

AN ACT

To authorize the sum of \$5,357,065.00 and to appropriate the sum of \$4,856,440.00 for General Operation, Capital Improvement Projects and Contingencies from Koror State Treasuries for an Annual Unified Budget of Koror State for Fiscal Year 2007; to amend section "2.A." of KSPL No. K5-85- 7, as amended by Koror State Public Law No. K7-166-05, relating to payments made for dispute titleholders in the House of Traditional Leaders, to amend KSPL No. K8-174-06, Section 7 to eliminate the ceiling on compensation payable to Koror State Public Lands Authority and Planning Commission members and Section 10 (1), relating to CIP Programs and Infrastructures, 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 2007 Unified
2 Koror State Budget Act."

3 **Section 2. Appropriation.** The sum of \$4,856,440.00 is hereby authorized and
4 appropriated for expenditures and obligations in Fiscal Year 2007 from Koror State Treasury to
5 the budget activities as set forth below, and more specifically itemized in the attached Schedule
6 A which is incorporated herein by reference.

7 **Section 3. Revenue Sources.** Of the sum herein authorized and appropriated for
8 Koror State FY 2007 Unified Budget, the amount of \$1,226,807.00 shall come from
9 National appropriations as appropriated by national appropriation block grant, and unexpended
10 balance from previous CIP projects as appropriated in RPPL Nos. 5-34 and 5-41. The balance of
11 \$4,130,258.00 shall come from State's local revenues, Fishing Rights Fees, a grant from Canada
12 for veterinarian services, and the reserved account as identified in the attached Schedule B. If
13 collections exceed projected revenues, all such excess collections shall remain in the Koror State
14 Treasury until authorized and appropriated by law.

15 **Section 4. House of Traditional Leaders.** The sum of \$155,100.00 is hereby
16 authorized and appropriated for expenditures and obligations for Fiscal Year 2007 to cover
17 operational and contingent expenses of the House of Traditional Leaders. The total amount
18 appropriated shall be apportioned and allotted at the direction of the Chairman of the House of
19 Traditional Leaders and shall be allocated according to the following schedule. The entire sum

20 shall come from State's local revenues. The Chairman of the House of Traditional Leaders is
21 hereby authorized to reprogram funds from one item to another within the House of Traditional
22 Leaders

EIGHTH KOROR STATE LEGISLATURE

Third Special Session, December, 2006

K.S.P.L. No. K8-179-2006

(Intro. as Bill No. 8-16)

1 continue special programs and projects. Of the above authorized and appropriated sum,
 2 \$790,625.00 shall derive from national appropriation and the balance of \$240,000.00 from
 3 local revenues.

4 a. Rock Island Rat Eradication Project ----- \$ 5,000.00

5 This project shall be coordinated by the Division of Sanitation and the Department of
 6 Law Enforcement of Koror State Government.

7 b. Coastal Management Program ----- \$ 20,000.00

8 c. State Housing Maintenance ----- \$ 5,000.00

9 d. Janitorial Service ----- \$ 7,000.00

10 e. Security Service ----- \$ 10,000.00

11 f. Traditional Functions ----- \$ 10,000.00

12 g. Other Hamlet Projects ----- \$ 80,000.00

13 h. Community Services ----- \$ 8,000.00

14 I. Charitable Contribution ----- \$ 15,000.00

15 j. Picnic Huts and Bio Toilets ----- \$ 40,000.00

16 k. Koror State Park ----- \$ 30,625.00

17 l. CIP Programs / Infrastructures ----- \$ 600,000.00

18 Of this amount, only \$171,675.00 is appropriated, and the balance of \$428,325.00 may be
 19 appropriated at a later time. These funds shall be allotted for the following projects:

20 (1) Ngermid/Shinto shrine (former Nikko Hotel) road ----- \$ 100,000.00

21 (2) Road to Bibiroi (1st Phase) ----- \$ 45,000.00

22 (3) Ngerkesoal (Vicente road 1st phase) ----- \$ 92,000.00

23 (4) Iyebukl (Itechetii road) ----- \$ 30,000.00

24 (5) Idid/Ikelau (Playground) ----- \$ 92,000.00

25 (6) Ngerbeched (Salvador Lane) ----- \$ 30,000.00

26 (7) Nngerkebesang (Marina/boat docking improvements) ---- \$ 55,000.00

27 (8) Meyuns (Marina/boat docking improvements) ----- \$ 92,000.00

28 (9) Bai ra Meketii improvements ----- \$ 20,000.00

1 **Programs and**

1 **Infrastructures.** Section 7 of Koror State Public Law No. K8-174-06 is hereby amended to read
2 as follows:

3 "Section 7. Authorities, Boards, and Commissions. The sum of
4 \$221,800.00 is hereby authorized and appropriated.... Each KSPLA and Koror
5 Planning Commission Board member is entitled to \$35.00 for each meeting
6 attended. This compensation rate shall continue until amended by law."

