



SOUTH WEST STATE OF SOMALIA

AN ACT

Entitled

Appropriation Act No.1, 2018

FOR THE YEAR STARTING FROM 1 JANUARY 2018 TO 31 DECEMBER 2018

PROVISIONAL ORDER

LAWS OF THE SOUTHWEST STATE OF SOMALIA

APPROPRIATION ACT NO 1, 2018

An Act to appropriate from the Consolidated Fund for the South West State of Somalia (SWSS) expenditure for the year ended 31 December 2018.

Be it issued by the President as follows:

CHAPTER ONE

PRELIMINARY PROVISIONS

Section 1: Title and Commencement

This Provisional Order may be cited as “Appropriation Act No 1, 2018” and shall come into effect on the date of Signature.

Section 2: Definitions

In this Act, unless the context otherwise requires, the following words and expressions shall carry the meaning assigned to them:

“Consolidated Fund” means the fund that consolidates all the government revenues of the SWSS, and is used for making disbursements, as defined in Section 4 of this Decree;

“Southwest State Assembly” means the sole house of the South West State of Somalia legislature and consists of members of parliaments and other officials designated.

“President” means the President of the southwest State of Somalia

CHAPTER TWO

APPROPRIATIONS

Section 3: Appropriation from the Consolidated Fund

Appropriation Act No 1, 2018 is hereby rescinded. Revised Expenditures are authorized for the period 1 January to 31 December 2018 from the Consolidated Fund as required for the purposes indicated and the amounts shown in Schedule 1 attached to the present Act.

Section 4: Limits to Expenditure

Pursuant to Section 22 of the Public Financial Management Act 2015, other than temporary treasury liquidity management operations, and subject to general rules, no payment shall be made from the Consolidated Fund except under an item identified in the 2018 budget estimates at Schedule 1, amended from time to time through budgetary transfers. Notwithstanding this restriction, unanticipated donor grants or Federal Government of Somalia (FGS) transfers deposited to the Consolidated Fund for specified purposes may be allocated and spent for those purposes. If the specified purpose is not already contained in Schedule 1 to the present Act an amount equivalent to the deposited donor grant is deemed to be appropriated and a budget line created to permit expenditure to take place.

Section 5: Expenditures Limited to Revenues

The Treasurer shall only release funds or make payments to the extent revenue or other financing resources are available in the interim south west administration of Somalia Treasury Single Account – Regular Budget to make the expenditure.

Section 6: Adjustment to Amounts Authorized

The Treasurer may transfer authorized amounts between appropriations for any individual budget line within each Ministry or Agency in Schedule 1 to this Act, provided that the reallocation does not exceed, in total, 10% of the category being reduced. Transfers between Ministries are not authorized without amendment to the Schedule through Supplementary Appropriation measures.

The exceptions to the above rules applies to donor funded projects that are included in Schedule 1 to this Act, where donor funding is not allocated to any Ministry or appropriation code and is subject to donor approval for reimbursement or during the course of the fiscal year the donor has advised of an amendment to the original budget allocation. Therefore, with the prior approval of the donor and Treasurer, reallocation

between lines and Ministries may occur at the agreed amounts/percentages, not subject to the restrictions indicated above"

Section 7: Contingent Expenditure

Pursuant to Section 13 of the Public Financial Management Decree 2015, the Contingency appropriation may cover urgent and unforeseen expenditures arising from emergency situations for which payments cannot be postponed until the passage of a supplementary budget or the next annual Consolidated Budget without seriously affecting the public interest.

Given under my hand this 8 day January of in the year 2018



Hon. Sharif Hassan Sh. Adam,
President,
South West State of Somalia.

