

AN ACT

To authorize and appropriate the sum of \$4,094,100.00 for General Operation, Capital Improvement Projects and Contingencies from Koror State Treasuries Ioran Annual Unified Budget of Koror State for Fiscal Year 2003; to amend section 10(f) of Koror State Public Law No. K6-125-2001 to reprogram funds and to make the appropriations non-lapsing, and for related purposes.

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

Section 1. Short Title. This Act may be cited as "The Fiscal Year 2003 Unified Koror State Budget Act."

Section 2. Appropriation. The sum of \$4,094,100.00 is hereby, authorized and appropriated for expenditures and obligations in Fiscal Year 2003 from Koror State Treasury to the budget activities as set forth below, and more specifically itemized in the attached Schedule A which is incorporated herein by reference.

Section 3. Revenue Sources. Of the sum herein authorized and appropriated for Koror State FY 2003 Unified Budget, the amount of \$1,278,000.00 shall come from National appropriations as appropriated in RPPL No. 6-26, RPPL No. 5-41, and unexpended balance from previous CIP projects as appropriated in RPPL Nos. 4-36, 5-34 and 5-47. The balance of \$2,816,100.00 shall come from State's local revenues, and Fishing Rights Fees for FY 2003 as identified in the attached Schedule B. If collections exceed projected revenues, all such excess collections shall remain in tie Koror State Treasury until authorized and appropriated by law.

Section 4. House of Traditional Leaders. The sum of \$161,500.00 is hereby authorized and appropriated for expenditures and obligations for Fiscal Year 2003 to cover operational and

contingent expenses of the House of Traditional Leaders. The entire sum shall come from State's

local revenues. The Chairman of the House of Traditional Leaders is hereby authorized to reprogram funds from one item to another within the House of Traditional Leaders budget, but not to exceed

15% of the total amount apportioned for the item which the funds are moved.

- a. Compensation and Personnel Cost ----- \$ 128,500.00
- b. Representation Fund ----- \$ 6,500.00
- c. Operational Cost----- \$ 12,500.00

d. Travel Expense-----	\$	5,000.00
e. Contingency and Miscellaneous Expense -----	\$	4,000.00
f. Contractual Services-----	\$	5,000.00
Sub-total -----	\$	161,500.00

Section 5. Legislative Branch. The sum of \$181,800.00 is hereby authorized and appropriated for expenditure or obligation for FY 2003 for the purpose of covering the operational and contingent expenses of Koror State Legislature. The total amount appropriated shall be apportioned and allotted at the direction of the Speaker of the Koror State Legislature and shall be allocated according to the following schedule. The total sum shall derive from state local revenues.

The Speaker is hereby authorize to reprogram funds from one item to another within the legislative budget, but not to exceed 15% of the total amount apportioned for the item which the funds are moved.

a. Legislative Compensation and Personnel Cost -----	\$	120,300.00
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Of this amount, the sum of \$13,000.00 shall be paid as the annual salary fo the Assistant Clerk of the Legislature.

b. Speaker/Vice Expense -----	\$	5,000.00
c. Committee Expense -----	\$	5,000.00
d. Contractual Service-----	\$	
		10,000.00
e. Representation Fund-----	\$	
		5,000.00
f. Travel Expense-----	\$	
		15,000.00

g. Operational Expense -----	\$ 9,000.00
h. Miscellaneous & Contingency -----	\$
	5,000.00
<del>i. Copier machine -----</del>	<del>\$</del>
	<del>7,500.00</del>
Sub-total -----	\$ 181,800.00

Section 6. Executive Branch. The sum of \$1,512,625.00 is hereby authorized and appropriated for expenditures and obligations for Fiscal Year 2003 to cover operational and contingent expenses of the Executive Branch. Of the \$1,512,625.00, the sum of \$73,625.00 shall derive from National appropriation for Fiscal Year 2003. The balance of \$1,439,000.00 shall come

from state's local revenues, and all salaries and wages of the Executive Branch appearing in Schedule

A hereto shall come from state local revenues.

