

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

The Honorable Wesley W. Simina
Speaker, Twenty-Second Congress
Federated States of Micronesia
First Special Session, 2021

Dear Mr. Speaker:

Your Committee on Ways and Means, to which was jointly referred Presidential Communication No. 21-533 transmitting the National Government's proposed FY 2022 budget, begs leave to report as follows:

Presidential Communication No. 21-533 was transmitted to Congress with the *National Government Fiscal Year 2022 Recommended Budget* ("Budget Book"). Pursuant to rule 7, section 1(b), of the Official Rules of Procedure of the Twenty-Second Congress of the Federated States of Micronesia, your Committee has limited its review to portions of the budget under its jurisdiction. These are:

OPERATIONS Budget

- a) Office of the President
- b) Department of Finance and Administration
- c) Office of Personnel
- d) Congress
- e) Office of the National Public Auditor

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

GRANTS, SUBSIDIES AND CONTRIBUTIONS Budget

Office of the President

- a) Asia-Pacific Institute for Broadcasting Development (AIBD)
- b) Asia Pacific Broadcasting Union (ABU)
- c) Pacific Island News Association
- d) Asia Pacific Investment
- e) Former Presidents' Allowance
- f) Joint Committee on Compact Review and Planning (JCRP)
- g) Donor Partners Meeting

Department of Finance and Administration

- a) CTA-OCO Membership Fee
- b) Financial Management System
- c) PITTA – CTA
- d) ADB, IMF & Budget, Finance Consultations
- e) Macro Economic Advisor
- f) Global Forum Membership
- g) PFTAC Membership Fee
- h) CTA Conference
- i) FSM Trust Fund Board
- j) Tax Compliance Initiative

Congress

- a) IPU Conferences
- b) Climate Change Conferences
- c) ACP
- d) APPF
- e) Staff Upgrade
- f) World Bank-IMF Annual Meeting
- g) MRA Conference in Japan
- h) Fisheries Meetings
- i) IPU Annual Dues
- j) COFA Alliance National Network (CANN)
- k) Travel to Investment Advisor (Wilshire)
- l) Compact Historical Project
- m) Micronesian Productions
- n) Current and Prior Years Member & Staff Housing

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Other Grants, Subsidies and Contributions

- a) MLFC Loan Payment
- b) Single Audit Fee (FY 2021)
- c) Staff Housing
- d) Recruitment and Repatriation
- e) Independence Day Activities

CAPITAL AND HUMAN RESOURCE DEVELOPMENT

Office of the President

- a) Donor Partners Meeting

Department of Finance and Administration

- a) FSM Warehouse Lease
- b) PCD Awareness and Training

This report, and all previous and subsequent reports by this Committee, should be treated as policy for this Nation, as defined by Congress. It the intent of your Committee that any commentary found in this report should be treated as policy for the guidance of the relevant departments, agencies and offices.

During the week of June 14th of 2021, your Committee conducted public hearings regarding the FY 2022 budget and deliberated upon the findings and all other information gathered. Thereafter, your Committee held final mark-up sessions on June 23 and 28, 2021. This Standing Committee Report reflects the recommendations of your Committee on Ways and Means regarding the proposed FY 2022 budget under its jurisdiction.

Throughout this report, the amounts in columns titled "FY 21 Amended Appropriation" refer to the amounts appropriated in Fiscal Year 2021 through June, 2021 (as of P.L. No. 22-01). The amounts in columns titled "FY 22 Executive Recommendation" refers to the recommendations provided by the EBRC in Presidential Communication No. 21-533. Your Committee notes that the travel line items requested by all departments were reduced to 30% of the request by the EBRD in light

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

of the current travel restrictions in place due to the COVID-19 pandemic. Your Committee further notes that with the salary increase passed by the 21st Congress and taking effect on July 1, 2022, the personnel line items across all departments saw an increase.

OPERATIONS BUDGET

(a) Office of the President

The following is an overview of your Committee's recommended funding for the total operations of the Office of the President in FY 2022. The funding source is domestic revenue.

Overview – Total Operations

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$632,693	\$695,708	\$764,392	\$729,392
Travel	\$78,000	\$118,000	\$252,000	\$252,000
Contractual Services	\$770,000	\$1,085,000	\$770,000	\$870,000
OCE	\$105,000	\$145,000	\$130,000	\$130,000
Fixed Assets	\$3,000	\$3,000	\$56,000	\$56,000
Total	\$1,588,693	\$1,839,536	\$1,972,392	\$2,037,392
Employees	19	19	22	22

Your Committee notes that only the personnel budget line item can be estimated to an exact amount, the remaining budget items will be rounded when possible for ease of tracking and computation.

