

A HOUSE BILL FOR AN ACT

To appropriate the sum of \$70,953,807 from the General Fund of the State of Chuuk for fiscal year ending September 30, 2026, 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 projected
7 and available for appropriation for the fiscal year ending September 30, 2026.

8 (1) Compact Sector Grants

9	a) Health Sector	\$ 12,420,981
10	b) Education	\$ 18,786,055
11	c) Public Infrastructure	\$ 13,300,000
12	d) Infrastructure Maintenance Fund	\$ 3,883,600
13	e) Capacity Building	\$ 727,212
14	f) Private Sector	\$ 112,000
15	g) Environment	\$ 1,731,230
16	h) ERA (7 th Sector)	\$ 1,064,000
17	(2) Local Revenues	\$ 18,928,730
18	Total Projections	\$ 70,953,807

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

20 (1) "Agency" means any agency, commission, authority, board, bureaus or the
21 organization of Chuuk State Government as established by law and not
22 specifically part of one of the three branches of the Chuuk State
23 Government.

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

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

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

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

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

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

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

23 **Section 2. Appropriation.** The Legislature hereby authorized for appropriations of
24 the sum of \$70,953,807, or so much thereof, to fund the internal operations of the Chuuk
25 State Government for fiscal year ending September 30, 2026 provided, however that the
26 amount authorized and appropriated may be adjusted by later duly enacted statutes, if
27 warranted by the state's economic and financial condition. The funds deriving from the
28 Compact Sector Grants are herein authorized and appropriated subject to the conditions and
29 requirements imposed on the uses and allocations of such fund or funds as prescribed by
30 Fiscal Procedure Agreement and such relevant Grant Awards.

1 **Section 3. Operating Expenses of the Executive Branch.** The sum of \$40,220,418,
 2 or so much thereof as may be necessary, is hereby appropriated from the General Fund of
 3 the State for the fiscal year ending September 30, 2026, for the purpose of funding the
 4 internal operations of the Executive Branch of the Chuuk State Government. The Governor
 5 shall be the allottee of these funds. These funds shall be apportioned as follows:

6	DEPARTMENT	COMPACT	LOCAL	TOTAL
7	A. HEALTH SERVICES			
8	1. Personnel	7,240,418	-0-	7,240,418
9	2. Travel	128,700	-0-	128,700
10	3. All Others			
11	i. Contr. Services	1,501,289	-0-	1,501,289
12	ii. OCE	3,500,574	-0-	3,500,574
13	iii. Fixed Assets	50,000	-0-	50,000
14	Sub-Total	12,420,981	-0-	12,420,981
15	B. EDUCATION			
16	1. Personnel	11,821,584	-0-	11,821,584
17	2. Travel	101,000	-0-	101,000
18	3. All Others			
19	i. Contr. Services	3,021,834	-0-	3,021,834
20	ii. OCE	3,143,522	-0-	3,143,522
21	iii. Fixed Assets	30,000	-0-	30,000
22	Sub-Total	18,117,940	-0-	18,117,940
23	C. DEPARTMENT OF ADMINISTRATIVE SERVICES			
24	1. Personnel	572,038	595,736	1,167,774
25	2. Travel	78,000	53,200	131,200
26	3. All Others	-0-	-0-	-0-
27	i. Contr. Services	184,428	183,968	368,396
28	ii. OCE	194,534	150,983	345,517
29	iii. Fixed Asset	35,000	12,000	47,000
30	Sub-Total	1,064,000	995,887	2,059,887
31	D. MARINE RESOURCES			

