

AN ACT

To require annual reporting for all programs and projects funded by foreign financial assistance or by United States Federal program funds by adding a new subsection (3) to section 226 of title 55 of the Code of the Federated States of Micronesia (Annotated), as amended, and for other purposes.

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

1 Section 1. Title 55 of the Code of the Federated States of
2 Micronesia (Annotated), as amended, is hereby amended by adding a
3 new subsection (3) to section 226, to read as follows:

4 "Section 226. Required reports.

5 (1) *Required reports from allottees.*

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

17 (b) Not later than October 31 of each year, each
18 allottee shall submit a report to the Congress of the

1 Federated States of Micronesia or made available to an
2 allottee from other sources, to include a detailed
3 explanation and full justification for each major
4 deviation from a line item, or subsection apportioning
5 fund.

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

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

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

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

11 (3) *Required reports on programs and projects funded*
12 *by foreign financial assistance or by United States*
13 *Federal program funds.*

14 (a) A program or project funded by foreign
15 financial assistance or United States Federal program
16 funds shall submit to the Congress of the Federated
17 States of Micronesia a final expenditure and performance
18 report on the use and disbursement of all funds within
19 30 day of the closing of a grant award or completion of
20 a grant cycle.

21 (b) Congress shall not approve by resolution an
22 agreement, award, or application for foreign financial
23 assistance or United States Federal program funds for a
24 program or project if the reports required by this

1 subsection for the program or project have not been
2 submitted to Congress.

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

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_____ August 7, 2019

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/s/ David W. Panuelo
David W. Panuelo
President
Federated States of Micronesia

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