(Added Pub. L. 116–92, div. A, title X, §1002(a), Dec. 20, 2019, 133 Stat. 1570; amended Pub. L. 116–283, div. A, title X, §1005(a), Jan. 1, 2021, 134 Stat. 3837; Pub. L. 117–81, div. A, title X, §1081(a)(8), Dec. 27, 2021, 135 Stat. 1920.)

#### **Editorial Notes**

#### AMENDMENTS

2021—Subsec. (a)(3). Pub. L. 117–81 substituted a semicolon for "; and" at end.

Subsec. (a)(4), (5). Pub. L. 116-283 added pars. (4) and (5).

# § 240h. Annual report on auditable financial statements

- (a) IN GENERAL.—Not later than January 30 of each year, the Secretary of Defense shall submit to the congressional defense committees a report that includes a ranking of all of the military departments and Defense Agencies in order of how advanced each such department and Agency is in achieving auditable financial statements, as required by law. In preparing the report, the Secretary shall seek to exclude information that is otherwise available in other reports to Congress.
- (b) BOTTOM QUARTILE.—Not later than June 30 of each year, the head of each of the military departments and Defense Agencies that were ranked in the bottom quartile of the report submitted under subsection (a) for that year shall submit to the congressional defense committees a report that includes the following information for that military department or Defense Agency:
  - (1) A description of the material weaknesses of the military department or Defense Agency.
  - (2) The underlying causes of such weaknesses.
  - (3) A plan for remediating such weaknesses.
  - (4) The total number of open audit notices of findings and recommendations (hereinafter referred to as "NFRs") for the most recently concluded fiscal year and the preceding two fiscal years, where applicable.
  - (5) The number of repeat or reissued NFRs from the most recently concluded fiscal year.
  - (6) The number of NFRs that were previously forecasted to be closed during the most recently concluded fiscal year that remain open.
  - (7) The number of closed NFRs during the current fiscal year and prior fiscal years.
  - (8) The number of material weaknesses that were validated by external auditors as fully resolved or downgraded in the current fiscal year over prior fiscal years.
  - (9) A breakdown by fiscal years in which open NFRs are forecasted to be closed.
  - (10) Explanations for unfavorable trends in the information under paragraphs (1) through (9).

(Added Pub. L. 116–92, div. A, title X, 1004(a)(1), Dec. 20, 2019, 133 Stat. 1572.)

#### § 240i. Annual report on unfunded priorities

(a) IN GENERAL.—Not later than 10 days after the date on which the budget of the President for a fiscal year is submitted to Congress pursuant to section 1105 of title 31, the Under Secretary of Defense (Comptroller) shall submit to the Secretary of Defense, the Chairman of the Joint Chiefs of Staff, and the congressional defense committees a report on unfunded priorities of the Department of Defense related to audit readiness and remediation.

(b) ELEMENTS.—(1) Each report under subsection (a) shall include, for each unfunded priority covered by such report, the following:

- (A) A summary description of such priority, including the objectives to be achieved if such priority were to be funded (whether in whole or in part).
- (B) The additional amount of funds recommended in connection with the objectives identified under subparagraph (A).
- (C) Account information with respect to such priority, including, as applicable, the following:
  - (i) Line item number, in the case of applicable procurement accounts.
  - (ii) Program element number, in the case of applicable research, development, test, and evaluation accounts.
  - (iii) Sub-activity group, in the case of applicable operation and maintenance accounts.
- (2) The Under Secretary shall ensure that the unfunded priorities covered by a report under subsection (a) are listed in the order of urgency of priority, as determined by the Under Secretary.
- (c) UNFUNDED PRIORITY DEFINED.—In this section, the term "unfunded priority", with respect to a fiscal year, means an activity related to an audit readiness or remediation effort stemming from a relevant requirement under the Chief Financial Officer Act 1 (Public Law 101–576), chapter 9 of title 31, or this chapter that—
  - (1) is not funded in the budget of the President for that fiscal year, as submitted to Congress pursuant to section 1105 of title 31;
  - (2) is necessary to address a shortfall in an audit readiness or remediation activity; and
  - (3) would have been recommended for funding through the budget referred to in paragraph (1) if—
  - (A) additional resources had been available for the budget to fund the program, activity, or mission requirement; or
  - (B) the program, activity, or mission requirement had emerged before the budget was formulated.

(Added Pub. L. 116-283, div. A, title X, §1005(b)(1), Jan. 1, 2021, 134 Stat. 3837.)

#### **Editorial Notes**

#### REFERENCES IN TEXT

The Chief Financial Officer Act, referred to in subsec. (c), probably means the Chief Financial Officers Act of 1990, Pub. L. 101–576, Nov. 15, 1990, 104 Stat. 2838. For complete classification of this Act to the Code, see Short Title of 1990 Amendment note set out under section 501 of Title 31, Money and Finance, and Tables.

## [§§ 251 to 254b. Renumbered §§ 240a to 240f] CHAPTER 11—RESERVE COMPONENTS

Sec.

241. Reference to chapters 1003, 1005, and 1007.

<sup>&</sup>lt;sup>1</sup> See References in Text note below.

Sec.

#### **Editorial Notes**

#### AMENDMENTS

2018—Pub. L. 115–232, div. A, title X, §1081(a)(4), Aug. 13, 2018, 132 Stat. 1983, which directed amendment of the analysis of chapter 4 of this title by renumbering item 261 as 241, was executed by making the amendment in this analysis to reflect the probable intent of Congress.

1994—Pub. L. 103–337, div. A, title XVI, \$1661(a)(2)(B), Oct. 5, 1994, 108 Stat. 2979, added item 261 and struck out former items 261 to 281.

