A BILL FOR AN ACT

To further amend section 226 of title 55 of the Code of the Federated States of Micronesia (Annotated), as amended by Public Law No. 21-17, by amending a sub-section 2 (b), for the purpose of requiring the Secretary of the Department of Finance and Administration to submit the required revenues projection reports under penalty of perjury and to add a new sub-section 2 (c), for the purpose of requiring the Secretary of the Department of Finance and Administration to explain in writing any ten (10) percent variance in any line item submitted under sub-section 2(b) of this section, and for other purposes.

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

Section 1. Section 226 of title 55 of the Code of the Federated States of Micronesia (Annotated), as amended by Public Law No. 21-17, is hereby further amended by amending sub-section 2(b) and adding a new sub-section 2 (c), to read as follows:

"Section 226. Required reports.

(1) Required reports from allottees.

(a) Not later than May 1 of each year, each allottee shall submit a report to the Congress of the Federated States of Micronesia which shall provide for the full accounting of each line item, or subsection apportioning funds, as of the end of the second quarter of the fiscal year, detailing obligations incurred against all sums appropriated by the Congress of the Federated States of Micronesia or made available to an allottee from other sources, to include a detailed
explanation and full justification for each major deviation from a line item, or subsection apportioning funds.

(b) Not later than October 31 of each year, each allottee shall submit a report to the Congress of the Federated States of Micronesia which shall provide for the full accounting of each line item, or subsection apportioning funds as of the end of the fiscal year, detailing obligations and expenditures incurred against all sums appropriated by the Congress of the Federated States of Micronesia or made available to an allottee from other sources, to include a detailed explanation and full justification for each major deviation from a line item, or subsection apportioning funds.

(c) The reports required by subparagraphs (a) and (b) above shall include a statement by the allottee of the status of the project, program, or list the achievements of the department or agency for which the funds were allotted. For all allottees, except those receiving allotments for governmental operations, the statement shall detail the percentage of completion of the project or program and shall include an estimation of the completion date for the project or program, where appropriate.

(2) Required reports from the Secretary of the
Department of Finance and Administration.

(a) Not later than January 31 of each year, the Secretary of the Department of Finance and Administration shall submit, unaudited financial statements of the National Government to the Congress of the Federated States of Micronesia, or, he shall provide in writing, an explanation of why he is unable to provide such reports. The explanation shall include a date by which he will provide the required reports.

(b) Ten days prior to each session of Congress, whether a regular or special session, the Secretary of the Department of Finance and Administration shall submit, under penalty of perjury, to the Speaker of the Congress and to the Chairman of the Committee on Ways and Means, an accurate report of current projected revenues for the fiscal year. This report shall detail projected revenues by source and shall reflect appropriations made during the fiscal year. The report should show the balance of funds available for appropriation by the Congress.

(c) If the required current projected revenues for the fiscal year, submitted under oath of perjury, as required in sub-section (b) above has a ten (10) percent variance in any line item, then the Secretary of Finance and Administration shall provide to the Speaker of
Congress and the Chairman of the Ways and Means Committee a written explanation as to the cause of this variance."

Section 2. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

Date: 1/28/20

Introduced by: /s/ Wesley W. Simina

Wesley W. Simina