

AN ACT

To authorize the sum of \$6,858,082.00 and appropriate the sum \$6,814,707.00 for General Operation, Capital Improvement Projects and Contingencies from Koror State Treasury for an Annual Unified Budget of Koror State for Fiscal Year 2010; to amend KSPL No. K8-203-2008 to allocate funds for road work in Meketii Hamlet; to amend KSPL No. K8-203-2008 to change road construction from Ibedul Kereel Lane to Ikemus Connecting Road, and to change funding from Ngermeaus Beach Improvement Project to fund a study for a T-Dock/Iyebukl Reef Road study; and for related purposes.

THE PEOPLE OF KOROR REPRESENTED IN THE LEGISLATURE OF THE STATE OF KOROR DO ENACT AS FOLLOWS:

1 **Section 1. Short Title.** This Act may be cited as "The Fiscal Year 2010 Unified Koror
2 State Budget Act."

3 **Section 2. Appropriation.** The sum of \$6,858,082.00 is authorized to be appropriated
4 and the sum of \$6,814,707.00 is hereby appropriated for expenditures and obligations in Fiscal Year
5 2010 from Koror State Treasury to the budget activities as set forth below, and more specifically
6 itemized in the attached Schedule A which is incorporated herein by reference.

7 **Section 3. Revenue Sources.** Of the sum herein authorized and appropriated for Koror
8 State FY 2010 Unified Budget, the amount of \$1,175,432.00 shall come from National appropriations
9 as appropriated in RPPL No. 8-8, and unexpended balance from previous CIP projects appropriated
10 in RPPL No. 5-34 and, RPPL 5-41. The balance of \$5,639,275.00 shall come from State's local
11 revenues and Fishing Rights Fees for FY 2010 as identified in the attached Schedule B. If collections
12 exceed projected revenues, all such excess collections shall remain in the Koror State Treasury until
13 authorized and appropriated by law.

14 **Section 4. House of Traditional Leaders.** The sum of \$149,400.00 is hereby authorized
15 and appropriated for expenditures and obligations for Fiscal Year 2010 to cover operational and
16 contingent expenses of the House of Traditional Leaders. The entire sum shall come from State's
17 local revenues. The Chairman of the House of Traditional Leaders is hereby authorized to reprogram
18 funds from one item to another within the House of Traditional Leaders budget, but not to exceed
19 15% of the total amount apportioned for the item which the funds are moved; provided however, that
20 the budget category for "Compensation" and for "Personnel Cost" may not be reduced by
21 reprogramming, and the funds for these two budget items may not be reprogrammed.

22 a. Compensation \$ 94,800.00



1	b. Personnel Cost	\$ 39,400.00
2	<i>Of this amount, the sum of \$3,400.00 shall be used for salary adjustment for the driver/ security and the</i>	
3	<i>security/ maintenance.</i>	
4	c. Representation Fund	\$ 2,000.00
5	d. Operational Cost	\$ 7,500.00
6	e. Travel Expense	\$ 2,000.00
7	f. Contingency and Miscellaneous Expense	\$ 3,700.00
8	Sub-total	\$149,400.00

9 **Section 5. Legislative Branch.** The sum of \$406,500.00 is hereby authorized and
10 appropriated for expenditure and obligation for FY 2010 for the purpose of covering the operational
11 and contingent expenses of the Koror State Legislature. The total amount appropriated shall be
12 apportioned and allotted at the direction of the Speaker of the Koror State Legislature and shall be
13 allocated according to the following schedule. The total sum shall derive from state local revenues.
14 The Speaker is hereby authorized to reprogram funds from one item to another within the legislative
15 budget, but not to exceed 15% of the total amount apportioned for the item which the funds are
16 moved.

17	a. Legislative Compensation	\$170,000.00
18	b. Personnel Cost	\$ 93,000.00
19	c. Speaker/Vice Speaker Expense	\$ 8,000.00
20	d. Committee Expense	\$ 18,000.00
21	e. Contractual Service	\$ 25,000.00
22	f. Representation Fund	\$ 6,000.00
23	g. Travel Expense	\$ 49,500.00
24	h. Operational Expense	\$ 16,000.00
25	i. Miscellaneous & Contingency	\$ 6,000.00
26	j. Capital asset purchase	\$ 15,000.00
27	<i>This amount shall be used for the purchase of a vehicle and a new copier machine.</i>	
28	Sub-total	\$ 406,500.00

1	b. Pension Plan	\$ 150,000.00
2	c. Medical Insurance	\$ 280,000.00
3	Sub-total	\$ 600,000.00

Section 9. Communication, Utilities, Travel, Prior Year Obligation, Hamlet

Streetlights and Contingencies. The sum of \$710,000.00 is hereby authorized and appropriated for Fiscal Year 2010 to cover necessary additional operational expenses for communications, utilities, travel, prior year obligation, hamlet streetlights and contingencies. Of the \$710,000.00, the sum of \$62,000.00 shall come from the National Appropriation for Fiscal Year 2010. The balance of \$648,000.00 shall come from the State local revenues.

