A RESOLUTION

Requesting the President of the Federated States of Micronesia to appoint a task force to work on the issues raised by the Uniform Guidance pertaining to the U.S. financial regulations.

WHEREAS, on July 13, 2017, The FSM’s Auditor Deloitte held an exit meeting with members of Congress; and

WHEREAS at that meeting Deloitte informed members of certain changes in U.S accounting rules known as the “Uniform Guidance” that have recently become applicable; and

WHEREAS under the new rules, the National Government will become accountable for any accounting problems of the states, including but not limited to questioned costs and payments due to the grantors; and

WHEREAS such rules will apply to the amended Compact and federal grants recipients; and

WHEREAS, the new rules thereby impact the relationship between the national and state governments; now, therefore,

BE IT RESOLVED that the President of the FSM is promptly requested to appoint a working group to discuss the impact of the new Uniform Guidance rules on the structure of the FSM and the relationship between the states and the National Government; and

BE IT FURTHER RESOLVED, that the working group should present its conclusions to the next State-National Leadership Conference; and
BE IT FURTHER RESOLVED that certified copies of this resolution shall be transmitted to the President of the Federated States of Micronesia, the Governors and Speakers of each state of the nation and the President of the Chuuk State Senate.

Date: ______  Introduced by: ____________________________

Wesley W. Simina