

A SENATE BILL FOR AN ACT

To appropriate the sum of \$73,619,747 from the General Fund of the State of Chuuk for fiscal year ending September 30, 2027, for the purpose of funding the internal operations of the Executive, Legislative, and Judiciary Branches of the Chuuk state Government, Boards, Commissions, Authorities, Agencies, and Other Programs, and to set the employment ceiling of each Branch, Boards, Commissions, Authorities and Agencies, and for reporting on the status of funds and for other purposes.

Be it enacted by the Chuuk State Legislature:

1 **Section 1. Budget for the State.** There is hereby enacted a Chuuk State Budget for
2 the internal operation of the Executive, Legislative, and Judiciary branches of the Chuuk
3 State Government, State Public Auditor Office, State Boards, Commissions, Authorities,
4 Agencies, Bureaus and other Programs, pursuant to the Authority vested in the Legislature
5 by Article VIII, Section 4 of the State of Chuuk Constitution.

6 **(a) Anticipated Revenues:** The state anticipates the following revenues as
7 projected and available for appropriation for the fiscal year ending September
8 30, 2027.

9	(1) Compact Sector Grants	
10	a) Health Sector	\$ 12,573,941
11	b) Education	\$ 19,019,081
12	c) Public Infrastructure	\$ 13,300,000
13	d) Infrastructure Maintenance Fund	\$ 4,043,200
14	e) Capacity Building	\$ 927,212
15	f) Private Sector	\$ 187,000
16	g) Environment	\$ 1,325,566
17	h) ERA (7 th Sector)	\$ 1,064,000
18	(2) Local Revenues	\$ 21,179,747
19	Total Projections	\$ 73,619,747

20 **(b) Definition.** When use in this Act, the phrases:

21 (1) "Agency" means any agency, commission, authority, board, bureaus or the
22 organization of Chuuk State Government as established by law and not

1 specifically part of one of the three branches of the Chuuk State
2 Government.

3 (2) "Appropriation" refers to a law enacted by Chuuk State Legislature
4 which authorizes Chuuk State Government to incur obligations and to
5 make payment out of the Chuuk State Treasury in accordance with the
6 Constitution of the State of Chuuk.

7 (3) "Compact" refers to the Compact of Free Association, as amended, and
8 its related agreements entered into between the Government of the
9 Federated States of Micronesia and the Government of the United States
10 and as Enacted as United States Public Law No. 108-188.

11 (4) "Departments" refers to any departments and offices as prescribed in the
12 Organization Act of 2004, as amended.

13 (5) "Fiscal Procedure Agreement" means the Agreement concerning
14 procedures for the implementation of the United States Economic
15 Assistance Provided in the Compact of Free Association, as amended
16 between the Government of the Federated States of Micronesia and the
17 Government of the United States of America.

18 (6) "Fiscal Year" refers to each one-year period beginning October 1, and
19 ending on the next following September 30. Each Fiscal Year shall be
20 designated by number of the calendar year in which such Fiscal Year
21 ends.

22 (7) "Governor" means the Governor of the State of Chuuk.

23 (8) "Internal Operations" means the internal operations of the Executive,
24 Legislative and Judiciary Branches of the Chuuk State Government, State
25 Boards, Commissions, Authorities and other programs.

26 **Section 2. Appropriation.** The Legislature hereby authorized for appropriations of
27 the sum of \$71,059,438, or so much thereof, to fund the internal operations of the Chuuk
28 State Government for fiscal year ending September 30, 2027 provided, however that the
29 amount authorized and appropriated may be adjusted by later duly enacted statutes, if
30 warranted by the state's economic and financial condition. The funds deriving from the
31 Compact Sector Grants are herein authorized and appropriated subject to the conditions and

1 requirements imposed on the uses and allocations of such fund or funds as prescribed by
2 Fiscal Procedure Agreement and such relevant Grant Awards.