A detailed discussion of each of the divisions of the Office of the President follows.

Office of the President - President's Office

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$479,504	\$516,251	\$507,653	\$472,653
Travel	\$42,000	\$82,000	\$182,000	\$182,000

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Contractual Services	\$533,000	\$848,000	\$533,000	\$633,000
OCE	\$45,000	\$85,000	\$70,000	\$70,000
Fixed Assets	\$3,000	\$3,000	\$50,000	\$50,000
Total	\$1,102,504	\$1,534,251	\$1,342,653	\$1,407,653
Employees	12	12	12	12

Personnel: Your Committee notes that the personnel line item as recommended by the EBRC has been reduced by \$35,000. This is to reflect the salary of the Chief of Staff. During the Budget hearing, your Committee heard testimony that the Chief of Staff was receiving his salary from the JCRP where he is the Chief Negotiator. Therefore, your Committee has adjusted the personnel line item in the President's Office to reflect this reality.

Travel: Your Committee notes the request for the Pacific Island Forum trip was zeroed out per the decision to leave that organization.

Contractual Services: Your Committee notes that this line item was increased by \$100,000 to provide the President and Vice President with an additional \$50,000 each to the requested \$100,000 each for Representation Funds (a total of \$150,000 each). This is in-line with the amount proposed for members of Congress.

Your Committee's recommended funding for Fiscal Year 2022 for the President's Office is **\$1,407,653**.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Office of the President – Public Information Office

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$44,984	\$58,544	\$107,505	\$107,505
Travel	\$6,000	\$6,000	\$14,000	\$14,000
Contractual Services	\$2,000	\$2,000	\$2,000	\$2,000
OCE	\$24,000	\$24,000	\$24,000	\$24,000
Fixed Assets	\$0	\$0	\$0	\$0
Total	\$76,984	\$90,544	\$147,505	\$147,505
Employees	2	2	4	4

Your Committee concurs with the request for the Public Information Office as requested by the EBRC.

Your Committee's recommended funding for Fiscal Year 2022 for the Public Information Office is \$147,505.

**Office of the President – Division of Overseas Development
Assistance & Compact Management**

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$108,205	\$120,913	\$149,234	\$149,234
Travel	\$30,000	\$30,000	\$56,000	\$56,000
Contractual Services	\$235,000	\$235,000	\$235,000	\$235,000
OCE	\$36,000	\$36,000	\$36,000	\$36,000
Fixed Assets	\$0	\$0	\$6,000	\$6,000
Total	\$409,205	\$421,913	\$482,234	\$482,234
Employees	6	6	6	6

Your Committee concurs with the request submitted by the EBRC for the Division of Overseas Development Assistance & Compact Management. Your Committee notes that the request for this office under Grants, Subsidies and Contributions for the Donor Partners Meeting was moved to Capital and Human Resource Development due to the uncertainty of

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

the date of the event due to the travel restrictions and current global pandemic.

Your Committee's recommended funding for Fiscal Year 2022 for the Division of Overseas Development Assistance & Compact Management is **\$482,234**.

(b) Department of Finance and Administration

The following is an overview of your Committee's recommended funding for the Department of Finance and Administration. The funding source is domestic revenue.

Overview – Total Operations

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$1,968,891	\$2,276,169	\$2,339,151	\$2,450,382
Travel	\$86,100	\$86,100	\$154,754	\$154,754
Contractual Services	\$227,500	\$227,500	\$241,300	\$241,300
OCE	\$256,500	\$326,500	\$341,300	\$341,300
Fixed Assets	\$144,500	\$144,500	\$10,000	\$10,000
Total	\$2,683,491	\$3,060,769	\$3,086,505	\$3,197,736
Employees	111	120	121	127

Your Committee would like to note that it received a letter from the Secretary of Finance and Administration, with the President of the Federated States of Micronesia signing concurrence, requesting seven (7) new positions in this Department. Your Committee heard testimony justifying this request and recommends that these seven (7) individuals be added to the respective divisions within the department.

A detailed discussion of each of the divisions of the Department of Finance and Administration follows.