1	1. Personnel	-0-	254,582	254,582
2	2. Travel	-0-	12,000	12,000
3	3. All Others			
4	i. Contr. Services	-0-	-0-	-0-
5	ii. OCE	-0-	26,625	26,625
6	iii. Fixed Assets	-0-	35,000	35,000
7	Sub-Total	-0-	328,207	328,207
8	E. AGRICULTURE			
9	1. Personnel	-0-	288,380	288,380
10	2. Travel	-0-	15,000	15,000
11	3. All Others			
12	i. Contr. Services	-0-	10,000	10,000
13	ii. OCE	-0-	22,000	22,000
14	iii. Fixed Assets	-0-	-0-	-0-
15	Sub-Total	-0-	335,380	335,380
16	F. PUBLIC SAFETY			
17	1. Personnel	-0-	1,692,992	1,692,992
18	2. Travel	-0-	72,345	72,345
19	3. All Others			
20	i. Contr. Services	-0-	69,065	69,065
21	ii. OCE	-0-	357,503	357,503
22	iii. Fixed Assets	-0-	136,521	136,521
23	Sub-Total	-0-	2,328,426	2,328,426
24	G. PUBLIC WORKS AND TRANSPORTATION			
25	1. Personnel	-0-	1,058,864	1,058,864
26	2. Travel	-0-	128,188	128,188
27	3. All Others			
28	i. Contr. Services	-0-	177,515	177,515
29	ii. OCE	-0-	1,188,144	1,188,144
30	iii. Fixed Assets	-0-	165,000	165,000
31	Sub-Total	-0-	2,717,711	2,717,711

1	H. GOVERNOR'S OFFICE			
2	1. Personnel	-0-	237,755	237,755
3	2. Travel	-0-	118,000	118,000
4	3. All Others			
5	i. Contr. Services	-0-	373,906	373,906
6	ii. OCE	-0-	634,000	634,000
7	iii. Fixed Assets	-0-	35,000	35,000
8	Sub-Total	-0-	1,398,661	1,398,661
9	I. ATTORNEY GENERAL			
10	1. Personnel	-0-	416,705	416,705
11	2. Travel	-0-	40,500	40,500
12	3. All Others			
13	i. Contr. Services	-0-	57,820	57,820
14	ii. OCE	-0-	28,200	28,200
15	iii. Fixed Assets	-0-	-0-	-0-
16	Sub-Total	-0-	543,225	543,225
17	TOTAL	31,602,921	8,647,497	40,250,418

18 **Section 4. Operating Expenses of the Legislative Branch.** The Sum of
19 \$3,708,955, or so much thereof as may be necessary, is hereby appropriated from the
20 General Fund of the State of Chuuk for the Fiscal Year ending September 30, 2026,
21 for the purpose of funding the internal operation of the Legislative Branch of the
22 Chuuk State Government. The President and the Speaker shall be the allottee of the
23 funds. The funds shall be apportioned as follows:

24	LEGISLATIVE	COMPACT	LOCAL	TOTAL
25	1. Personnel	-0-	2,713,036	2,713,036
26	2. Travel	-0-	287,570	287,570
27	3. All Others			
28	i. Contr. Serv.	-0-	374,324	374,324
29	ii. OCE	-0-	334,025	334,025
30	iii. Fixed Assets	-0-	-0-	-0-
31	Sub-Total	-0-	3,708,955	3,708,955

1 **Section 5. Operating Expenses of the Judiciary Branch.** The Sum of
 2 \$849,243, or so much thereof as may be necessary, is hereby appropriated from the
 3 General Fund of the State of Chuuk for the Fiscal Year ending September 30, 2026,
 4 for the purpose of funding the internal operation of the Judiciary Branch of the
 5 Chuuk State Government. The Chief Justice shall be the allottee of the funds. The
 6 funds shall be apportioned as follows:

7 JUDICIARY	8 COMPACT	9 LOCAL	10 TOTAL
11 1. Personnel	12 -0-	13 597,738	14 597,738
15 2. Travel	16 -0-	17 23,319	18 23,319
19 3. All Others			
20 i. Contr. Services	21 -0-	22 79,250	23 79,250
24 ii. OCE	25 -0-	26 99,936	27 99,936
28 iii. Fixed Assets	29 -0-	30 49,000	31 49,000
32 Sub-Total	33 -0-	34 849,243	35 849,243

36 **Section 6. Operation Expense of the Public Auditor.** The sum of \$353,130, or so
 37 much thereof as may be necessary, is hereby appropriated from the General Fund of the
 38 State for the period ending September 30, 2026, for the purpose of funding the operational
 39 expenses of the Public Auditor of the Chuuk State Government. The Governor shall be the
 40 allottee of these funds. These funds shall be apportioned as follows:

41 PUBLIC AUDITOR	42 COMPACT	43 LOCAL	44 TOTAL
45 1. Personnel	46 112,500	47 127,330	48 239,830
49 2. Travel	50 8,000	51 40,000	52 48,000
53 3. All Others			
54 i. Contr. Services	55 9,600	56 2,000	57 11,600
58 ii. OCE	59 -0-	60 20,700	61 20,700
62 iii. Fixed Assets	63 -0-	64 33,000	65 33,000
66 Sub-Total	67 130,100	68 223,030	69 353,130

70 **Section 7. Operation of the Commissions, Boards, Agencies, and Authorities.** The
 71 sum of \$3,944,027, or so much thereof as may be necessary, is hereby appropriated from the
 72 General Fund of the State for the period ending September 30, 2026, for the purpose of
 73 funding the operational expenses of the Commissions, Boards, Agencies, and Authorities of

1 the Chuuk State Government. The Governor shall be the allottee of these funds. These funds
 2 shall be apportioned as follows:

3	ACTIVITIES	COMPACT	LOCAL	TOTAL
4	A. LAND COMMISSION			
5	1. Personnel	-0-	210,023	210,023
6	2. Travel	-0-	5,000	5,000
7	3. All Others			
8	i. Contr. Services	-0-	-0-	-0-
9	ii. OCE	-0-	15,000	15,000
10	iii. Fixed Assets	-0-	-0-	-0-
11	Sub-Total	-0-	230,023	230,023
12	B. ELECTION COMMISSION			
13	1. Personnel	-0-	135,395	135,395
14	2. Travel	-0-	-0-	-0-
15	3. All Others			
16	i. Contr. Services	-0-	44,100	44,100
17	ii. OCE	-0-	40,226	40,226
18	iii. Fixed Assets	-0-	20,000	20,000
19	Sub-Total	-0-	239,721	239,721
20	C. RECREATION BOARD			
21	1. Personnel	-0-	73,415	73,415
22	2. Travel	-0-	12,000	12,000
23	3. All Others			
24	i. Contr. Services	-0-	15,750	15,750
25	ii. OCE	-0-	32,500	32,500
26	iii. Fixed Assets	-0-	30,000	30,000
27	Sub-Total	-0-	163,665	163,665
28	D. SCHOLARSHIP BOARD			
29	1. Personnel	-0-	-0-	-0-
30	2. Travel	-0-	-0-	-0-
31	3. All Others			

1	i. Contr. Services	331,859	-0-	331,859
2	ii. OCE	10,356	-0-	10,356
3	iii. Fixed Assets	-0-	-0-	-0-
4	Sub-Total	342,215	-0-	342,215
5	E. HOUSING AUTHORITY			
6	1. Personnel	-0-	89,547	89,547
7	2. Travel	-0-	8,575	8,575
8	3. All Others			
9	i. Contr. Services	-0-	22,025	22,025
10	ii. OCE	-0-	12,600	12,600
11	iii. Fixed Assets	-0-	10,000	10,000
12	Sub-Total	-0-	142,747	142,747
13	F. CEPA			
14	1. Personnel	339,730	-0-	339,730
15	2. Travel	48,500	-0-	48,500
16	3. All Others			
17	i. Contr. Services	438,000	-0-	438,000
18	ii. OCE	575,000	-0-	575,000
19	iii. Fixed Assets	330,000	-0-	330,000
20	Sub-Total	1,731,230	-0-	1,731,230
21	G. BOARD OF EDUCATION			
22	1. Personnel	-0-	-0-	-0-
23	2. Travel	3,000	-0-	3,000
24	3. All Others			
25	i. Contr. Services	50,000	-0-	50,000
26	ii. OCE	22,900	-0-	22,900
27	iii. Fixed Assets	-0-	-0-	-0-
28	Sub-Total	75,900	-0-	75,900
29	H. PUBLIC SERVICE COMMISSION			
30	1. Personnel	-0-	166,891	166,891
31	2. Travel	-0-	3,700	3,700