- a. Administration -----\$ 123,000.00
- b. Dept. of Legal Counsel ----- \$ 105,000.00
- c. Dept. of Treasury ----- \$ 157,000.00

Of the foregoing appropriation, the sum of \$20,000.00 shall be earmarked to defray the cost

of a fund audit of Koror State Government for Fiscal Year 2001 and 2002; the sum of

\$20,000.00 shall be earmarked for the purpose of hiring two (2) qualified accountants to work

in the Department of the Treasury; and the sum of \$7,000.00 to hire a software consultant

who can assess existing accounting programs and systems, and to design a new system to coordinate all Koror State funding activities.

- d. Dept. of S & C Affairs ----- \$  
232,000.00

Of the foregoing appropriation, the sum of \$8,000.00 shall be used for the purchase of a

vehicle for the Sanitation Division.

- e. Dept. of Public Works ----- \$  
590,625.00

Of the foregoing appropriation, the sum of \$140,000.00 shall be paid for Hamlet road and

grounds maintenance workers; and the sum of \$10,000.00 shall be reserved for hazardous

pay for trash collection workers and trash truck drivers and shall continue thereafter.

- f. Dept. of Law Enforcement ----- \$

305,000.00

Sub-total ----- \$1,512,625.00

Section 7. Authorities, Board and Commissions. The sum of \$214,000.00 is hereby authorized and appropriated for the expenses and obligations for Fiscal Year 2003 to cover operation and contingent expenses of the Authorities, Boards and Commissions. The entire sum shall derive from local revenues.

a. KSPLA Board ----- \$  
140,900.00

Of this amount, the sum of \$15,000.00 shall be earmarked for the hiring of an accountant to work for the KSPLA for a period of one (1) year.

b. Planning Commission ----- \$  
73,100.00

Sub-total ----- \$ 214,000.00

Section 8. Insurance, Pension Plan, Social Security Tax. The sum of  
\$276,800.00

is hereby authorized and appropriated for Fiscal Year 2003 to cover the state's cost for  
Workman's Compensation, Social Security Taxes and Pension Plan contributions. Of  
the sum authorized and appropriated hereunder, \$160,000.00 shall come from national  
appropriation and \$116,800.00 shall  
come from state local revenues.

- a. Workman's Compensation ----- \$  
25,000.00
- b. Social Security ----- \$  
68,400.00

Of this amount, the sum of \$8,400.00 shall be applied to the mandatory employer  
contributions for the Hamlet road and grounds maintenance personnel.

- c. Pension Plan ----- \$  
183,400.00

This amount shall not lapse at the end of the fiscal year. The sum of \$75,000.00  
is hereby earmarked for the payment of prior year amounts owed by Koror State  
Government as  
mandatory employer contributions, and such full amount of \$75,000.00 in arrears  
shall be  
paid to the Civil Service Pension fund by December 31, 2003.

Sub-total ----- \$  
276,800.00

Section 9. Communication, Utilities, Travel, Prior Year Obligation and  
Contingencies. The sum of \$165,000.00 is hereby authorized and appropriated for  
Fiscal Year 2003  
to cover the following necessary additional operational expenses. The total sum shall  
come from  
state local revenues.

a. Communications -----	\$
25,000.00	
b. Travel -----	\$
30,000.00	
c. Contingencies-----	\$ 50
000.00	
d. Utility Expense -----	\$
50,000.00	
e. Accounts Payable -----	\$
10,000.00	
Sub-total -----	\$ 165,000.00

Section 10. State's Programs & Special Projects. The sum of \$1,165,000.00 is hereby authorized and appropriated for expenditure and obligations for Fiscal Year 2003 to continue special



programs and projects and to service NDBP loan for Koror Capitol Building. Of the sum authorized and appropriated hereunder, \$617,000.00 shall come from the national appropriations and \$538,000.00 shall come from state local revenues.