10	a. Communications	\$ 70,000.00
11	b. Travel	\$ 90,000.00
12	c. Contingencies	\$ 50,000.00
13	d. Utility Expense	\$190,000.00
14	e. Prior Year Obligation	\$ 40,000.00
15	f. Hamlet Streetlights	\$270,000.00
16	Sub-total	\$710,000.00

Section 10. State's Programs & Special Projects. The sum of \$906,625.00 is hereby

authorized and appropriated for expenditure and obligations for Fiscal Year 2010 to continue special programs and projects. Of the sum authorized and appropriated hereunder, \$661,625.00 shall come from the National Appropriations, \$245,000.00 shall come from state local revenues.

21	a. Coastal Management Program	\$ 30,000.00
22	b. State Building Maintenance	\$ 20,000.00
23	c. Traditional Functions	\$ 10,000.00
24	d. Other Hamlets Projects	\$100,000.00
25	e. Community Services	\$ 8,000.00
26	f. Charitable Contribution	\$ 15,000.00
27	g. Picnic Huts and Bio Toilets (rock islands)	\$ 20,000.00
28	h. Koror State Parks	\$ 82,625.00

1 *Part of these funds shall be used for picnic huts/ shelters at public parks and recreation areas in areas other than*
 2 *the rock islands.*

3	i. Solid Waste Management Program	\$205,000.00
4	j. CIP Programs/Infrastructures	\$389,000.00
5	(1) Ngermid - Bibiroi Road Phase II	\$ 60,000.00
6	(2) Ngerchemai - Sylverius Lane/Mesias Lane	\$ 45,000.00
7	(3) Ngerkesoal - FIS for dredging/dock access	\$ 10,000.00
8	(4) Iyebukel - Chemang Lane Phase II	\$ 20,000.00
9	(5) Meketii - NECO/KR Tireshop Road Repair	\$ 50,000.00
10	(6) Idid - Storm drainage	\$ 32,000.00
11	(7) Ikelau - Ditch drainage	\$ 8,000.00
12	(8) Dngeronger - Box-type drainage improvements	\$ 48,000.00
13	(9) Ngerbeched - Ngeribukel Road	\$ 38,000.00
14	(10) Medalaii - Matulout Lane	\$ 50,000.00
15	(11) Meyuns - Sea Ramp access stairs	\$ 20,000.00
16	(12) Ngerkebesang - Cemetery Summer House	\$ 8,000.00

17 *Any unexpended or unobligated balance of the appropriations in this subsection shall not lapse at the end of this*
 18 *Fiscal Year and shall carry over to subsequent fiscal years.*

19	k. Installation and Inauguration	\$ 15,000.00
20	l. Koror State Youth Council	\$ 12,000.00
21	Sub-total	\$906,625.00

22 **Section 11. Special Continuing CIP Project.** The sum of \$351,182.00 is hereby authorized
 23 and appropriated for specially earmarked projects for Fiscal Year 2010. The entire sum of \$351,182.00
 24 shall come from National appropriations as specified in RPPL 5-34 and RPPL 5-41.

25	a. Ngara Amayong Abai (RPPL 5-41)	\$ 294,539.00
26	b. Special Earmarked Projects (RPPL No. 5-34)	\$ 49,004.00
27	c. Ngerkebesang Road Project (RPPL No. 5-41)	\$ 7,639.00
28	Sub-total	\$ 351,182.00

1 *Any unexpended or unobligated balance of the appropriations in this section shall not lapse at the end of Fiscal*
2 *Year and shall carry over to subsequent Fiscal Years.*

3 **Section 12. Repeal of Interim Budget.** Koror State Public Law No. K8-212-2009, the interim
4 budget for the first three months of fiscal year 2010 is hereby repealed except for Sections 12 and 13.

5 **Section 13. Outside Grants and Development Assistance.** All funds received from outside
6 sources, including but not limited to US Federal Program Grants, Japan Grant Aid, Republic of China
7 (Taiwan) grants, other countries, organizations, or individual donors are hereby authorized to be
8 appropriated and are appropriated for fiscal year 2010 in the amounts received for those specific
9 programs or projects for which they are granted, donated, or otherwise contributed. US Federal Grants
10 cost recoveries associated with such program grants may be retained for use by the Governor for such
11 purposes as are needed to implement such programs or projects for which they were granted. The
12 Director of Treasury shall report monthly to the Koror State Legislature the receipt of any outside grant
13 or development assistance in the preceding month. In addition to all other reporting requirements
14 established by law or regulation, the Director of Treasury shall submit quarterly reports to the Governor
15 and the Legislature setting forth expenditures and obligations of all funds received from outside sources
16 expended or obligated pursuant to this section. The funds from such outside grants and development
17 assistance may be reprogrammed by the Governor.