1993—Pub. L. 103–160, div. A, title VIII, \$828(c)(1), Nov. 30, 1993, 107 Stat. 1714, added item 279.

1984—Pub. L. 98-525, title XIV, §1405(7)(C), Oct. 19, 1984, 98 Stat. 2622, in item 264 substituted "armed force" for "military department" and "Reserves" for "reserves" and struck out "; reports to Congress" at end

1978—Pub. L. 95-485, title IV, §406(b)(2), Oct. 20, 1978, 92 Stat. 1616, struck out item 279 "Training reports".

1967—Pub. L. 90–168, §2(7), Dec. 1, 1967, 81 Stat. 522, substituted "designation of general or flag officers of each military department; personnel and logistic support for reserves; reports to Congress" for "responsibility for" in item 264.

1960—Pub. L. 86–559,  $\S1(2)(D)$ , June 30, 1960, 74 Stat. 264, added item 281.

1958—Pub. L. 85–861, §1(6), Sept. 2, 1958, 72 Stat. 1439, added items 270, 271, 272 and 279.

#### § 241. Reference to chapters 1003, 1005, and 1007

Provisions of law relating to the reserve components generally, including provisions relating to the organization and administration of the reserve components, are set forth in chapter 1003 (beginning with section 10101), chapter 1005 (beginning with section 10141), and chapter 1007 (beginning with section 10201) of this title.

(Added Pub. L. 103–337, div. A, title XVI, §1661(a)(2)(B), Oct. 5, 1994, 108 Stat. 2980, §261; renumbered §241, Pub. L. 114–328, div. A, title XII, §1241(a)(2), Dec. 23, 2016, 130 Stat. 2497.)

## **Editorial Notes**

#### AMENDMENTS

 $2016\mathrm{--Pub}.$  L.  $114\mathrm{--}328$  renumbered section 261 of this title as this section.

### Statutory Notes and Related Subsidiaries

#### EFFECTIVE DATE

Section effective Dec. 1, 1994, except as otherwise provided, see section 1691 of Pub. L. 103-337, set out as a note under section 10001 of this title.

## **CHAPTER 12—THE MILITIA**

Sec.

246. Militia: composition and classes.

247. Militia duty: exemptions.

#### **Editorial Notes**

#### AMENDMENTS

2016—Pub. L. 114–328, div. A, title XII, \$1241(a)(1), (o)(2), Dec. 23, 2016, 130 Stat. 2497, 2512, renumbered chapter 13 of this title "THE MILITIA" as chapter 12, redesignated item 311 "Militia: composition and classes" as item 246, and redesignated item 312 "Militia duty: exemptions" as item 247.

## § 246. Militia: composition and classes

(a) The militia of the United States consists of all able-bodied males at least 17 years of age

and, except as provided in section 313 of title 32, under 45 years of age who are, or who have made a declaration of intention to become, citizens of the United States and of female citizens of the United States who are members of the National Guard.

- (b) The classes of the militia are-
- (1) the organized militia, which consists of the National Guard and the Naval Militia; and
- (2) the unorganized militia, which consists of the members of the militia who are not members of the National Guard or the Naval Militia

(Aug. 10, 1956, ch. 1041, 70A Stat. 14, §311; Pub. L. 85–861, §1(7), Sept. 2, 1958, 72 Stat. 1439; Pub. L. 103–160, div. A, title V, §524(a), Nov. 30, 1993, 107 Stat. 1656; renumbered §246, Pub. L. 114–328, div. A, title XII, §1241(a)(2), Dec. 23, 2016, 130 Stat. 2497)

HISTORICAL AND REVISION NOTES 1956 ACT

Revised section	Source (U.S. Code)	Source (Statutes at Large)
	32:1 (less last 19 words). 32:1 (last 19 words).	June 3, 1916, ch. 134, §57, 39 Stat. 197; June 28, 1947, ch. 162, §7 (as ap- plicable to §57 of the Act of June 3, 1916, ch. 134), 61 Stat. 192.

In subsection (a), the words "who have made a declaration of intention" are substituted for the words "who have or shall have declared their intention". The words "at least 17 years of age and \* \* \* under 45 years of age" are substituted for the words "who shall be more than seventeen years of age and \* \* \* not more than forty-five years of age". The words "except as provided in section 313 of title 32" are substituted for the words "except as hereinafter provided", to make explicit the exception as to maximum age.

In subsection (b), the words "The organized militia, which consists of the National Guard and the Naval Militia" are substituted for the words "the National Guard, the Naval Militia", since the National Guard and the Naval Militia constitute the organized militia.

1958 ACT

Revised section	Source (U.S. Code)	Source (Statutes at Large)
311(a)	32 App.:1.	July 30, 1956, ch. 789, §1, 70 Stat. 729.

The words ''appointed as . . . under section 4 of this title'' are omitted as surplusage.

#### **Editorial Notes**

#### AMENDMENTS

 $2016\mathrm{-\!Pub}.$  L.  $114\mathrm{-\!328}$  renumbered section 311 of this title as this section.

1993—Subsec. (a). Pub. L. 103-160 substituted "members" for "commissioned officers".

 $1958\mathrm{-Subsec.}$  (a). Pub. L.  $85\mathrm{-}861$  included female citizens of the United States who are commissioned officers of the National Guard.

#### § 247. Militia duty: exemptions

- (a) The following persons are exempt from militia duty:
  - (1) The Vice President.
  - (2) The judicial and executive officers of the United States, the several States, the Commonwealth of Puerto Rico, Guam, and the Virgin Islands.