

AMMENDMENT TO 40 PNC 1301, AS AMMENDED BY RPPL NO. 6-12 (28)

AND RPPL - 6-35(S), IS AMMENDED AS FOLLOWS:

RPPL No: 6-37

RPPL No. 7-53

Imposition Of Import Tax

Every person who imports into the Republic any of the product set forth as follows in items (1), (2), (4), (5), (6), (7), (8), (9), and (10) below regardless of purpose, and any of the other products listed above into the republic for commercial purpose, shall be assessed and levied and shall pay taxes thereon at the following rates.

1. (1) Cigarettes: \$2.00 per every 20 cigarettes
2. Tobacco product other than cigarettes: 117.65 per kg.
3. Perfumery, cosmetics and toiletries.....25%
4. Carbonated soft drinks: \$0.10 per 12 fl oz
5. Beer: \$0.03 per ounce
6. Liquor: \$0.30 per ounces
7. Grape or other fruit-base wine: \$0.20 per fl oz. Or metric equivalent
8. Wine coolers or cooking wine with a recognized alcohol content \$0.05 per os. Or metric equivalent
9. Bottled water.....25% ad valorem

All other alcoholic beverage products, including liquors, sake, and alcoholic products without grape or fruit base: \$0.30 per fluid oz. Or metric equivalent

10. Liquid fuel and liquid petroleum-base products..... \$0.05 per Gallon
11. Vehicle s or vehicles chassis5% Ad valorem + \$250.00
12. All other import products 3%

Other Export Items

Based on the Customs Regulation (6.2.1) " All other export for commercial purposes, must be exported on completion of an Export Declaration Form as prescribed by the Division of Customs. Submission of the Export Declaration Form for processing and payment of Export Tux if applicable.

Division of Customs will require all exporters to obtain a Customs Clearance Stamp or Certificate of Origin Form to be filled at the Customs Cargo Section prior to all commercial exported goods being exported out of Palau. A declaration processing fee of \$3.00 shall be charged for each import and export declaration presented for processing at any of the offices in which clearance of cargo is permitted, the declaration is presented in hard copy as a manual declaration and not electronic form then an additional \$0.10 (Ten cents) shall be charged on each item line the declaration.

PERSONAL EXEMPTIONS

Cigarettes

Any person arriving in the republic by common carrier may bring in up to one carton of cigarettes (10 pack where each pack contain 20 cigarettes for a total of 200 cigarellles) without taxation.

Tobacco Product other than Cigarettes

Any person arriving in the republic by common carrier may bring in either one box of cigars (50 or fewer cigars), or one ounce of pipe tobacco, or one package of chewing tobacco not to exceed 3 oz ounces, without taxation.

Alcoholic Product

Any person arriving in the republic by common carrier may bring in a quantity of alcoholic product, as selected by that person, in an aggregated amount not to exceed two (2) liters, as exempted from import taxes

RESTRICTION

Firearms and Ammunitions

Prohibited Drugs

Endanger Species under CITIES

Conversion Rate

1 liter = 33.81 oz
1 Milliliter = 0.03381 oz
1 centiliter = 3381 oz

IMPORT TAX FORMULA

Size (x) Conversion Rate (x) Tax Rate = Import Tax

1. Example: Liquor
 $750\text{ml} \times \# \text{ cs} \times \# \text{ in cs} \times .03381/33.81$
= liter (x) \$10.143 = total tax due
2. Example : 1 Bottle of Wine
 $750\text{ml} \times \# \text{ cs} \times \# \text{ in cs} \times .03381/33.81$
= liter (x) \$6.762 = total tax due
3. Example: 1 SODA CAN
 $355\text{ml} \times \# \text{ cs} \times \# \text{ in cs} \times .03381/33.81$
= liter (x) \$0.28175 = total tax due
4. Example : 1 BEER
 $12 \text{ oz} \times \# \text{ c s} \times \# \text{ in cs} \times .03381/33.81$
= liter (x) \$1.0143 = total tax due
5. Example : 1 Bottle Wine Cooler or cooking wine
 $12 \text{ oz} \times \# \text{ cs} \times \# \text{ in cs} \times .03381/33.81$
= liter (x) \$1.6905 = total tax due
6. Example: CIGARETTE
1 pack (20's) (x) \$5.00 = \$5.00
7. Example: TOBACCO/TOBACCO PRODUCT
Kg x \$294.12 = Tax due
8. Example: Bottle water.
(declared Value) (x) 25% = IMPORT TAX

What is New ???

Green Feel Departure Tax

Currency Reporting

All travelers into and out of Palau are required to Declare on the Arrival or Departure Card if they are carrying \$10,000 or more in Currency or negotiable bearer instruments in their possession or baggage.

If yes, you are also required to complete a Border Currency Report Form

Seizure and Detention of Currency Administrative and Civil Penalties up to Double the value of the Currency (Cash Courier Disclosure Act of 2007)

Forfeiture of the currency and/or Monetary instruments and Criminal Penalties for Smuggling of up to five years imprisonment and/or \$5,000 Fine (17 PNC Chapter 37)

Tel: 680 488 1985/6031
FAX: 680 488 4405
EMAIL: rop.customs@palaunet.com
Prepared by: Training & Education Section

IMPORT TAX RATE

RPPL 6-37

New Tax Rate

Amendment:

40PNC 1301, as amended by RPPL No. 6-12 (28), RPPL No. 6-35(5) and RPPL No. 7-53 (1301).

Imposition of Import Tax (See Inside)

DIVISION OF CUSTOMS
BUREAU OF REV., CUSTOMS & TAXATION
MINISTRY OF FINANCE
REPUBLIC OF PALAU