

A BILL FOR AN ACT

To further amend title 55 of the Code of the Federated States of Micronesia, as amended, by amending section 103, 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
2 Federated States of Micronesia, as amended, is hereby further
3 amended to read as follows:

4 "Section 103. Annual budget.

5 (1) No later than April 1 of each year, the President
6 shall submit to the Congress a proposed budget for the
7 National Government for the ensuing fiscal year. The
8 proposed budget shall contain an operations budget and a
9 development budget, and include planned expenditures for
10 all sources of funds. Planned operational expenses
11 shall be presented on a line-item basis. The proposed
12 budget shall set forth the following information in such
13 form and detail as the President may determine or as the
14 Congress may require by law:

15 (a) planned operational expenditures, for each
16 department and office of the executive branch, Congress,
17 the judicial branch, and agencies of the National
18 Government other than agencies or entities which receive
19 National Government appropriations on a subsidy,
20 contribution, or grant basis, and operational budget

1 projections for each of the two subsequent fiscal years;

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

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

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

22 (a) a budget message which shall include such
23 supporting economic, financial, statistical, program
24 performance, and other information and data and such
25 recommendations as the President may determine are in

1 the public interests;

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

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

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

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

25 (f) statements of the projected balance of the

1 General Fund and any special funds of the National
2 Treasury for the fiscal year in progress including all
3 appropriations, estimated revenues by source, and
4 anticipated obligations. If the projected balance for
5 any fund indicates a deficit, recommendations as to how
6 the deficiency is to be met;

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

11 (h) for each department of the executive branch
12 and for each agency of the National Government, a plan
13 for the ensuing fiscal year, including an identification
14 of the department's or agency's strategic goals and its
15 planned accomplishments, for the fiscal year, related to
16 each goal, such planned accomplishments to be expressed,
17 if possible, in numerical form so that actual
18 performance can be measured against the plan; and

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

23 (3) The Congress, the judicial branch, and agencies of
24 the National Government shall transmit to the President
25 on or before March 1 of each year or at such other time

1 as the President may determine, but not before January 1
2 of each year, planned operational and development
3 expenditures for the ensuing fiscal year, budget
4 projections for each of the two subsequent fiscal years,
5 and such other information as the President may
6 determine or as may be required by law. Planned
7 operational expenditures shall be presented in line item
8 form, including detailed information on planned
9 expenditures for personnel, travel, contract services,
10 fixed assets and other anticipated expenses. The
11 President shall include such planned expenditures and
12 budget projections in the proposed budget without
13 revision, but subject to his recommendations. Each
14 agency of the National Government shall transmit to the
15 President, along with its planned operational
16 expenditures for the ensuing fiscal year, a plan for
17 that fiscal year, including an identification of the
18 agency's strategic goals, and a description of its
19 planned accomplishments, for the fiscal year, related to
20 each such goal. The planned accomplishments shall, if
21 possible, be expressed in numerical form so that actual
22 performance can be measured against the plan. Congress,
23 the judicial branch and the agencies of the National
24 Government shall not be required to transmit performance
25 based budgets or other reports tying planned operational