Department of Finance - Office of the Secretary

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$84,826	\$152,323	\$129,089	\$141,752
Travel	\$15,600	\$15,600	\$36,400	\$36,400
Contractual Services	\$49,000	\$49,000	\$49,000	\$49,000
OCE	\$27,500	\$47,500	\$34,300	\$34,300
Fixed Assets	\$25,000	\$25,000	\$10,000	\$10,000
Total	\$201,926	\$289,423	\$258,789	\$271,452
Employees	3	4	4	5

Personnel: Your Committee notes that an Administrative Assistant was requested for this office, thus the \$12,663 increase in the line item is to accommodate the salary of that position.

Your Committee's recommended funding for Fiscal Year 2022 for the Office of the Secretary is **\$271,452**.

Department of Finance – Treasury (National and State Offices)

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$613,142	\$747,181	\$775,878	\$812,610
Travel	\$21,000	\$21,000	\$36,400	\$36,400
Contractual Services	\$78,500	\$78,500	\$78,500	\$78,500
OCE	\$85,000	\$115,000	\$85,000	\$85,000
Fixed Assets	\$30,000	\$30,000	\$0	\$0
Total	\$827,642	\$991,681	\$975,778	\$1,012,510
Employees	36	40	39	41

Personnel: Your Committee notes that two new positions were requested for this office: Compliance Officer and a Certification Officer, thus the \$36,732 increase in the line item is to accommodate the salaries of those two positions.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Your Committee's recommended funding for Fiscal Year 2022 for the Division of Treasury is **\$1,012,510**.

Department of Finance - Customs and Tax Administration (National and State Offices)

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$938,726	\$965,034	\$1,008,446	\$1,008,446
Travel	\$24,000	\$24,000	\$47,383	\$47,383
Contractual Services	\$95,000	\$95,000	\$108,800	\$108,800
OCE	\$105,000	\$125,000	\$176,000	\$176,000
Fixed Assets	\$89,500	\$89,500	\$0	\$0
Total	\$1,252,226	\$1,298,534	\$1,340,629	\$1,340,629
Employees	56	57	58	58

Your Committee concurs with the request submitted by the EBRC for the Division of Customs and Tax Administration.

Your Committee's recommended funding for Fiscal Year 2022 for the Division of Customs and Tax Administration is **\$1,340,629**.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Department of Finance - Investment and International Finance

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$92,654	\$132,088	\$137,081	\$137,081
Travel	\$15,000	\$15,000	\$24,071	\$24,071
Contractual Services	\$0	\$0	\$0	\$0
OCE	\$15,000	\$15,000	\$15,000	\$15,000
Fixed Assets	\$0	\$0	\$0	\$0
Total	\$122,654	\$162,088	\$191,021	\$191,021
Employees	5	7	7	7

Your Committee concurs with the request submitted by the EBRC for the Division of Investment and International Finance.

Your Committee's recommended funding for Fiscal Year 2022 for the Division of Investment and International Finance is **\$191,021**.

Department of Finance - Division of Budget and Economic Management

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$239,543	\$279,543	\$288,657	\$350,493
Travel	\$10,500	\$10,500	\$10,500	\$10,500
Contractual Services	\$5,000	\$5,000	\$5,000	\$5,000
OCE	\$24,000	\$24,000	\$31,000	\$31,000
Fixed Assets	\$0	\$0	\$0	\$0
Total	\$279,043	\$319,043	\$335,157	\$396,993
Employees	11	12	12	16

Personnel: Your Committee notes that four (4) new positions were requested for this office, all Budget Analysts, thus the \$61,836

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

increase in the line item is to accommodate the salaries of those new positions.

Your Committee's recommended funding for Fiscal Year 2022 for the Division of Budget and Economic Management is **\$396,993**.

(c) Office of Personnel

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$134,816	\$228,309	\$185,161	\$185,161
Travel	\$3,000	\$3,000	\$4,367	\$4,367
Contractual Services	\$0	\$0	\$0	\$0
OCE	\$11,000	\$16,000	\$11,000	\$11,500
Fixed Assets	\$0	\$40,000	\$30,000	\$5,000
Total	\$148,816	\$287,309	\$231,028	\$206,028
Employees	5	5	8	8

Fixed Assets: Your Committee heard testimony that the request for a new vehicle is no longer needed as it was accommodated in a supplemental budget request in FY 21. Therefore, the total requested under fixed assets has been reduced by \$25,000.

