

AN ACT

To amend section 3 of TSL No. 5-45, the State Budget Act of 1982, to provide new provisions and incorporate a budget time table requirement pursuant to the provisions of the Compact of Free Association, as amended, and for other purposes.

BE IT ENACTED BY THE CHUUK STATE LEGISLATURE:

1 Section 1. Amendment. Section 3 of TSL No. 5-45 is hereby amended to read as follows:

2 "Section 3. Submission of Budget.

3 A. The State Budget of each ensuing fiscal year and years thereafter shall  
4 hereby be made and enacted in accordance with the procedural steps as  
5 follows:

6 (1) The Governor shall issue a Budget preparation Call for each  
7 ensuing fiscal year no later than November 1, annually;

8 (2) In the following year all proposed budgets of the Executive  
9 Branch, the Legislative Branch and the Judiciary Branch,  
10 Agencies, Authorities, Commissions, and Boards, shall be  
11 submitted to the Governor no later than January 31.

12 (3) The Governor shall compile all the submitted individual branch, office,  
13 or agency budgets into a consolidated State proposed budget and  
14 transmit the proposed budget consisting of both the budget bill and  
15 worksheets and other information and materials required by this act to  
16 the Legislature no later than February 28, send to Legislature for its  
17 review and consideration.

18 (4) Following submission of the proposed budget by the Governor  
19 pursuant hereto, the Legislature reviews the budget submission and  
20 shall enact a Budget Transmission Act which shall be comprised of  
21 the authorization act containing all of the budgetary authorization and  
22 the budget worksheets utilized and approved by the respective  
23 committees and included by incorporation or otherwise into the  
24 Budget Transmission Act passed by the Legislature, as are deemed

1 necessary, to comply with provisions of the Compact of Free Association,  
2 as amended, inclusive of the subsidiary agreements thereto, as  
3 applicable, and shall transmit the Budget Transmission Act to the  
4 Governor for his action, and upon his approval or upon the act becoming  
5 law on its own, the Governor shall transmit said Budget Transmission Act  
6 no later than May 15 of the year to the National Government. No  
7 documents or papers, purporting to be the proposed State Budget shall be  
8 transmitted to the National Government of the Federated States of  
9 Micronesia or the United States Government or any other committee,  
10 entity, persons duly appointed or created pursuant to the Compact of Free  
11 Association, as amended, or its subsidiary agreements, as recipients or  
12 reviewers of the budget of the State of Chuuk except as authorized by the  
13 Budget Transmission Act duly enacted by the Legislature for the  
14 respective fiscal year for which the budget of the transmission act was  
15 authorized

16 (5) Upon satisfying the procedures and requirements of the Compact of  
17 Free Association, as amended, and its applicable subsidiary agreements,  
18 the Legislature shall thereafter enact and appropriate funding for the State  
19 Budget Transmission Act as the Legislature deems necessary, for the  
20 respective fiscal year.

21 (6) By October 1, a new State Budget law for the fiscal year shall be in effect.

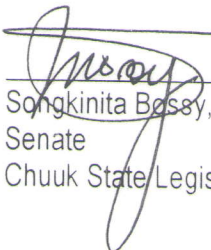
22 B. Subject to subsection (A) above, the Governor shall submit to the Chuuk state  
23 Legislature, the annual budget bill which shall contain the following:

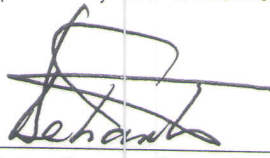
24 (1) estimated expenditures and proposed appropriations necessary in his  
25 judgment for the support of the Government for the ensuing fiscal year,  
26 including funding pursuant to the Compact of Free Association, as  
27 amended, the bill for the Budget Transmission Act and the budget

- 1 worksheets detailing and explaining the overall budgetary authorization  
 2 and appropriation.
- 3 (2) actual appropriations, expenditures, and receipts of the Government  
 4 during the last completed fiscal year;
- 5 (3) estimated expenditures and receipts and actual or proposed  
 6 appropriations of the Government during the fiscal year in progress;
- 7 (4) balance statements of:
- 8 (a) the condition of the Treasury at the end of the last completed f  
 9 fiscal  
 10 year;
- 11 (b) the estimated condition of the Treasury at end of the fiscal year in  
 12 progress; and
- 13 (c) the estimated condition of the Treasury at the end of the ensuing  
 14 fiscal year if the financial proposals contained in the budget are  
 15 adopted; and
- 16 (5) all essential facts regarding indebtedness of the Government if any; and
- 17 (6) other such financial statements and data as in his opinion are necessary and  
 18 desirable in order to make known in all practicable detail the financial condition of  
 19 the Government.

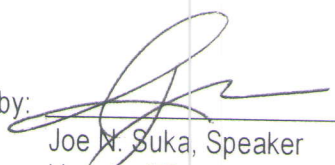
20 Section 2. Effective date. This act shall take effect upon approval by the Governor, or  
 21 upon its becoming law without such approval.

Attested:

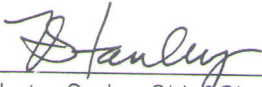
  
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 Songkinita Bessy, Chief Clerk  
 Senate  
 Chuuk State Legislature

Signed by:   
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 Detor Santos, President  
 Senate  
 Chuuk State Legislature

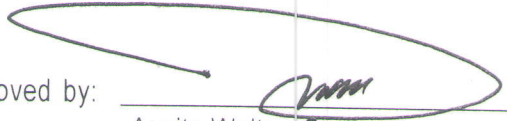
Date: Oct. 20, 2004

Signed by:   
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 Joe N. Suka, Speaker  
 House of Representatives  
 Chuuk State Legislature

Attested:

  
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Herter Sorim, Chief Clerk  
House of Representatives  
Chuuk State Legislature

Date: Oct 2004

Approved by:   
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Ansito Walter, Governor  
Chuuk State Government

Date: Oct 27 2004

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History : S.B.NO: 7-10;SD1;HD1  
S.S.C.R.NO: None  
H.S.C.R.NO: 7-2R-13