TWELFTH CONGRESS OF THE FEDERATED STATES OF MICRONESIA
FIRST SPECIAL SESSION, 2001
C.B. NO. 12-21

A BILL FOR AN ACT

To further amend title 55, as amended, by further amending section 103, as amended by Public Law No. 6-70, to change the deadline for the budget submission, and for other purposes.

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

1 Section 1. Section 103 of title 55 of the Code of the Federated States of Micronesia, as amended by Public Law No. 6-70, is hereby further amended to read as follows:

"Section 103. Annual budget.

(1) No later than May 1 of each year, the President shall submit to the Congress a proposed budget for the National Government for the ensuing fiscal year. The proposed budget shall contain an operations budget and a development budget, and include planned expenditures for all sources of funds. The proposed budget shall set forth the following information in such form and detail as the President may determine or as the Congress may require by law:

(a) planned operational expenditures for each department and office of the executive branch, Congress, the judicial branch, and agencies of the National Government other than agencies or entities which receive National Government appropriations on a subsidy, contribution, or grant basis, and operational budget projections for each of
the two subsequent fiscal years;

(b) planned development expenditures for the ensuing fiscal year and development budget projections for each of the two subsequent fiscal years, with details of all development programs or projects to be funded or undertaken by the National Government in the ensuing fiscal year, relating such programs and projects to specific development goals and objectives set forth in the National Development Plan of the Federated States of Micronesia, as approved by the Congress, and identifying any amendments to the program and project listings contained in such plan; and

(c) planned subsidies, contributions, or grants for the ensuing fiscal year and projected subsidies, contributions, or grants for each of the two subsequent fiscal years, for the FSM Telecommunications Corporation, the College of Micronesia, international and regional organizations, and such other public and private entities as authorized by law.

(2) The President shall submit along with the annual budget the following:

(a) a budget message which shall include such supporting financial, statistical, program performance, and other information and data and such recommendations as the President may determine are in the public interests;

(b) proposed legislation to appropriate funds for the
National Government during the ensuing fiscal year reflecting the President's recommendations as contained in the proposed budget;

(c) anticipated revenues and other money to be made available to the National Government from all sources in the ensuing fiscal year and each of the two subsequent fiscal years including, but not limited to, taxes, fees, fines, interest income, revenue from fishing agreements, Compact financial assistance, United States Federal programs, foreign financial and technical assistance, reimbursements, and loans;

(d) if the total of the planned expenditures exceeds the total of the funds estimated to be available for appropriation during the ensuing fiscal year, or the two subsequent fiscal years, recommendations as to how the deficiency is to be met, either through additional revenues or reduced appropriations and expenditures;

(e) statements of the balance of the General Fund and any special funds of the National Treasury for the fiscal year last concluded, including the actual revenue by source, all appropriations, and the obligations and expenditures pursuant to each appropriation;

(f) statements of the projected balance of the General Fund and any special funds of the National Treasury for the fiscal year in progress including all appropriations,
estimated revenues by source, and anticipated obligations.

If the projected balance for any fund indicates a deficit, recommendations as to how the deficiency is to be met;

(g) an analysis of major trends over the three years budgeted regarding funding sources, spending emphases, staffing levels, and program expansions and contractions; and

(h) such other financial information and data as may be necessary or desirable in order to make known in reasonable and practicable detail the financial condition of the National Government.

(3) The Congress, the judicial branch, and agencies of the National Government shall transmit to the President on or before March 1 of each year or at such other time as the President may determine, but not before January 1 of each year, planned operational and development expenditures for the ensuing fiscal year, budget projections for each of the two subsequent fiscal years, and such other information as the President may determine or as may be required by law. The President shall include such planned expenditures and budget projections in the proposed budget without revision, but subject to his recommendations."

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.
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