

A SENATE 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:

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

(a) Anticipated Revenues: The state anticipates the following revenues as projected and available for appropriation for the fiscal year ending September 30, 2026.

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

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

(1) “Agency” means any agency, commission, authority, board, bureaus or the organization of Chuuk State Government as established by law and

1 not 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 \$70,953,807, or so much thereof, to fund the internal operations of the Chuuk
28 State Government for fiscal year ending September 30, 2026 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 \$40,220,418, 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, 2026, 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	7,240,418	-0-	7,240,418
12	2. Travel	128,700	-0-	128,700
13	3. All Others			
14	i. Contr. Services	1,501,289	-0-	1,501,289
15	ii. OCE	3,500,574	-0-	3,500,574
16	iii. Fixed Assets	50,000	-0-	50,000
17	<i>Sub-Total</i>	<i>12,420,981</i>	<i>-0-</i>	<i>12,420,981</i>
18	B. EDUCATION			
19	1. Personnel	11,821,584	-0-	11,821,584
20	2. Travel	101,000	-0-	101,000
21	3. All Others			
22	i. Contr. Services	3,021,834	-0-	3,021,834
23	ii. OCE	3,143,522	-0-	3,143,522
24	iii. Fixed Assets	30,000	-0-	30,000
25	<i>Sub-Total</i>	<i>18,117,940</i>	<i>-0-</i>	<i>18,117,940</i>
26	C. DEPARTMENT OF ADMINISTRATIVE SERVICES			
27	1. Personnel	572,038	595,736	1,167,774
28	2. Travel	78,000	53,200	131,200
29	3. All Others			
30	i. Contr. Services	184,428	183,968	368,396
31				

1				
2	ii. OCE	194,534	150,983	345,517
3	iii. Fixed Asset	35,000	12,000	47,000
4	Sub-Total	1,064,000	995,887	2,059,887
5	D. MARINE RESOURCES			
6	1. Personnel	-0-	254,582	254,582
7	2. Travel	-0-	12,000	12,000
8	3. All Others			
9	i. Contr.Services	-0-	-0-	-0-
10	ii. OCE	-0-	26,625	26,625
11	iii. Fixed Assets	-0-	35,000	35,000
12	Sub-Total	-0-	328,207	328,207
13	E. AGRICULTURE			
14	1. Personnel	-0-	288,380	288,380
15	2. Travel	-0-	15,000	15,000
16	3. All Others			
17	i. Contr.Services	-0-	10,000	10,000
18	ii. OCE	-0-	22,000	22,000
19	iii. Fixed Assets	-0-	-0-	-0-
20	Sub-Total	-0-	335,380	335,380
21	F. PUBLIC SAFETY			
22	1. Personnel	-0-	1,692,992	1,692,992
23	2. Travel	-0-	72,345	72,345
24	3. All Others			
25	i. Contr.Services	-0-	69,065	69,065
26	ii. OCE	-0-	357,503	357,503
27	iii. Fixed Assets	-0-	136,521	136,521
28	Sub-Total	-0-	2,328,426	2,328,426
29	G. PUBLIC WORKS AND TRANSPORTATION			
30	1. Personnel	-0-	1,058,864	1,058,864
31	2. Travel	-0-	128,188	128,188

1	3. All Others			
2	i. Contr.Services	-0-	177,515	177,515
3	ii. OCE	-0-	1,188,144	1,188,144
4	iii. Fixed Assets	-0-	165,000	165,000
5	Sub-Total	-0-	2,717,711	2,717,711
6	H. GOVERNOR'S OFFICE			
7	1. Personnel	-0-	237,755	237,755
8	2. Travel	-0-	118,000	118,000
9	3. All Others			
10	i. Contr.Services	-0-	373,906	373,906
11	ii. OCE	-0-	634,000	634,000
12	iii. Fixed Assets	-0-	35,000	35,000
13	Sub-Total	-0-	1,398,661	1,398,661
14	I. ATTORNEY GENERAL			
15	1. Personnel	-0-	416,705	416,705
16	2. Travel	-0-	40,500	40,500
17	3. All Others			
18	i. Contr.Services	-0-	57,820	57,820
19	ii. OCE	-0-	28,200	28,200
20	iii. Fixed Assets	-0-	-0-	-0-
21	Sub-Total	-0-	543,225	543,225
22	TOTAL	31,602,921	8,647,497	40,250,418
23	Section 4. Operating Expenses of the Legislative Branch. The Sum of			
24	\$3,708,955, or so much thereof as may be necessary, is hereby appropriated from			
25	the General Fund of the State of Chuuk for the Fiscal Year ending September 30,			
26	2026, for the purpose of funding the internal operation of the Legislative Branch of			
27	the Chuuk State Government. The President and the Speaker shall be the allottee of			
28	the funds. The funds shall be apportioned as follows:			
29	LEGISLATIVE	COMPACT	LOCAL	TOTAL
30	1. Personnel	-0-	2,713,036	2,713,036
31	2. Travel	-0-	287,570	287,570