a. Rock Island Rat Eradication Feasibility Study -----	\$
3,000.00	
This project shall be coordinated by the Division of Sanitation and the Department of Law Enforcement of Koror State Government.	
b. Coastal Management Program -----	\$
20,000.00	
c. State Housing Maintenance/ Furniture -----	\$
17,000.00	
d. Traditional Functions -----	\$
5,000.00	
<del>e. Other Hamlet Projects -----</del>	<del>\$</del>
<del>50,000.00</del>	
f. Community Services -----	\$
10,000.00	
g. Charitable Contribution -----	\$
20,000.00	
h. Picnic Huts and Bio Toilets -----	\$
10,000.00	
i. State Capitol Building Loan -----	\$
250,000.00	
j. T-Dock parking apron and Waiting House -----	\$
10,000.00	
k. El Nino relief fund -----	\$
20,000.00	
l. Long Island Park -----	\$

100,000.00

m. Road Pavement ----- \$

200,000.00

These funds shall be allotted by the Governor only after consultation with the affected

Hamlet Legislator. These funds shall not lapse at the end of the fiscal year.

n. Medalaii Public Marina ----- \$

100,000.00

This amount shall be spent to complete improvements to the boat docking, launching, and

marina facility located adjacent. to the Peleliu Club and Maiberel Abai, and located to the west of Ernguul Road.

o. Ngermid Headstart (RPPL 5-41) ----- \$

58,000.00

Of this amount, the sum of \$10,000.00 shall come from RPPL 5-41, and the sum of

\$48,000.00 shall come from grant funding provided by the federal government of the United

States for the Ngermid Head Start project

p. CIP Programs -----	\$
	292,000.00
<del>Ngerchemai Drainage (Semiich) -----</del>	<del>\$ 28,000.00</del>
<del>Ngerchemai Playground Landfill -----</del>	<del>\$ 40,000.00</del>
<del>Iyebukel Drainage (Kanai, Rudimch, Darrow) -----</del>	<del>\$ 45,000.00</del>
<del>Idid Drainage (Mekoll's)/Road improvement -----</del>	<del>\$ 10,700.00</del>
<del>Ngerbeched Youth Center -----</del>	<del>\$ 70,000.00</del>
<del>Meyuns Drainage (Bai ra Chedib) -----</del>	<del>\$ 12,000.00</del>
<del>Ididiong Improvement -----</del>	<del>\$ 6,300.00</del>
<del>Meyuns Basketball Lighting -----</del>	<del>\$ 5,000.00</del>
<del>Ngerkebesang Dock Improvement -----</del>	<del>\$ 20,000.00</del>
<del>Ngerbeched Abai Renovation (Floor) -----</del>	<del>\$ 15,000.00</del>
<del>Bai ra Meketii Design -----</del>	<del>\$ 5,000.00</del>
<del>Ngerkesoual Basketball Improvement -----</del>	<del>\$ 6,000.00</del>
<del>Bai ra Maiberel Kitchen Extension -----</del>	<del>\$ 15,000.00</del>
<del>Meketii Road (Mc Carthy's Res.) -----</del>	<del>\$ 5,000.00</del>
<del>Meketii Basketball Improvement -----</del>	<del>\$ 9,000.00</del>

~~The foregoing amounts shall not lapse at the end of the fiscal year, regardless of actual encumbrances or expenditures.~~

Sub-total ----- \$1,165,000.00

Section 11. Special Continuing CIP Project. The sum of \$417,375.00 is hereby authorized and appropriated for specially earmarked projects for Fiscal Year 2003. The entire sum of \$427,375.00 shall come from National appropriations as specified in RPPL 4-36, 5-34 and 5-47.

a. Ngara Amayong Abai (RPPL 4-36) -----	\$
	296,050.00
b. Special Earmarked Projects (RPPL 5-34) -----	\$
	107,613.00
c. Ngerkebesang Road Project (RPPL 5-47) -----	\$

13,712.00

Sub-total ----- \$

417,375.00

Any unexpended or unobligated balance of the appropriations in this section shall not lapse at the end of fiscal year and shall carry over to new fiscal year.