1	3. All Others			
2	i. Contr. Services	-0-	34,000	34,000
3	ii. OCE	-0-	21,000	21,000
4	iii. Fixed Assets	-0-	-0-	-0-
5	Sub-Total	-0-	225,591	225,591
6	I. CHUUK VISITORS BUREAU			
7	1. Personnel	20,250	85,010	105,260
8	2. Travel	5,000	17,500	22,500
9	3. All Others			
10	i. Contr. Services	56,750	15,000	71,750
11	ii. OCE	20,000	17,630	37,630
12	iii. Fixed Assets	10,000	-0-	10,000
13	Sub-Total	112,000	135,140	247,140
14	J. COMPACT FUNDS CONTROL COMMISSION			
15	1. Personnel	46,450	-0-	46,450
16	2. Travel	14,075	-0-	14,075
17	3. All Others			
18	i. Contr. Services	262,800	-0-	262,800
19	ii. OCE	62,000	-0-	62,000
20	iii. Fixed Assets	-0-	-0-	-0-
21	Sub-Total	385,325	-0-	385,325
22	K. REGISTRAR OF CORPORATION			
23	1. Personnel	-0-	79,470	79,470
24	2. Travel	-0-	27,500	27,500
25	3. All Others			
26	i. Contr. Services	-0-	23,500	23,500
27	ii. OCE	-0-	10,000	10,000
28	iii. Fixed Assets	-0-	20,000	20,000
29	Sub-Total	-0-	160,470	160,470
30	TOTAL	2,646,670	1,297,357	3,944,027

1 **Section 8. Operating Expenses of Other Programs/Grants.** The sum of
 2 \$21,848,035, or so much thereof as may be necessary, is hereby appropriated from the
 3 General Fund of the State for the fiscal year ending September 30, 2026 for the purpose of
 4 funding the operational expenses of Other State Programs. The Governor shall be the
 5 allottee of these funds. The funds shall be apportioned as follows:

6	ACTIVITIES	COMPACT	LOCAL	TOTAL
7	A. Municipal Operation			
8	1. Personnel	-0-	-0-	-0-
9	2. Travel	-0-	-0-	-0-
10	3. All Others			
11	i. Contr. Services	-0-	-0-	-0-
12	ii. OCE	-0-	3,164,296	3,164,296
13	iii. Fixed Assets	-0-	-0-	-0-
14	Sub-Total	-0-	3,164,296	3,164,296
15	B. Non Public School			
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	250,000	-0-	250,000
21	iii. Fixed Assets	-0-	-0-	-0-
22	Sub-Total	250,000	-0-	250,000
23	C. Rural Development			
24	1. Personnel	-0-	19,820	19,820
25	2. Travel	-0-	-0-	-0-
26	3. All Others			
27	i. Contr. Services	-0-	-0-	-0-
28	ii. OCE	-0-	2,500	2,500
29	iii. Fixed Assets	-0-	-0-	-0-
30	Sub-Total	-0-	22,320	22,320
31	D. DAS Oversight			

1	1. Personnel	-0-	-0-	-0-
2	2. Travel	5,000	-0-	5,000
3	3. All Others			
4	i. Contr. Services	175,000	-0-	175,000
5	ii. OCE	19,920	-0-	19,920
6	iii. Fixed Assets	-0-	-0-	-0-
7	Sub-Total	199,920	-0-	199,920
8	E. SEPDIC			
9	1. Personnel	-0-	49,025	49,025
10	2. Travel	-0-	13,000	13,000
11	3. All Others			
12	i. Contr. Services	-0-	7,800	7,800
13	ii. OCE	-0-	14,000	14,000
14	iii. Fixed Assets	-0-	-0-	-0-
15	Sub-Total	-0-	83,825	83,825
16	F. CSBDC (Small Business)			
17	1. Personnel	-0-	71,522	71,522
18	2. Travel	-0-	12,250	12,250
19	3. All Others			
20	i. Contr. Services	-0-	4,000	4,000
21	ii. OCE	-0-	18,400	18,400
22	iii. Fixed Assets	-0-	-0-	-0-
23	Sub-Total	-0-	106,172	106,172
24	G. C&I: Tourism Sites Improvement and Preservation Effort of 2023			
25	1. Personnel	-0-	-0-	-0-
26	2. Travel	-0-	-0-	-0-
27	3. All Others			
28	i. Contr. Services	-0-	-0-	-0-
29	ii. OCE	-0-	-0-	-0-
30	iii. Fixed Assets	-0-	-0-	-0-
31	Sub-Total	-0-	-0-	-0-