7 Section 10, (1), of Koror State Public Law No. K8-174-06 is hereby amended to read as
8 follows:

9 "Section 10. State's Programs and Special Projects.

10 ...

11 I. CIP Programs / Infrastructures \$ 735,0

12 This amount shall be earmarked and allotted for the following project; provided
13 that any unexpended or unobligated balance of the appropriations in this section (10) (1)
14 shall not lapse at the end of fiscal year and shall carry over to new fiscal year:

15"

16 **Section 14. Outside Grants and Development Assistance.** All funds received from
17 outside sources, including, but not limited to US Federal Program Grants, Japan Grant Aid,
18 Republic of China (Taiwan) grants, other countries, organizations, or individual donors, are
19 hereby authorized to be appropriated and are appropriated for fiscal year 2007 in the amounts
20 received for those specific programs or projects for which they are granted, donated, or otherwise
21 contributed. US Federal Grants cost recoveries associated with such program grants may be
22 retained for use by the Governor for such purposes as are needed to implement such programs or
23 projects for which they were granted. The Director of Treasury shall report monthly to the
24 Koror State Legislature the receipt of any outside grant or development assistance in the
25 proceeding month. In addition to all other reporting requirements established by law or
26 regulation, the Director of Treasury shall submit quarterly reports to the Governor and the
27 Legislature setting forth expenditures and obligations of all funds received from outside

1 section. The funds from such outside grants and development assistance may be
2 reprogrammed by the Governor.

3 **Section 15. Food and Beverages.** Funds may be expended by any of the three
4 branches of Koror State Government, including its authorities, boards, commissions, task
5 forces, agencies, agents etc. for the purchases of food and beverages for the conduct or holding
6 of meetings, sessions, hearings, conferences, workshops, studies etc. Provided, however, all
7 such expenditures shall be documented to show the nature or purpose of the gathering, the
8 persons present, and the matters discussed or transacted when food and/or beverages are
9 purchased.

10 **Section 16. Bid Security.** Bid Security shall be required for all competitive sealed
11 bidding construction contracts when the Governor estimates that the price exceeds \$20,000.
12 The bid security shall be in the form of a bid bond, cash, certified check, cashier's check, or
13 other form acceptable to the government. Nothing herein prevents the Governor from
14 requiring bid security for contracts under \$20,000 when it would be in the best interest of the
15 government, and such bid security shall be an amount equal to at least 20% of the amount of
16 the bid.

17 **Section 17. Fund Transfers.** The Governor is hereby authorized to reprogram funds
18 from one item to another, except for special projects as earmarked in RPPL No. 5-34 and RPPL
19 No. 5-41 of this Act, and provided, however, that the amount moved from one item to another
20 shall not exceed fifteen percent (15%) of the total amount apportioned for the item which the
21 funds are moved. Any left over fund after completion of any earmarked CIP Projects may be
22 used to fund other CIP projects, infrastructures or other state programs that need supplemental
23 funding.

24 **Section 18. Disbursement Certification.** The sum herein appropriated shall be
25 administered by the Governor for purposes specified herein. No funds shall be committed or
26 disbursed for any purpose until the State Treasurer has certified the availability of funds in
27 accordance with this Act. The State Treasurer shall submit a written quarterly financial report to

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the Governor and the Legislature fifteen (15) days after each quarter of all funds expended in
29 accordance with this Act.

30 **Section 19. Fiscal Year.** The Fiscal Year for the Koror State shall commence on

1 January 1, 2007 and ends December 31, 2007.

1 **Section 20. Severability.** If any part of provision of this Act is determined to be
2 unlawful or invalid, such invalidity may be stricken and shall not affect the other provisions
3 of this Act.

4 **Section 21. Effective Date.** This Act shall take effect upon its approval by the
5 Governor or upon its becoming law by operation of the Koror State Constitution.

Passed on: December 27, 2006

Certified by:

Attested to by:

/s/ _____
Timothy "Tero" Uehara
Speaker

/s/
Rena Illuches
Clerk

Approved on this 28th day of December, 2006.

/s/
Yositaka Adachi
Governor

Note: Attachments: Schedule A and Schedule B, list of all expenditures, local revenues & national appropriation were not scanned."