18 **Section 14. Food and Beverages.** Funds may be expended by any of the branches of Koror
19 State Government, including its authorities, boards, commissions, task forces, agencies, agents etc. for
20 the purchases of food and beverages for the conduct or holding of meetings, sessions, hearings,
21 conferences, workshops, studies and etc, provided however, all such expenditures shall be documented
22 to show the nature or purpose of the gathering, the persons present, and the matters discussed or
23 transacted when food and/or beverages are purchased.

24 **Section 15. Bid Security.** Bid security shall be required for all competitive sealed bidding
25 construction contracts when the Governor estimates that the price exceeds \$20,000.00. The bid security
26 shall be in the form of a bid bond, cash, certified check, cashier's check, or other form acceptable to the
27 government. Nothing herein prevents the Governor from requiring bid security for contracts under
28 \$20,000.00 when it would be in the best interest of the government. Bid security shall be an amount
29 equal to at least 20% of the amount of the bid.

1 **Section 16. Fund Transfers.** The Governor is hereby authorized to reprogram funds from
 2 one item to another, except for specifically earmarked funds for special projects as earmarked in RPPL
 3 No. 5-34 and RPPL No. 5-41, provided, however, that the amount moved from one item to another
 4 shall not exceed fifteen percent (15%) of the total amount apportioned for the item which the funds
 5 are moved. Any left over balance after completion of any earmarked CIP Projects may be used to fund
 6 other CIP projects, infrastructures or other state programs that need supplementing.

7 **Section 17. Disbursement Certification.** The sum herein appropriated shall be
 8 administered by the Governor for purposes specified herein. No funds shall be committed or disbursed
 9 for any purpose until the Director of the Department of Treasury has certified the availability of funds
 10 in accordance with this Act. The Director of the Department of Treasury shall submit a written
 11 quarterly financial report to the Governor and the Legislature fifteen (15) days after each quarter of all
 12 funds expended in accordance with this Act.

13 **Section 18. Amendment of Section "10.j.(1)" of KSPL No. K8-203-2008 to provide**
 14 **funding for new road improvements.** Section "10.j.(1)" of Koror State Public Law No. K8-203-2008
 15 is hereby amended to read as follows:

16 “(1) Meketii - Talambulang Road repair \$48,000.00, construction of Ngermesunguil one-way road
 17 \$27,000.00 \$75,000.00”

18 **Section 19. Amendment of Section "10.j.(7)" and Section "10.l." of KSPL No. K8-203-**
 19 **2008 to allocate funds from Dngeronger road paving to Ikemus Connecting Road project, and**
 20 **to allocate funds for T-Dock reef road.**

21 A. Section "10.j.(7)" of KSPL No. K8-203-2008 is hereby amended to read as follows:

22 “(7) Ikemus Connecting Road paving \$ 17,000.00”

23 B. Section "10.l." of KSPL No. K8-203-2008 is hereby amended to read as follows:

24 “i. T-Dock - Iyebukl Reef Road and Marina Study and Report \$ 29,000.00”

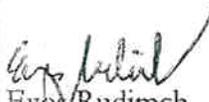
25 **Section 20. Fiscal Year.** The 2010 Fiscal Year for the Koror State shall commence on
 26 January 1, 2010 and ends December 31, 2010.

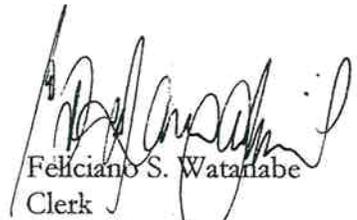
27 **Section 21. Severability.** If any part or provision of this Act is determined to be unlawful or
 28 invalid, such invalidity may be stricken and shall not affect the other provisions of this Act.

1 Section 22. Effective Date. This Act shall take effect upon its approval by the Governor or
2 upon its becoming law by operation of the Koror State Constitution.

REPASSED: March 17, 2010

AS CERTIFIED AND ATTESTED TO BY:


Eyoe Rudimch
Speaker
Ninth Koror State Legislature


Feliciano S. Watanabe
Clerk
Ninth Koror State Legislature

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Approved on this 18th day of March, 2010


Yositaka Adachi
Governor
State of Koror