1	H. Chuuk House			
2	1. Personnel	-0-	79,515	79,515
3	2. Travel	-0-	5,000	5,000
4	3. All Others			
5	i. Contr. Services	-0-	85,000	85,000
6	ii. OCE	-0-	70,400	70,400
7	iii. Fixed Assets	-0-	-0-	-0-
8	Sub-Total	-0-	239,915	239,915
9	I. Public Infra Grant			
10	1. Personnel	-0-	-0-	-0-
11	2. Travel	-0-	-0-	-0-
12	3. All Others			
13	i. Contr. Services	13,300,000	-0-	13,300,000
14	ii. OCE	-0-	-0-	-0-
15	iii. Fixed Assets	-0-	-0-	-0-
16	Sub-Total	13,300,000	-0-	13,300,000
17	J. Overseas Development Assistance			
18	1. Personnel	-0-	48,950	48,950
19	2. Travel	-0-	3,000	3,000
20	3. All Others			
21	i. Contr. Services	-0-	-0-	-0-
22	ii. OCE	-0-	9,500	9,500
23	iii. Fixed Assets	-0-	-0-	-0-
24	Sub-Total	-0-	61,450	61,450
25	K. MLSC			
26	1. Personnel	-0-	-0-	-0-
27	2. Travel	-0-	-0-	-0-
28	3. All Others			
29	i. Contr. Services	-0-	25,000	25,000
30	ii. OCE	-0-	-0-	-0-
31	iii. Fixed Assets	-0-	-0-	-0-

1	Sub-Total	-0-	25,000	25,000
2	L. Chuuk State Disaster and Emergency Operation Center			
3	1. Personnel	-0-	59,133	59,133
4	2. Travel	-0-	17,094	17,094
5	3. All Others			
6	i. Contr. Services	-0-	80,899	80,899
7	ii. OCE	-0-	19,274	19,274
8	iii. Fixed Assets	-0-	35,000	35,000
9	Sub-Total	-0-	211,400	211,400
10	M. Budget Office Certified Public Accountant Project			
11	1. Personnel	-0-	-0-	-0-
12	2. Travel	-0-	-0-	-0-
13	3. All Others			
14	i. Contr. Services	-0-	-0-	-0-
15	ii. OCE	11,867	-0-	11,867
16	iii. Fixed Assets	-0-	-0-	-0-
17	Sub-Total	11,867	-0-	11,867
18	N. Public Infra Grant- IMF			
19	1. Personnel	-0-	-0-	-0-
20	2. Travel	-0-	-0-	-0-
21	3. All Others			
22	i. Contr. Services	3,883,600	-0-	3,883,600
23	ii. OCE	-0-	-0-	-0-
24	iii. Fixed Assets	-0-	-0-	-0-
25	Sub-Total	3,883,600	-0-	3,883,600
26	O. State Complex			
27	1. Personnel	-0-	-0-	-0-
28	2. Travel	-0-	-0-	-0-
29	3. All Others			
30	i. Contr. Services	-0-	120,270	120,270
31	ii. OCE	-0-	50,000	50,000

1	iii. Fixed Assets	-0-	30,000	30,000
2	Sub-Total	-0-	200,270	200,270
3	P. Group Life Insurance			
4	1. Personnel	-0-	-0-	-0-
5	2. Travel	-0-	10,000	10,000
6	3. All Others			
7	i. Contr. Services	-0-	55,125	55,125
8	ii. OCE	-0-	22,875	22,875
9	iii. Fixed Assets	-0-	-0-	-0-
10	Sub-Total	-0-	88,000	88,000
11	TOTAL	17,645,387	4,202,648	21,848,035
12	GRAND TOTAL	52,025,077	18,928,730	70,953,807