Your Committee's recommended funding for Fiscal Year 2022 for the Division of Personnel is **\$206,028**.

(d) Congress

The following is an overview of your Committee's recommended funding for the Legislative Branch. The funding source for all amounts recommended under the Legislative Branch is domestic revenue.

Overview – Total Operations

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$1,654,625	\$2,012,205	\$1,930,803	\$2,453,835

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Travel	\$261,000	\$261,000	\$224,368	\$234,368
Contractual Services	\$3,282,000	\$5,872,000	\$3,487,000	\$3,372,000
OCE	\$373,000	\$423,000	\$373,000	\$373,000
Fixed Assets	\$175,000	\$175,000	\$240,000	\$175,000
Total	\$5,745,625	\$8,743,205	\$6,255,171	\$6,602,453
Employees	66	66	68	69

A detailed discussion of each of the Offices of the Legislative Branch follows.

Congress - Speaker and Members

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$438,150	\$603,150	\$438,150	\$840,650
Travel	\$225,000	\$225,000	\$188,368	\$188,368
Contractual Services	\$2,325,000	\$2,725,000	\$2,325,000	\$2,415,000
OCE	\$0	\$0	\$0	\$0
Fixed Assets	\$0	\$0	\$0	\$0
Total	\$2,988,150	\$3,553,150	\$2,951,518	\$3,444,018
Employees	14	14	14	14

Contractual Services: Your Committee notes that under the contractual services line item, a total of \$2,100,000 is dedicated to the Members' Representation Fund (\$150,000 per Member), a total of \$50,000 is dedicated to the Speaker's Representation Fund, a total of \$20,000 is dedicated to the Vice Speaker's Representation Fund, a total of \$20,000 is dedicated to the Floor Leader's Representation Fund, and a total of \$80,000 is dedicated to the Committee Representation Funds. Also, within the contractual services line item, a total of \$100,000 may be used to assist Members and staff with current and prior year medical costs.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Your Committee's recommended funding for Fiscal Year 2022 for Speaker and Members is **\$3,444,018**.

Congress – Staff Offices

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$1,216,475	\$1,409,055	\$1,216,475	\$1,613,185
Travel	\$30,000	\$30,000	\$30,000	\$30,000
Contractual Services	\$602,000	\$762,000	\$602,000	\$602,000
OCE	\$259,000	\$309,000	\$259,000	\$259,000
Fixed Assets	\$160,000	\$160,000	\$160,000	\$160,000
Total	\$2,267,475	\$2,267,055	\$2,267,475	\$2,658,435
Employees	52	52	54	55

Personnel: Your Committee notes that the amount in the personnel line item has increased due to the salary increases during the FY 21 budget cycle and the three positions which being added to the Staff and Members for the FY 22 budget. The three positions are as follows: Administrative Clerk I (this position was deleted from the FY 21 budget); Procurement Officer; and an IT Specialist position in the Chuuk delegation office. Additionally, there is a \$15,000 increase in personnel to raise the annual compensation of Andy Choor in the Yap delegation office from \$40,000 to \$55,000 in recognition of the workload that he performs on a daily basis.

Your Committee's recommended funding for Fiscal Year 2022 for Staff Offices is **\$2,658,435**.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Congress - Delegation Offices

Your Committee confirms and reminds the Delegation Offices that Member Representation is not to be advanced, and that any representation required by the Delegation Office as a whole should be funded by each of the Members taking equal shares from their Member representation. No representation expenditure should be made by the Delegation Office beyond the maximum provided for each Member. A Delegation Office may determine among its Members that a lesser amount is required for Member Representation than the \$25,000 per Member. In that event, the remaining amount in contract services shall be available for operational expenses of the office, such as utilities and so forth.

Your Committee recommends a total of **\$500,000** in appropriations for Delegation Offices, to be divided among the four State Delegation Offices as follows:

KOSRAE DELEGATION	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Travel	\$0	\$0	\$5,000	\$0
Contractual Services	\$50,000	\$340,000	\$45,000	\$50,000
OCE	\$20,000	\$20,000	\$20,000	\$20,000
Fixed Assets	\$0	\$0	\$0	\$0
Total	\$70,000	\$360,000	\$70,000	\$70,000

POHNPEI DELEGATION	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Travel	\$3,000	\$3,000	\$3,000	\$3,000
Contractual Services	\$100,000	\$680,000	\$100,000	\$100,000
OCE	\$37,000	\$37,000	\$37,000	\$37,000
Fixed Assets	\$0	\$0	\$0	\$0
Total	\$140,000	\$720,000	\$140,000	\$140,000

