sup>th</sup> Kosrae State Legislature

Attested by: \_\_\_\_\_  
Chief Clerk

Robert J. Weilbacher  
Governor, State of Kosrae

Date: \_\_\_\_\_