



HEADQUARTERS  
P.O. Box 336  
Saipan, Mariana Islands  
96950

Taxes  
PEACE CORPS / MICRONESIA X Vols - Albino

TRUST TERRITORY OF THE PACIFIC ISLANDS

Tel: 6145, 6214, 6148

migs  
910

April 5, 1977

*file*

MEMORANDUM FOR: Mamoru Nakamura  
Deputy Attorney General  
T.T. Headquarters

FROM: Jack Burgess *[Signature]*  
Country Director

SUBJECT: Taxation of Peace Corps Volunteers

The attached cable was received over the weekend from the Office of the General Counsel, ACTION/Washington. It replies to your request for their opinion as to whether a Peace Corps Volunteer's living allowance could be considered a "stipend". You will note that they believe the living allowance might be so considered, depending upon the definition of "stipend" used or intended by the T.T. Senate Bill No. 7-93 contains no such definition.

So that the issue can be formally and finally resolved, I am hereby requesting that the Trust Territory Administration recommend to the Congress of Micronesia that S.B. No. 7-93 be amended so as to specifically exclude Peace Corps Volunteers serving in Micronesia from the provisions of the bill. It appears to me that such a course of action, if approved by the Congress, will end the need for further judicial opinions.

I appreciate the assistance you have rendered in the past and wish to thank you again for your help in this matter.

Attachments: A/S

cc: Paul Magid/Assoc.General Counsel/ACTION  
Harry Brown/COM

22-430763

*IV*  
*20*