

Safe Standard® – Country Annex: Micronesia / Federated States of Micronesia (2025.1 Public Template)

Valid only for rentals occurring within the Federated States of Micronesia (FSM).

ENGLISH VERSION

1. National Legal Basis Relevant FSM laws: • Contract law based on U.S.-influenced common-law principles • Consumer protection principles (general civil protections; no unified act) • Electronic Transactions & Digital Records — limited national framework • Product Safety & Standards — FSM National Government & State-level authorities • FSM Rules of Civil Procedure Jurisdiction: state court where the rental occurs unless agreed otherwise. Contract validity: private rental agreements are enforceable under Micronesian civil/common-law principles.
2. Tax and Reporting Rental income is taxable depending on state-level rules. VAT/GST: • FSM has no national VAT system Record keeping: recommended minimum 3–5 years (FSM Finance guidelines).
3. Liability and Insurance Liability requires: • negligence or fault • actual proven damage • causation Gross negligence or intentional harm cannot be excluded. Template limits: • 270 USD per rental • 900 USD for Mobility Recommended insurance: • General liability insurance • Business/equipment insurance
4. Consumer Rights & Withdrawal No EU-style 14-day withdrawal right. Refund rules: • Before handover: per agreement • After handover: only if item is defective, unsafe, or unusable.
5. Data Protection FSM has no unified data-protection statute. General privacy principles apply. Safe Standard® stores no personal data; Stripe processes payments externally.
6. Enforcement & Cross-Border Cases Handled by state or national courts. Foreign judgments require recognition under local court procedure. Arbitration allowed with written agreement.
7. Use of Templates in Micronesia Annex is internal reference only. Steps: 1. Rental Agreement (Country: Micronesia) 2. Focus Checklist at handover 3. Photo Rule — No notes = No damage = No photos 4. Damage Invoice if needed 5. Annex is NOT shared with renter.