



SOUTH WEST STATE OF SOMALIA

AN ACT

Entitled

Appropriation Act No.1, 2020

FOR THE PERIOD FROM 1 April 2020 TO 31 DECEMBER 2020

APPROPRIATION ACT NO 1, 2020

An Act to appropriate from the Consolidated Fund for the South West State of Somalia] expenditure for the 9 months from 1 April 2020 to 31 December 2020

Be it issued by the President as follows:

CHAPTER ONE

PRELIMINARY PROVISIONS

Section 1: Title and Commencement

This Act is entitled "Appropriation Act No 1, 2020" 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 south West State of Somalia , and is used for making disbursements, as defined in Section 4 of this Act;

"South West 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 South West State of Somalia.

CHAPTER TWO

APPROPRIATIONS

Section 3: Appropriation from the Consolidated Fund

Expenditures are authorized for the Financial Year from 1 April 2020 to 31 December 2020 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 2018, 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 2020 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 South West State of Somalia Treasury Single Account – Regular Budget to make the expenditure.

Section 6: Adjustment to Amounts Authorized

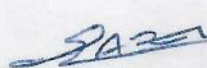
The Treasurer may transfer authorized amounts between appropriations for any individual budget line within each Ministry or Agency in Schedule 1 to this Act, provided that the reallocation does not exceed, in total, 10% of the category being reduced. Transfers between Ministries are not authorized without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

An exception 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 14 of the Public Financial Management Act 2018, 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 6 day of the month of April
In the year 2020


Abdiaziz Hassan Mohamed
President,
South West State of Somalia .