3 **Section 3. Operating Expenses of the Executive Branch.** The sum of
4 \$40,915,561, or so much thereof as may be necessary, is hereby appropriated from the
5 General Fund of the State for the fiscal year ending September 30, 2027, for the purpose of
6 funding the internal operations of the Executive Branch of the Chuuk State Government.
7 The Governor shall be the allottee of these funds. These funds shall be apportioned as
8 follows:

9	DEPARTMENT	COMPACT	LOCAL	TOTAL
10	A. HEALTH SERVICES			
11	1. Personnel	7,338,380	-0-	7,338,380
12	2. Travel	139,269	-0-	139,269
13	3. All Others			
14	i. Contr. Services	1,595,325	-0-	1,595,325
15	ii. OCE	3,445,967	-0-	3,445,967
16	iii. Fixed Assets	55,000	-0-	55,000
17	<i>Sub-Total</i>	<i>12,573,941</i>	<i>-0-</i>	<i>12,573,941</i>
18	B. EDUCATION			
19	1. Personnel	12,151,484	-0-	12,151,484
20	2. Travel	76,000	-0-	76,000
21	3. All Others			
22	i. Contr. Services	2,785,227	-0-	2,785,227
23	ii. OCE	3,226,754	-0-	3,226,754
24	iii. Fixed Assets	28,000	-0-	28,000
25	<i>Sub-Total</i>	<i>18,267,465</i>	<i>-0-</i>	<i>18,267,465</i>
26	C. DEPARTMENT OF ADMINISTRATIVE SERVICES			
27	1. Personnel	628,655	729,570	1,358,225
28	2. Travel	87,500	82,250	170,750
29	3. All Others			
30	i. Contr. Services	138,845	208,468	347,313

1				
2	ii. OCE	209,000	148,580	357,580
3	iii. Fixed Asset	-0-	50,000	50,000
4	Sub-Total	1,064,000	1,219,868	2,283,868
5	D. MARINE RESOURCES			
6	1. Personnel	-0-	297,316	297,316
7	2. Travel	-0-	18,000	18,000
8	3. All Others			
9	i. Contr. Services	95,000	-0-	-0-
10	ii. OCE	5,000	26,625	26,625
11	iii. Fixed Assets	-0-	35,000	35,000
12	Sub-Total	10,000	328,207	328,207
13	E. AGRICULTURE			
14	1. Personnel	-0-	288,380	288,380
15	2. Travel	6,000	15,000	15,000
16	3. All Others			
17	i. Contr. Services	37,000	-0-	37,000
18	ii. OCE	16,000	27,000	43,000
19	iii. Fixed Assets	16,000	22,000	38,000
20	Sub-Total	75,000	357,764	432,764
21	F. PUBLIC SAFETY			
22	1. Personnel	-0-	1,343,437	1,343,437
23	2. Travel	-0-	13,000	13,000
24	3. All Others			
25	i. Contr. Services	-0-	125,190	125,190
26	ii. OCE	-0-	246,000	246,000
27	iii. Fixed Assets	-0-	78,750	78,750
28	Sub-Total	-0-	1,806,377	1,806,377
29	G. PUBLIC WORKS AND TRANSPORTATION			
30	1. Personnel	-0-	1,061,036	1,061,036
31	2. Travel	-0-	88,400	88,400

1	3. All Others			
2	i. Contr. Services	-0-	427,640	427,640
3	ii. OCE	-0-	454,500	454,500
4	iii. Fixed Assets	-0-	1,214,000	1,214,000
5	Sub-Total	-0-	3,245,576	3,245,576
6	H. GOVERNOR'S OFFICE			
7	1. Personnel	-0-	237,773	237,773
8	2. Travel	-0-	136,000	136,000
9	3. All Others			
10	i. Contr. Services	-0-	301,850	301,850
11	ii. OCE	-0-	320,000	320,000
12	iii. Fixed Assets	-0-	139,000	139,000
13	Sub-Total	-0-	1,134,623	1,134,623
14	I. ATTORNEY GENERAL			
15	1. Personnel	-0-	570,358	570,358
16	2. Travel	-0-	48,000	48,000
17	3. All Others			
18	i. Contr. Services	-0-	49,416	49,416
19	ii. OCE	-0-	39,232	39,232
20	iii. Fixed Assets	-0-	-0-	-0-
21	Sub-Total	-0-	707,006	707,006
22	TOTAL	32,080,406	8,835,155	40,915,561