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

CHUUK DELEGATION	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Travel	\$0	\$0	\$0	\$0
Contractual Services	\$160,000	\$1,030,000	\$160,000	\$160,000
OCE	\$40,000	\$40,000	\$40,000	\$40,000
Fixed Assets	\$10,000	\$10,000	\$10,000	\$10,000
Total	\$210,000	\$1,080,000	\$210,000	\$210,000

YAP DELEGATION	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Travel	\$3,000	\$3,000	\$3,000	\$3,000
Contractual Services	\$45,000	\$335,000	\$45,000	\$45,000
OCE	\$17,000	\$17,000	\$17,000	\$27,000
Fixed Assets	\$5,000	\$5,000	\$5,000	\$5,000
Total	\$70,000	\$360,000	\$70,000	\$80,000

(e) Office of the National Public Auditor

An overview of proposed funding for the Office of Public Auditor follows. The funding source for the National Public Auditor Office is domestic revenue.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Total Operations

	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$603,196	\$607,079	\$817,056	\$780,535
Travel	\$41,700	\$41,700	\$69,500	\$69,500
Contractual Services	\$99,000	\$99,000	\$156,000	\$126,000
OCE	\$66,500	\$66,500	\$67,400	\$67,400
Fixed Assets	\$10,000	\$10,000	\$20,000	\$20,000
Total	\$820,396	\$824,279	\$1,129,956	\$1,063,435
Employees	23	23	24	24

Personnel: Your Committee notes that there was discussion in the budget hearing regarding extending the professional premium to two Investigators working in the office. The testimony from the Department of Justice stated that these individuals are not entitled to the professional premium under the public service system. Therefore, your Committee has decreased the personnel requested by \$36,521, which removes the proposed increase for those positions.

Contractual Services: Your Committee heard testimony that the office requests \$30,000 for legal fees. Your Committee recommends eliminating this request as the office can utilize the Department of Justice for their legal needs.

Your Committee's recommended funding for Fiscal Year 2022 for the Operations of the Office of Public Auditor is **\$1,063,435**.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

GRANTS, SUBSIDIES AND CONTRIBUTIONS BUDGET

The funding source for all amounts recommended by the Committee under this section is domestic revenues. The budget request for the Joint Committee on Compact Review and Planning (JCRP) is included under the Office of the President. The breakdown of the JCRP budget request can be found below:

JCRP	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Personnel	\$300,000	\$300,000	\$300,963	\$300,963
Travel	\$200,000	\$200,000	\$484,088	\$484,088
Contractual Services	\$272,037	\$272,037	\$278,800	\$478,800
OCE	\$27,000	\$27,000	\$57,130	\$57,130
Fixed Assets	\$0	\$0	\$0	\$0
Total	\$800,000	\$800,000	\$1,120,981	\$1,320,981

Contractual Services: Your Committee heard testimony that the EBRC mistakenly left out the salary of the Lead Legal Counsel and reduced the amount approved for the Developmental Economist. Therefore, this line-item in their budget was increased by \$200,000 to restore that funding.

Your Committee recommends funding Grants, Subsidies and Contributions in the amounts listed in the table below.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

GRANTS, SUBSIDIES & CONTRIBUTIONS	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Office of the President				
Asia-Pacific Institute for Broadcasting Development (AIBD)	\$4,500	\$4,500	\$4,500	\$4,500
Asia-Pacific Broadcasting Union	\$800	\$800	\$800	\$800
Pacific Island News Association	\$350	\$350	\$350	\$350
Asia Pacific Investment	\$250	\$250	\$250	\$250
Former Presidents' Allowance	\$50,000	\$50,000	\$50,000	\$50,000
Joint Committee on Compact Review and Planning (JCRP)	\$800,000	\$800,000	\$1,120,981	\$1,320,981
Donor Partners Meeting	\$0	\$0	\$75,000	\$0
Department of Finance and Administration				
CTA-OCO Membership	\$14,024	\$14,024	\$10,000	\$10,000