1	3. All Others			
2	i. Contr. Serv.	-0-	374,324	374,324
3	ii. OCE	-0-	334,025	334,025
4	iii. Fixed Assets	-0-	-0-	-0-
5	Sub-Total	-0-	3,708,955	3,708,955

6 **Section 5. Operating Expenses of the Judiciary Branch.** The Sum of
7 \$849,243, or so much thereof as may be necessary, is hereby appropriated from the
8 General Fund of the State of Chuuk for the Fiscal Year ending September 30, 2026,
9 for the purpose of funding the internal operation of the Judiciary Branch of the
10 Chuuk State Government. The Chief Justice shall be the allottee of the funds. The
11 funds shall be apportioned as follows:

12	JUDICIARY	COMPACT	LOCAL	TOTAL
13	1. Personnel	-0-	597,738	597,738
14	2. Travel	-0-	23,319	23,319
15	3. All Others			
16	i. Contr. Services	-0-	79,250	79,250
17	ii. OCE	-0-	99,936	99,936
18	iii. Fixed Assets	-0-	49,000	49,000
19	Sub-Total	-0-	849,243	849,243

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

25	PUBLIC AUDITOR	COMPACT	LOCAL	TOTAL
26	1. Personnel	112,500	127,330	239,830
27	2. Travel	8,000	40,000	48,000
28	3. All Others			
29	i. Contr. Services	9,600	2,000	11,600
30	ii. OCE	-0-	20,700	20,700
31	iii. Fixed Assets	-0-	33,000	33,000

1	<i>Sub-Total</i>	<i>130,100</i>	<i>223,030</i>	<i>353,130</i>
2	Section 7. Operation of the Commissions, Boards, Agencies, and Authorities.			
3	The sum of \$3,944,027, or so much thereof as may be necessary, is hereby appropriated			
4	from the General Fund of the State for the period ending September 30, 2026, for the			
5	purpose of funding the operational expenses of the Commissions, Boards, Agencies, and			
6	Authorities of the Chuuk State Government. The Governor shall be the allottee of these funds.			
7	These funds shall be apportioned as follows:			
8	ACTIVITIES	COMPACT	LOCAL	TOTAL
9	A. LAND COMMISSION			
10	1. Personnel	-0-	210,023	210,023
11	2. Travel	-0-	5,000	5,000
12	3. All Others			
13	i. Contr. Services	-0-	-0-	-0-
14	ii. OCE	-0-	15,000	15,000
15	iii. Fixed Assets	-0-	-0-	-0-
16	<i>Sub-Total</i>	<i>-0-</i>	<i>230,023</i>	<i>230,023</i>
17	B. ELECTION COMMISSION			
18	1. Personnel	-0-	135,395	135,395
19	2. Travel	-0-	-0-	-0-
20	3. All Others			
21	i. Contr. Services	-0-	44,100	44,100
22	ii. OCE	-0-	40,226	40,226
23	iii. Fixed Assets	-0-	20,000	20,000
24	<i>Sub-Total</i>	<i>-0-</i>	<i>239,721</i>	<i>239,721</i>
25	C. RECREATION BOARD			
26	1. Personnel	-0-	73,415	73,415
27	2. Travel	-0-	12,000	12,000
28	3. All Others			
29	i. Contr. Services	-0-	15,750	15,750
30	ii. OCE	-0-	32,500	32,500
31	iii. Fixed Assets	-0-	30,000	30,000

