
AN ACT

To amend Sections 1, 2, 3, 4 and 6 of Title 77 of the Trust Territory Code, concerning Business License Fees, to provide for a smooth and orderly transition under the amendments, and for other purposes.

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

1 Section 1. Sections 1, 2, 3, 4 and 6 of Title 77 of the Trust
2 Territory Code, concerning Business License Fees, are hereby amended to
3 read as follows:

4 (1) "Section 1. Business license required--Generally. Any
5 person, partnership, corporation or association engaging in the
6 business of importing, exporting, selling of securities, or
7 insurance, as a condition precedent to engaging or continuing
8 in such business, shall obtain from the Director of Resources
9 and Development a license to engage in or conduct such business.
10 Prior consultation with the Director of Finance by the Director
11 of Resources and Development shall be required prior to issuance
12 of licenses to businesses engaged in selling of securities or
13 importing."

14 (2) "Section 2. Terms and conditions of licenses. Licenses
15 issued under this Chapter shall not be transferable and shall be
16 valid on the basis of a fiscal year period (October 1 to September
17 30) and, regardless of when issued, shall expire on the thirtieth
18 day of September of the year for which issued or renewed; PROVIDED,
19 that all original license fees shall be prorated and one-fourth
20 of the annual fee charged for each quarter or portion of a quarter
21 remaining in the fiscal year from the date of issuance."

22 (3) "Section 3. License Fees. The following annual fees

1 shall be paid for the respective license at time of issuance and
2 on or before the thirtieth day of September of each year, except
3 as otherwise provided for in Section 2 of this Chapter:

4 (1) Importer, one hundred dollars per annum;

5 (2) Exporter, ten dollars per annum;

6 (3) Securities dealers, two hundred fifty dollars per
7 annum;

8 (4) Insurance companies, one thousand dollars per
9 annum;

10 (5) Insurance brokers, two hundred dollars per annum;
11 and

12 (6) Insurance agents, one hundred dollars per annum."

13 (4) "Section 4. Combination businesses. Any person, partnership,
14 corporation or association who operates or conducts business in
15 the Federated States of Micronesia which consists of a combination
16 of two or more of the classes of businesses outlined in this
17 Chapter shall obtain a separate license for each such class of
18 business."

19 (5) "Section 6. Revocation or suspension--Review of determina-
20 tion. The Director of Resources and Development with the approval
21 of the Attorney General may revoke or suspend any license issued
22 under this Chapter, upon finding, after public notice and adequate
23 hearing, that such revocation or suspension is in the public
24 interest. Any person aggrieved by any such decision of the
25 Director of Resources and Development shall be entitled to a

1 review of the same by a competent court upon written appeal made
2 within thirty days from the date the decision is issued. Upon
3 review, the findings of the Director of Resources and Development,
4 if supported by substantial evidence, shall be conclusive. The
5 filing of an appeal shall not stay the order of revocation or
6 suspension, unless irreparable damage is alleged."

7 Section 2. A person, partnership, corporation, or association may not
8 engage in the business of banking in the Federated States of Micronesia
9 except in accordance with and pursuant to a license issued pursuant to
10 Chapter 1 of Title 77 of the Trust Territory Code prior to this act
11 becoming law, or otherwise provided by law regulating banking activities
12 in the Federated States of Micronesia.

13 Section 3. A license issued pursuant to Chapter 1 of Title 77 of the
14 Trust Territory Code prior to the effective date of this act, other than
15 a license to engage in the business of banking, may be extended from
16 July 1 to September 30, 1980, upon payment of one-fourth of the annual
17 fee charged.

18 Section 4. Upon approval by the President of the Federated States
19 of Micronesia, or upon its becoming law without such approval, this act
20 shall take effect on July 1, 1980; PROVIDED that Section 2 of this act
21 shall take effect upon this act becoming law.

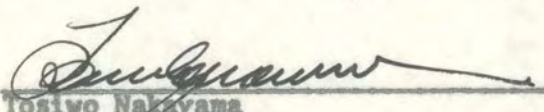
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December 17, 1979

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Tosiwo Nakayama
President
Federated States of Micronesia