24 **Section 4. Operating Expenses of the Legislative Branch.** The Sum of
25 \$5,090,537, or so much thereof as may be necessary, is hereby appropriated from the
26 General Fund of the State of Chuuk for the Fiscal Year ending September 30, 2027,
27 for the purpose of funding the internal operation of the Legislative Branch of the
28 Chuuk State Government. The President and the Speaker shall be the allottee of the
29 funds. The funds shall be apportioned as follows:

30	LEGISLATIVE	COMPACT	LOCAL	TOTAL
31	1. Personnel	-0-	3,597,771	3,597,771

1	2. Travel	-0-	456,331	456,331
2	3. All Others			
3	i. Contr. Serv.	-0-	559,999	559,999
4	ii. OCE	-0-	476,436	476,436
5	iii. Fixed Assets	-0-	-0-	-0-
6	Sub-Total	-0-	5,090,537	5,090,537

7 **Section 5. Operating Expenses of the Judiciary Branch.** The Sum of
8 \$966,811, or so much thereof as may be necessary, is hereby appropriated from the
9 General Fund of the State of Chuuk for the Fiscal Year ending September 30, 2027,
10 for the purpose of funding the internal operation of the Judiciary Branch of the
11 Chuuk State Government. The Chief Justice shall be the allottee of the funds. The
12 funds shall be apportioned as follows:

13	JUDICIARY	COMPACT	LOCAL	TOTAL
14	1. Personnel	-0-	685,460	685,460
15	2. Travel	-0-	28,899	28,899
16	3. All Others			
17	i. Contr. Services	-0-	145,352	145,352
18	ii. OCE	-0-	476,436	476,436
19	iii. Fixed Assets	-0-	-0-	-0-
20	Sub-Total	-0-	5,090,537	5,090,537

21 **Section 6. Operation Expense of the Public Auditor.** The sum of \$361,933, or so
22 much thereof as may be necessary, is hereby appropriated from the General Fund of the
23 State for the period ending September 30, 2027, for the purpose of funding the operational
24 expenses of the Public Auditor of the Chuuk State Government. The Governor shall be the
25 allottee of these funds. These funds shall be apportioned as follows:

26	PUBLIC AUDITOR	COMPACT	LOCAL	TOTAL
27	1. Personnel	112,500	130,413	242,913
28	2. Travel	8,000	28,720	36,720
29	3. All Others			
30	i. Contr. Services	9,600	2,000	11,600
31	ii. OCE	-0-	30,700	30,700

1	iii. Fixed Assets	-0-	40,000	40,000
2	Sub-Total	<i>130,100</i>	<i>231,833</i>	<i>361,933</i>

3 **Section 7. Operation of the Commissions, Boards, Agencies, and Authorities.**

4 The sum of \$3,731,498, or so much thereof as may be necessary, is hereby appropriated
5 from the General Fund of the State for the period ending September 30, 2027, for the
6 purpose of funding the operational expenses of the Commissions, Boards, Agencies, and
7 Authorities of the Chuuk State Government. The Governor shall be the allottee of these funds.
8 These funds shall be apportioned as follows:

9	ACTIVITIES	COMPACT	LOCAL	TOTAL
10	A. LAND COMMISSION			
11	1. Personnel	-0-	229,248	229,248
12	2. Travel	-0-	7,000	7,000
13	3. All Others			
14	i. Contr. Services	-0-	65,000	65,000
15	ii. OCE	-0-	13,000	13,000
16	iii. Fixed Assets	-0-	19,000	19,000
17	Sub-Total	<i>-0-</i>	<i>333,248</i>	<i>333,248</i>
18	B. ELECTION COMMISSION			
19	1. Personnel	-0-	132,393	132,393
20	2. Travel	-0-	-0-	-0-
21	3. All Others			
22	i. Contr. Services	-0-	25,000	25,000
23	ii. OCE	-0-	21,470	21,470
24	iii. Fixed Assets	-0-	20,000	20,000
25	Sub-Total	<i>-0-</i>	<i>198,863</i>	<i>198,863</i>
26	C. RECREATION BOARD			
27	1. Personnel	-0-	66,341	66,341
28	2. Travel	-0-	22,000	22,000
29	3. All Others			
30	i. Contr. Services	-0-	15,750	15,750
31	ii. OCE	-0-	26,000	26,000

1	iii. Fixed Assets	-0-	20,000	20,000
2	Sub-Total	-0-	150,041	150,041
3	D. SCHOLARSHIP BOARD			
4	1. Personnel	-0-	-0-	-0-
5	2. Travel	-0-	-0-	-0-
6	3. All Others			
7	i. Contr. Services	406,859	-0-	406,859
8	ii. OCE	10,356	-0-	10,356
9	iii. Fixed Assets	-0-	-0-	-0-
10	Sub-Total	417,215	-0-	417,215
11	E. HOUSING AUTHORITY			
12	1. Personnel	-0-	91,823	91,823
13	2. Travel	-0-	5,000	5,000
14	3. All Others			
15	i. Contr. Services	-0-	-0-	-0-
16	ii. OCE	-0-	7,500	7,500
17	iii. Fixed Assets	-0-	-0-	-0-
18	Sub-Total	-0-	104,323	104,323
19	F. CEPA			
20	1. Personnel	330,795	-0-	330,795
21	2. Travel	43,000	-0-	43,000
22	3. All Others			
23	i. Contr. Services	367,000	-0-	367,000
24	ii. OCE	480,482	-0-	480,482
25	iii. Fixed Assets	134,289	-0-	134,289
26	Sub-Total	1,325,566	-0-	1,325,566
27	G. BOARD OF EDUCATION			
28	1. Personnel	-0-	-0-	-0-
29	2. Travel	4,000	-0-	4,000
30	3. All Others			
31	i. Contr. Services	59,000	-0-	59,000

1	ii. OCE	21,400	-0-	21,400
2	iii. Fixed Assets	-0-	-0-	-0-
3	Sub-Total	84,400	-0-	84,400
4	H. PUBLIC SERVICE COMMISSION			
5	1. Personnel	-0-	170,915	170,915
6	2. Travel	12,000	12,400	24,400
7	3. All Others			
8	i. Contr. Services	70,000	51,556	121,556
9	ii. OCE	18,000	34,000	21,000
10	iii. Fixed Assets	-0-	-0-	-0-
11	Sub-Total	100,000	268,871	368,871
12	I. CHUUK VISITORS BUREAU			
13	1. Personnel	27,000	85,010	112,010
14	2. Travel	20,000	17,500	37,500
15	3. All Others			
16	i. Contr. Services	20,000	15,000	35,000
17	ii. OCE	15,000	18,255	33,252
18	iii. Fixed Assets	30,000	-0-	30,000
19	Sub-Total	112,000	135,765	247,765
20	J. COMPACT FUNDS CONTROL COMMISSION			
21	1. Personnel	46,450	-0-	46,450
22	2. Travel	14,075	-0-	14,075
23	3. All Others			
24	i. Contr. Services	262,800	-0-	262,800
25	ii. OCE	62,000	-0-	62,000
26	iii. Fixed Assets	-0-	-0-	-0-
27	Sub-Total	385,325	-0-	385,325
28	K. REGISTRAR OF CORPORATION			
29	1. Personnel	-0-	79,480	79,480
30	2. Travel	-0-	12,500	12,500
31	3. All Others			

1	i. Contr. Services	-0-	1,400	1,400
2	ii. OCE	-0-	12,500	12,500
3	iii. Fixed Assets	-0-	10,000	10,000
4	Sub-Total	-0-	115,880	115,880
5	TOTAL	2,424,507	1,306,991	3,731,498

