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A BILL FOR AN ACT

To require annual reporting for all programs funded by foreign assistance grants 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  
2 of Micronesia (Annotated), as amended, is hereby amended by  
3 adding a 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  
8 Federated States of Micronesia which shall provide  
9 for the full accounting of each line item, or  
10 subsection apportioning funds, as of the end of the  
11 second quarter of the fiscal year, detailing  
12 obligations incurred against all sums appropriated by  
13 the Congress of the Federated States of Micronesia or  
14 made available to an allottee from other sources, to  
15 include a detailed explanation and full justification  
16 for each major deviation from a line item, or  
17 subsection apportioning funds.

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1                   (b) Not later than October 31 of each year,  
2                   each allottee shall submit a report to the Congress  
3                   of the Federated States of Micronesia or made  
4                   available to an allottee from other sources, to  
5                   include a detailed explanation and full justification  
6                   for each major deviation from a line item, or  
7                   subsection apportioning fund.

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

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

20                  (a) Not later than January 31 of each year,  
21                  the Secretary of the Department of Finance and  
22                  Administration shall submit unaudited financial  
23                  statements of the National Government to the Congress  
24                  of the Federated States of Micronesia, or, he shall  
25                  provide in writing, an explanation of why he is

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1           unable to provide such reports. The explanation  
2           shall include a date by which he will provide the  
3           required reports

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

15                      (3) Required reports from programs and projects  
16                      funded by foreign financial assistance.

17                      Not later than April 1 of each  
18          year, the President shall submit to the  
19          Congress of the Federated States of Micronesia  
20          a report on the status of all programs and  
21          projects funded by foreign financial  
22          assistance, which shall include a complete and  
23          accurate accounting of the foreign financial  
24          assistance, and its use, and expenditure on  
25          program or project activities."