Section 12. Amendment. ~~Section 10(f), of KSPL No. K6-125-2001 is hereby amended to read as follows:~~

~~“Section 10. State’s Programs & Special Projects.~~

~~. . .~~

~~f. Other Hamlets Projects-----\$~~  
~~264,000.00~~

~~Of the foregoing appropriation, the sum of \$30,000.00 shall be earmarked to construct a waiting house, restroom, shower, facilities, and lighting at Mechang Marina, Ngermid; the sum of \$18,000.00 shall be earmarked to pave the access road at Ngerias, Ngerkesouaol; the sum of \$15,000.00 shall be earmarked to pave the road in Itechetii, Iyebukel; the sum of \$19,000.00 shall be earmarked to pave the road in Ngerbodel, Ngerchemai; the sum of \$35,000.00 shall be earmarked to pave the road from Ngebekuu to Telael in Ngerbeched; and the sum of \$35,000.00 shall be earmarked for improvements to the Ngerkebesang dock. The funds authorized and appropriated under this subsection shall not lapse, and may be spent in subsequent fiscal years.~~

~~. . .”~~

Section 13. Bid Security. Bid Security shall be required for all competitive sealed bidding construction contracts when the Governor estimates that the price exceeds \$20,000.00. The bid

security shall be in the form of a bid bond, cash, certified check, cashier's check, or other form acceptable to the government. Nothing herein prevents the Governor from requiring bid security for contracts under \$20,000.00 when it would be in the best interest of the government. Bid security shall be an amount equal to at least 20% of the amount of the bid and shall continue thereafter.

Section 14. Fund Transfers. The Governor is hereby authorized to reprogram funds from one item to another, except for specifically earmarked funds for CIP project under Section 10 (m), (p) and special projects as earmarked in RPPL No. 5-34, RPPL No. 5-41, RPPL No. 5-47, and RPPL 4-36, and provided, however, that the amount moved from one item to another shall not exceed fifteen percent (15%) of the total amount apportioned for the item which the funds are

moved. Any left over balance after completion of any earmarked CIP Projects may be used to fund

other CIP projects, infrastructures or other state programs that need supplementing.

Section 15. Disbursement Certification. The sum herein appropriated shall be administered by the Governor for purposes specified herein, except for funds allotted and apportioned by the Ibedul, Chairman of the House of Traditional Leaders, as described in Section

4 and the Speaker, as described in Section 5 of this Act. No funds shall be committed or disbursed

for any purpose until the State Treasurer has certified the availability of funds in accordance with this

Act. The State Treasury shall submit a written quarterly financial report to the Governor and the Legislature fifteen (15) days after each quarter of all funds expended in accordance with this Act.

Section 16. Fiscal Year. The Fiscal Year for the Koror State shall commence on January 1, 2003 and ends December 31, 2003.

Section 17. Severability. If any part of provision of this Act is determined to be unlawful or invalid, such invalidity may be stricken and shall not affect the other provisions of this Act.

Section 18. Effective Date. This Act shall take effect upon its approval by the House of Traditional Leaders or upon its becoming law without such approval.

PASSED: December 20,2002

CERTIFIED BY:

ATTESTED TO BY:

/s/ \_\_\_\_\_  
Yositaka Adachi, Speaker

/s/ Charlyne Uong, Clerk

APPROVED ON THIS \_\_\_\_\_ DAY OF \_\_\_\_\_, 2002.

John C. Gibbons, Governor  
Koror State



SEVENTH KOROR STATE LEGISLATURE  
Third Special Session, November 2002

KSPL No. K7-137-02  
(Intro. as Bill No. 7-23, LD1)

APPROVED ON THIS 31 DAY OF December, 2002.

*/s/*  
Ibedul Y.M. Gibbons, Chairman  
House of Traditional Leaders  
Koror State