6 **Section 8. Operating Expenses of Other Programs/Grants.** The sum of
7 \$22,553,407, or so much thereof as may be necessary, is hereby appropriated from the
8 General Fund of the State for the fiscal year ending September 30, 2027 for the purpose of
9 funding the operational expenses of Other State Programs. The Governor shall be the
10 allottee of these funds. The funds shall be apportioned as follows:

11	ACTIVITIES	COMPACT	LOCAL	TOTAL
12	A. Municipal Operation			
13	1. Personnel	-0-	-0-	-0-
14	2. Travel	-0-	-0-	-0-
15	3. All Others			
16	i. Contr. Services	-0-	-0-	-0-
17	ii. OCE	-0-	2,750,000	2,750,000
18	iii. Fixed Assets	-0-	-0-	-0-
19	Sub-Total	-0-	2,750,000	2,750,000
20	B. Non Public School			
21	1. Personnel	-0-	-0-	-0-
22	2. Travel	-0-	-0-	-0-
23	3. All Others			
24	i. Contr. Services	-0-	-0-	-0-
25	ii. OCE	250,000	-0-	250,000
26	iii. Fixed Assets	-0-	-0-	-0-
27	Sub-Total	250,000	-0-	250,000
28	C. Rural Development			
29	1. Personnel	-0-	19,820	19,820
30	2. Travel	-0-	-0-	-0-
31	3. All Others			

1	i. Contr. Services	-0-	-0-	-0-
2	ii. OCE	-0-	2,500	2,500
3	iii. Fixed Assets	-0-	-0-	-0-
4	Sub-Total	-0-	22,320	22,320
5	D. DAS Oversight			
6	1. Personnel	-0-	-0-	-0-
7	2. Travel	5,000	-0-	5,000
8	3. All Others			
9	i. Contr. Services	175,000	-0-	175,000
10	ii. OCE	19,920	-0-	19,920
11	iii. Fixed Assets	-0-	-0-	-0-
12	Sub-Total	199,920	-0-	199,920
13	E. SEPDIC/MEL			
14	1. Personnel	-0-	47,025	47,025
15	2. Travel	-0-	14,000	14,000
16	3. All Others			
17	i. Contr. Services	-0-	109,800	109,800
18	ii. OCE	-0-	14,500	14,500
19	iii. Fixed Assets	-0-	15,000	15,000
20	Sub-Total	-0-	200,325	200,325
21	F. CSBDC (Small Business)			
22	1. Personnel	-0-	50,622	50,622
23	2. Travel	-0-	4,500	4,500
24	3. All Others			
25	i. Contr. Services	-0-	4,000	4,000
26	ii. OCE	-0-	14,400	14,400
27	iii. Fixed Assets	-0-	10,000	10,000
28	Sub-Total	-0-	83,522	83,522
29	G. General Election FY 2027			
30	1. Personnel	-0-	10,000	10,000
31	2. Travel	-0-	83,095	83,095

1	3. All Others			
2	i. Contr. Services	-0-	137,450	137,450
3	ii. OCE	-0-	33,750	33,750
4	iii. Fixed Assets	-0-	-0-	-0-
5	Sub-Total	-0-	264,295	264,295
6	H. Chuuk House			
7	1. Personnel	-0-	141,245	141,245
8	2. Travel	-0-	-0-	-0-
9	3. All Others			
10	i. Contr. Services	-0-	23,000	23,000
11	ii. OCE	-0-	70,400	70,400
12	iii. Fixed Assets	-0-	-0-	-0-
13	Sub-Total	-0-	234,645	234,645
14	I. Public Infra Grant			
15	1. Personnel	-0-	-0-	-0-
16	2. Travel	-0-	-0-	-0-
17	3. All Others			
18	i. Contr. Services	13,300,000	-0-	13,300,000
19	ii. OCE	-0-	-0-	-0-
20	iii. Fixed Assets	-0-	-0-	-0-
21	Sub-Total	13,300,000	-0-	13,300,000
22	J. Overseas Development Assistance			
23	1. Personnel	-0-	46,315	46,315
24	2. Travel	-0-	5,000	5,000
25	3. All Others			
26	i. Contr. Services	-0-	-0-	-0-
27	ii. OCE	-0-	11,500	11,500
28	iii. Fixed Assets	-0-	15,000	15,000
29	Sub-Total	-0-	77,715	77,715
30	K. MLSC			
31	1. Personnel	-0-	-0-	-0-