1	Sub-Total	-0-	163,665	163,665
2	D. SCHOLARSHIP BOARD			
3	1. Personnel	-0-	-0-	-0-
4	2. Travel	-0-	-0-	-0-
5	3. All Others			
6	i. Contr. Services	331,859	-0-	331,859
7	ii. OCE	10,356	-0-	10,356
8	iii. Fixed Assets	-0-	-0-	-0-
9	Sub-Total	342,215	-0-	342,215
10	E. HOUSING AUTHORITY			
11	1. Personnel	-0-	89,547	89,547
12	2. Travel	-0-	8,575	8,575
13	3. All Others			
14	i. Contr. Services	-0-	22,025	22,025
15	ii. OCE	-0-	12,600	12,600
16	iii. Fixed Assets	-0-	10,000	10,000
17	Sub-Total	-0-	142,747	142,747
18	F. CEPA			
19	1. Personnel	339,730	-0-	339,730
20	2. Travel	48,500	-0-	48,500
21	3. All Others			
22	i. Contr. Services	438,000	-0-	438,000
23	ii. OCE	575,000	-0-	575,000
24	iii. Fixed Assets	330,000	-0-	330,000
25	Sub-Total	1,731,230	-0-	1,731,230
26	G. BOARD OF EDUCATION			
27	1. Personnel	-0-	-0-	-0-
28	2. Travel	3,000	-0-	3,000
29	3. All Others			
30	i. Contr. Services	50,000	-0-	50,000
31	ii. OCE	22,900	-0-	22,900

1	iii. Fixed Assets	-0-	-0-	-0-
2	Sub-Total	75,900	-0-	75,900
3	H. PUBLIC SERVICE COMMISSION			
4	1. Personnel	-0-	166,891	166,891
5	2. Travel	-0-	3,700	3,700
6	3. All Others			
7	i. Contr. Services	-0-	34,000	34,000
8	ii. OCE	-0-	21,000	21,000
9	iii. Fixed Assets	-0-	-0-	-0-
10	Sub-Total	-0-	225,591	225,591
11	I. CHUUK VISITORS BUREAU			
12	1. Personnel	20,250	85,010	105,260
13	2. Travel	5,000	17,500	22,500
14	3. All Others			
15	i. Contr. Services	56,750	15,000	71,750
16	ii. OCE	20,000	17,630	37,630
17	iii. Fixed Assets	10,000	-0-	10,000
18	Sub-Total	112,000	135,140	247,140
19	J. COMPACT FUNDS CONTROL COMMISSION			
20	1. Personnel	46,450	-0-	46,450
21	2. Travel	14,075	-0-	14,075
22	3. All Others			
23	i. Contr. Services	262,800	-0-	262,800
24	ii. OCE	62,000	-0-	62,000
25	iii. Fixed Assets	-0-	-0-	-0-
26	Sub-Total	385,325	-0-	385,325
27	K. REGISTRAR OF CORPORATION			
28	1. Personnel	-0-	79,470	79,470
29	2. Travel	-0-	27,500	27,500
30	3. All Others			
31	i. Contr. Services	-0-	23,500	23,500

1	ii. OCE	-0-	10,000	10,000
2	iii. Fixed Assets	-0-	20,000	20,000
3	Sub-Total	-0-	160,470	160,470
4	TOTAL	2,646,670	1,297,357	3,944,027

5 **Section 8. Operating Expenses of Other Programs/Grants.** The sum of
6 \$21,848,035, or so much thereof as may be necessary, is hereby appropriated from the
7 General Fund of the State for the fiscal year ending September 30, 2026 for the purpose of
8 funding the operational expenses of Other State Programs. The Governor shall be the
9 allottee of these funds. The funds shall be apportioned as follows:

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

1	ii. OCE	-0-	2,500	2,500
2	iii. Fixed Assets	-0-	-0-	-0-
3	Sub-Total	-0-	22,320	22,320
4	D. DAS Oversight			
5	1. Personnel	-0-	-0-	-0-
6	2. Travel	5,000	-0-	5,000
7	3. All Others			
8	i. Contr. Services	175,000	-0-	175,000
9	ii. OCE	19,920	-0-	19,920
10	iii. Fixed Assets	-0-	-0-	-0-
11	Sub-Total	199,920	-0-	199,920
12	E. SEPDIC			
13	1. Personnel	-0-	49,025	49,025
14	2. Travel	-0-	13,000	13,000
15	3. All Others			
16	i. Contr. Services	-0-	7,800	7,800
17	ii. OCE	-0-	14,000	14,000
18	iii. Fixed Assets	-0-	-0-	-0-
19	Sub-Total	-0-	83,825	83,825
20	F. CSBDC (Small Business)			
21	1. Personnel	-0-	71,522	71,522
22	2. Travel	-0-	12,250	12,250
23	3. All Others			
24	i. Contr. Services	-0-	4,000	4,000
25	ii. OCE	-0-	18,400	18,400
26	iii. Fixed Assets	-0-	-0-	-0-
27	Sub-Total	-0-	106,172	106,172
28	G. C&I: Tourism Sites Improvement and Preservation Effort of 2023			
29	1. Personnel	-0-	-0-	-0-
30	2. Travel	-0-	-0-	-0-
31	3. All Others			