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Maintenance Fee for Financial Management Information System (FMIS)	\$55,000	\$55,000	\$55,000	\$55,000
PITTA - CTA	\$9,000	\$9,000	\$5,000	\$5,000
ADB, IMF & Budget Finance Policy Consultations /Video Conferencing Equipment	\$25,000	\$25,000	\$25,000	\$25,000
Macro Economist Advisor	\$200,000	\$200,000	\$200,000	\$200,000
Global Forum Membership Fee	\$26,000	\$26,000	\$26,000	\$26,000
PFTAC Membership Fees	\$20,000	\$20,000	\$20,000	\$20,000
CTA Conference	\$35,000	\$35,000	\$35,000	\$35,000
FSM Trust Fund Board	\$0	\$0	\$50,000	\$50,000
Tax Compliance Initiative	\$0	\$0	\$25,000	\$25,000
Congress				
IPU Conferences	\$0	\$0	\$0	\$0
Climate Change Conferences	\$50,000	\$50,000	\$50,000	\$0
ACP	\$0	\$0	\$0	\$0

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

APPF	\$0	\$0	\$0	\$0
Staff Upgrade	\$25,000	\$25,000	\$25,000	\$25,000
World Bank- IMF Annual Meeting	\$0	\$0	\$0	\$0
MRA Conference in Japan	\$30,000	\$30,000	\$30,000	\$0
Fisheries Meetings	\$30,000	\$30,000	\$30,000	\$0
IPU Annual Dues	\$12,500	\$12,500	\$12,500	\$12,500
COFA Alliance National Network (CANN)	\$25,000	\$25,000	\$25,000	\$25,000
Travel to Investment Advisor (Wilshire)	\$0	\$0	\$0	\$0
Compact Historical Project	\$25,000	\$25,000	\$25,000	\$25,000
National Olympic Committee – Jennifer Chieng	\$0	\$0	\$0	\$0
Micronesian Productions	\$70,000	\$70,000	\$0	\$0
Prior and Current Year Member & Staff Housing	\$62,000	\$62,000	\$0	\$0
Other				
MLFC Loan Payment	\$260,000	\$260,000	\$260,000	\$260,000

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Single Audit Fee	460,000	\$460,000	\$460,000	\$460,000
Staff Housing	\$660,000	\$750,000	\$750,000	\$750,000
Recruitment and Repatriation	\$223,218	\$223,218	\$223,218	\$223,218
Independence Day Activities	\$50,000	\$50,000	\$50,000	\$50,000
TOTAL	\$3,222,642	\$3,312,642	\$3,643,599	\$3,771,099

CAPITAL AND HUMAN RESOURCE DEVELOPMENT BUDGET

The funding source for all amounts recommended by the Committee under this section is domestic revenue.

Your Committee recommends funding Investment in Capital and Human Resource Development in the amounts listed in the table below.

The table below does not include funding for State Priority Infrastructure Projects.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

CAPITAL AND HUMAN RESOURCE DEVELOPMENT	FY21 Original Appropriation	FY21 Amended Appropriation	FY22 Executive Recommendation	FY22 Committee Recommendation
Office of the President				
Donor Partners Meeting	\$0	\$0	\$0	\$75,000
Department of Finance and Administration				
FSM Warehouse Lease and Maintenance	\$40,000	\$40,000	\$40,000	\$0
PCD Awareness and Training	\$0	\$0	\$35,000	\$35,000
TOTAL	\$40,000	\$40,000	\$75,000	\$110,000

CONCLUSION

Your Committee on Ways and Means has reviewed the proposed Fiscal Year 2022 budget and carefully scrutinized all the information provided by the Office of the President, the Department of Finance and Administration, the Legislative Branch, and the Office of the National Public Auditor, including information relating to grants, subsidies and contributions and capital and human resource development which are under your Committee's jurisdiction. Based upon the information provided and its deliberations, your Committee recommends appropriation in the sums set forth above in the columns entitled "FY22 Committee Recommendation," subject to the availability of funds as determined by your Committee upon consolidation of all Committee recommendations.

STANDING COMMITTEE REPORT NO. 22-09

RE: PRESIDENTIAL COMMUNICATION NO. 21-533

SUBJECT: FY 2022 BUDGET/W&M

JULY 20, 2021

Respectfully submitted,

/s/ Isaac V. Figir
Isaac V. Figir, chairman

/s/ Victor V. Gouland
Victor V. Gouland, member

Dion G. Neth, member

/s/ Ferny S. Perman
Ferny S. Perman, member

Robson U. Romolow, member

Joseph J. Urusemal, member

/s/ Paliknoa K. Welly
Paliknoa K. Welly, member