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

23	A. EXECUTIVE BRANCH	
24	1. Health Services	443
25	2. Education	722
26	3. Administrative Services	71
27	4. Marine Resources	20
28	5. Agriculture	20
29	6. Public Works & Transportation	90
30	7. Public Safety	155
31	8. Governor's Office	10

1	9. Attorney General	11
2	B. LEGISLATIVE BRANCH	94
3	C. JUDICIARY BRANCH	28
4	D. PUBLIC AUDITOR	8
5	E. BOARDS & COMMISSIONS:	
6	1. Land Commission	17
7	2. Election Board	8
8	3. Environmental Protection Agency	18
9	4. Housing Authority	5
10	5. Public Service Commission	9
11	6. Visitors Bureau	4
12	7. Recreation Board	5
13	8. Scholarship Board	0
14	9. Independent Prosecutor	0
15	10. Board of Education	0
16	11. CFCC	0
17	12. Chuuk House	3
18	13. Small Business	3
19	14. Rural Development	1
20	15. COM Land Grant	0
21	16. DAS Oversight	0
22	17. SEPDIC	2
23	18. ODA	2
24	19. Disaster & Emergency Operation Center	4
25	20. Registrar of Corporation	4
26	TOTAL	1,758

27 **Section 10. Reprogramming.** Allottees of funds herein appropriated are authorized
28 to reprogram not more than fifteen (15%) percent of the appropriated line items, provided,
29 that the line items in which the reprogram amounts goes into shall also have sums
30 appropriated therein. Reprogramming shall be allowed only from unused non-personnel line
31 items and within the Department or Office, PROVIDED HOWEVER, reprogramming may

1 be authorized for such funds appropriated from sources including funding under Compact
2 Sector Grants, PROVIDED FURTHERMORE, that the allottee of such funds needing to be
3 re-programmed or re-allocated shall inform the Presiding Officers of the Legislature notice
4 of such reprogramming or re-allocation.

5 **Section 11. Obligation and Reversion of Fund.** All funds appropriated under this
6 Act shall be allotted, disbursed and administered pursuant to the State Financial
7 Management Act, the Contract Bidding Law and other applicable laws of the State. Every
8 allottee of funds under this Act shall be responsible to ensure that the funds are used for the
9 purposes of which they are authorized and appropriated and no obligation of funds shall
10 exceed the amounts appropriated. Except as specifically provided in this Act, all funds not
11 obligated upon the expiration of Fiscal Year 2026 shall revert to the General Fund of the
12 State for subsequent appropriation.

13 **Section 12. Administration and Reporting.**

14 **(a) Administration.** The sum appropriated by this Act shall be administered by and
15 is allotted to the respective allottees or their designees, who shall be responsible
16 to the Legislature and the grant donors to ensure that the funds are expended and
17 implemented solely for the specific purpose and conditions of which each grant
18 was awarded and in accordance with the State Financial Management Act and
19 regulation, and that no obligations are incurred in excess of the sum appropriated.
20 These funds shall remain available to be used and expended in accordance with
21 grant terms and conditions of which it was issued and with respect to grant
22 expiration or at the end of the Fiscal Year. An allottee shall only expend funds
23 after the relevant advice of allotment for a grant award is received by the
24 appropriate division in the Department of Administrative Services. FURTHER,
25 the allocation and specific uses of the funds shall be obligated and expended in
26 accordance with the budget worksheets and grant awards. FURTHER, the budget
27 worksheets are hereby made a part of this Act, and expenditures of funds may not
28 exceed the allocations and specific purposes shown therein, unless this Act is
29 amended by the Legislature to provide for a greater amount of allocation.

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

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

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

Date:

4/22/25

Introduced by:



Hon. Wayne Olap
Floor Leader (by request)