1	2. Travel	-0-	-0-	-0-
2	3. All Others			
3	i. Contr. Services	-0-	-0-	-0-
4	ii. OCE	-0-	25,000	25,000
5	iii. Fixed Assets	-0-	-0-	-0-
6	Sub-Total	-0-	25,000	25,000
7	L. Chuuk State Disaster and Emergency Operation Center			
8	1. Personnel	-0-	64,529	64,529
9	2. Travel	-0-	9,000	9,000
10	3. All Others			
11	i. Contr. Services	-0-	79,281	79,281
12	ii. OCE	-0-	22,000	22,000
13	iii. Fixed Assets	-0-	45,000	45,000
14	Sub-Total	-0-	219,810	219,810
15	M. Budget Office Certified Public Accountant Project			
16	1. Personnel	-0-	-0-	-0-
17	2. Travel	-0-	-0-	-0-
18	3. All Others			
19	i. Contr. Services	-0-	-0-	-0-
20	ii. OCE	11,867	-0-	11,867
21	iii. Fixed Assets	-0-	-0-	-0-
22	Sub-Total	11,867	-0-	11,867
23	N. Public Infra Grant- IMF			
24	1. Personnel	-0-	-0-	-0-
25	2. Travel	-0-	-0-	-0-
26	3. All Others			
27	i. Contr. Services	4,043,200	-0-	4,043,200
28	ii. OCE	-0-	-0-	-0-
29	iii. Fixed Assets	-0-	-0-	-0-
30	Sub-Total	4,043,200	-0-	4,043,200
31	O. State Complex			

1	1. Personnel	-0-	-0-	-0-
2	2. Travel	-0-	-0-	-0-
3	3. All Others			
4	i. Contr. Services	-0-	110,327	110,327
5	ii. OCE	-0-	320,000	320,000
6	iii. Fixed Assets	-0-	-0-	-0-
7	Sub-Total	-0-	430,327	430,327
8	P. ADB Loan			
9	1. Personnel	-0-	-0-	-0-
10	2. Travel	-0-	-0-	-0-
11	3. All Others			
12	i. Contr. Services	-0-	-0-	-0-
13	ii. OCE	-0-	440,461	440,461
14	iii. Fixed Assets	-0-	-0-	-0-
15	Sub-Total	-0-	440,461	440,461
16	TOTAL	17,804,987	4,748,420	22,553,407
17	GRAND TOTAL	52,440,000	21,179,747	73,619,747

18 **Section 9. Employment Ceiling.** The employment ceiling set forth in this section
19 shall apply to every department or office in the Executive Branch, Legislative Branch,
20 Judicial Branch, State Public Auditor, and Boards, Authorities and Commissions. The
21 employment ceiling so set forth shall apply to all regular employment contracts with terms
22 of one year or more. Any additional positions to the above employment ceiling are void and
23 shall be deleted automatically during subsequent budget consideration. Any person hired in
24 violation of the employment ceiling shall not be a legal employee of Chuuk State, and shall
25 not be entitled to any compensation or other employment benefits. The employment ceiling
26 under this Act sets the maximum number of positions of the Chuuk State Government as
27 authorized as follows:

28	A. EXECUTIVE BRANCH		
29	1. Health Services		446
30	2. Education		751
31	3. Administrative Services		76

1	4. Marine Resources	20
2	5. Agriculture	20
3	6. Public Works & Transportation	98
4	7. Public Safety	130
5	8. Governor's Office	10
6	9. Attorney General	13
7	B. LEGISLATIVE BRANCH	97
8	C. JUDICIARY BRANCH	28
9	D. PUBLIC AUDITOR	7
10	E. BOARDS & COMMISSIONS:	
11	1. Land Commission	18
12	2. Election Board	8
13	3. Environmental Protection Agency	18
14	4. Housing Authority	5
15	5. Public Service Commission	9
16	6. Visitors Bureau	4
17	7. Recreation Board	4
18	8. Scholarship Board	0
19	9. Independent Prosecutor	0
20	10. Board of Education	0
21	11. CFCC	0
22	12. Chuuk House	5
23	13. Small Business	3
24	14. Rural Development	1
25	15. COM Land Grant	0
26	16. DAS Oversight	0
27	17. SEPDIC	2
28	18. ODA	2
29	19. Disaster & Emergency Operation Center	4
30	20. Registrar of Corporation	4
31	TOTAL	1,783

1 **Section 10. Reprogramming.** Allottees of funds herein appropriated are authorized
2 to reprogram not more than fifteen (15%) percent of the appropriated line items, provided,
3 that the line items in which the reprogram amounts goes into shall also have sums
4 appropriated therein. Reprogramming shall be allowed only from unused non-personnel line
5 items and within the Department or Office, PROVIDED HOWEVER, reprogramming may
6 be authorized for such funds appropriated from sources including funding under Compact
7 Sector Grants, PROVIDED FURTHERMORE, that the allottee of such funds needing to be
8 re-programmed or re-allocated shall inform the Presiding Officers of the Legislature notice
9 of such reprogramming or re-allocation.

10 **Section 11. Obligation and Reversion of Fund.** All funds appropriated under this
11 Act shall be allotted, disbursed and administered pursuant to the State Financial
12 Management Act, the Contract Bidding Law and other applicable laws of the State. Every
13 allottee of funds under this Act shall be responsible to ensure that the funds are used for the
14 purposes of which they are authorized and appropriated and no obligation of funds shall
15 exceed the amounts appropriated. Except as specifically provided in this Act, all funds not
16 obligated upon the expiration of Fiscal Year 2027 shall revert to the General Fund of the
17 State for subsequent appropriation.

18 **Section 12. Administration and Reporting.**

19 **(a) Administration.** The sum appropriated by this Act shall be administered by and
20 is allotted to the respective allottees or their designees, who shall be responsible
21 to the Legislature and the grant donors to ensure that the funds are expended and
22 implemented solely for the specific purpose and conditions of which each grant
23 was awarded and in accordance with the State Financial Management Act and
24 regulation, and that no obligations are incurred in excess of the sum appropriated.
25 These funds shall remain available to be used and expended in accordance with
26 grant terms and conditions of which it was issued and with respect to grant
27 expiration or at the end of the Fiscal Year. An allottee shall only expend funds
28 after the relevant advice of allotment for a grant award is received by the
29 appropriate division in the Department of Administrative Services. FURTHER,
30 the allocation and specific uses of the funds shall be obligated and expended in
31 accordance with the budget worksheets and grant awards. FURTHER, the budget

1 worksheets are hereby made a part of this Act, and expenditures of funds may not
2 exceed the allocations and specific purposes shown therein, unless this Act is
3 amended by the Legislature to provide for a greater amount of allocation.

4 **(b) Reporting.** The respective allottees or their designees, shall submit a written
5 report to the Legislature on or before September 30, 2026, which shall:

- 6 i. Provide for the full disclosure of the obligations incurred against the sum
7 appropriated by this Act and indicated status of such funds; and
- 8 ii. Indicate the planned use, of the remaining balance of the said funds, if
9 there is any.

10 **Section 13. Effective Date.** This Act shall take effect upon approval by the
11 Governor, or upon its becoming law without such approval.

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13
14
15 Dated: 4-19-26

Introduced by: /s/
Hon. Andrel "Cheche Yammoto
Floor Leader (by request)