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

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

1	2.	Travel	-0-	-0-	-0-
2	3.	All Others			
3	i.	Contr. Services	-0-	120,270	120,270
4	ii.	OCE	-0-	50,000	50,000
5	iii.	Fixed Assets	-0-	30,000	30,000
6		Sub-Total	-0-	200,270	200,270
7		P. Group Life Insurance			
8	1.	Personnel	-0-	-0-	-0-
9	2.	Travel	-0-	10,000	10,000
10	3.	All Others			
11	i.	Contr. Services	-0-	55,125	55,125
12	ii.	OCE	-0-	22,875	22,875
13	iii.	Fixed Assets	-0-	-0-	-0-
14		Sub-Total	-0-	88,000	88,000
15		TOTAL	17,645,387	4,202,648	21,848,035
16		GRAND TOTAL	52,025,077	18,928,730	70,953,807

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

27 **A. EXECUTIVE BRANCH**

28	1.	Health Services	443
29	2.	Education	722
30	3.	Administrative Services	71
31	4.	Marine Resources	20

1	5. Agriculture	20
2	6. Public Works & Transportation	90
3	7. Public Safety	155
4	8. Governor's Office	10
5	9. Attorney General	11
6	B. LEGISLATIVE BRANCH	94
7	C. JUDICIARY BRANCH	28
8	D. PUBLIC AUDITOR	8
9	E. BOARDS & COMMISSIONS:	
10	1. Land Commission	17
11	2. Election Board	8
12	3. Environmental Protection Agency	18
13	4. Housing Authority	5
14	5. Public Service Commission	9
15	6. Visitors Bureau	4
16	7. Recreation Board	5
17	8. Scholarship Board	0
18	9. Independent Prosecutor	0
19	10. Board of Education	0
20	11. CFCC	0
21	12. Chuuk House	3
22	13. Small Business	3
23	14. Rural Development	1
24	15. COM Land Grant	0
25	16. DAS Oversight	0
26	17. SEPDIC	2
27	18. ODA	2
28	19. Disaster & Emergency Operation Center	4
29	20. Registrar of Corporation	4
30	TOTAL	1,758

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
5 line items and within the Department or Office, PROVIDED HOWEVER, reprogramming
6 may be authorized for such funds appropriated from sources including funding under
7 Compact Sector Grants, PROVIDED FURTHERMORE, that the allottee of such funds
8 needing to be re-programmed or re-allocated shall inform the Presiding Officers of the
9 Legislature notice 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 2026 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
22 and implemented solely for the specific purpose and conditions of which each
23 grant was awarded and in accordance with the State Financial Management Act
24 and regulation, and that no obligations are incurred in excess of the sum
25 appropriated. These funds shall remain available to be used and expended in
26 accordance with grant terms and conditions of which it was issued and with
27 respect to grant expiration or at the end of the Fiscal Year. An allottee shall only
28 expend funds after the relevant advice of allotment for a grant award is received
29 by the appropriate division in the Department of Administrative Services.
30 FURTHER, the allocation and specific uses of the funds shall be obligated and
31 expended in accordance with the budget worksheets and grant awards.

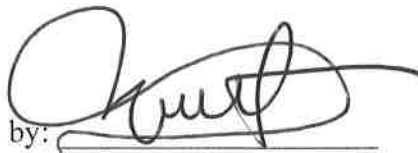
1 FURTHER, the budget worksheets are hereby made a part of this Act, and
2 expenditures of funds may not exceed the allocations and specific purposes
3 shown therein, unless this Act is amended by the Legislature to provide for a
4 greater amount of allocation.

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

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

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

13
14
15 Dated: 4/23/25

Introduced by: 
Hon. Cheche Andrel Yamamoto
Floor Leader (by request)