### FOURTEENTH GUAM LEGISLATURE 1977 (FIRST) Regular Session

## CERTIFICATION OF PASSAGE OF AN ACT TO THE GOVERNOR

This is to certify that Substitute Bill No. 307, "An Act to add a new Chapter X to Title VII of the Government Code of Guam to provide for legislative control and appropriation of federal funds", returned to the Legislature without the approval of the Governor was, in accordance with the Organic Act of Guam, reconsidered by the Legislature and after such reconsideration the Legislature did on the 5th day of December, 1977, agree to pass said Bill notwithstanding the objections of the Governor by a vote of two-thirds of all the members thereof, to wit: by a vote of 19 members.

Jacob 7 Joseph F. ADA
Speaker

ATTESTED:

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This Act was received by the Governor this 12 day of Seconds, 1977 3150 o'clock P.M.

RUTH F. WON PAT Assistant Staff Officer Governor's Office

Fublic Law No. 14-83

# FOURTEENTH GUAM LEGISLATURE 1977 (FIRST) Regular Session

Bill No. 307 (As Substituted by the Committee on Finance & Taxation)

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### Introduced by

T. V. C. Tanaka
J. F. Ada
K. B. Aguon
F. F. Blas
E. T. Charfauros
J. R. Duenas
A. M. Palomo
B. M. Palomo
F. J. Quitugua
J. T. San Agustin
F. R. Santos
R. F. Taitano
J. H. Underwood

AN ACT TO ADD A NEW CHAPTER X TO TITLE VII OF THE GOVERNMENT CODE OF GUAM TO PROVIDE FOR LEGISLATIVE CONTROL AND APPROPRIATION OF FEDERAL FUNDS.

BE IT ENACTED BY THE PEOPLE OF THE TERRITORY OF GUAM:

Section 1. Chapter X is hereby added to Title VII of the Government Code to read as follows:

#### "CHAPTER X

Section 6800. Purpose. It is the purpose of this
Act to clarify the role of the Guam Legislature in appropriating federal funds received by the territory so as
to assure that the purposes of the government of Guam are
served and legislative priorities are adhered to by the
acceptance and use of such funds.

Section 6801. Definitions. As used in this Act:

- (a) 'Agency' means all offices, departments, boards, commissions, councils, committees, public corporations, or other entities of the executive branch, offices of the judicial branch, and offices of the legislative branch of the government of Guam.
- (b) 'Agency head' means the principal officer of a department or agency.

'Federal funds' means any financial assistance 1 made to an agency by the United States Government, 2 whether a loan, grant, subsidy, augmentation, reimburse-3 ment or in any other form. (d) 'Federal program' means the program or pro-5 ject supported in whole or in part by federal funds. 6 Section 6802. Receipt of Federal Funds. (a) All 7 federal funds shall be deposited in and credited to the Ŕ General Fund account and be available for appropriation by 9 the Legislature as part of the territory's operating budget; 10 furthermore, detailed and accurate accounting records shall 11 be maintained for such federal funds. 12 (b) The provisions of Section 6802 (a) shall not apply 13 in those cases where by statutory enactment the Legislature 14 has created a special fund or restricted receipt account 15 and has specifically provided thereby for an exclusive, 16 special purpose, or other use of federal funds so long as 17 such federal funds are used solely and exclusively for such 18 specific statutory purpose or purposes. 19 Section 6803. Section (a). No department or agency 20 may make expenditure of any federal funds regardless 21 whether such funds are advanced prior to expenditure or 22 as reimbursement unless such expenditures are made pursuant 23 to specific appropriations of the Legislature. 24 Section (b). If the federal funds received are less 25 than the amount of the funds appropriated by the Legislature 26 for a specific purpose pursuant to this Act, the total 27 appropriation of federal and local funds allocated for 28 such purpose shall be reduced in proportion to the amount 29 of reduction in federal funds. 30 - 2 -

Section (c). If the federal funds received are greater than the amount of such funds appropriated by the Legislature for a specific purpose pursuant to this Act, the total appropriation level of federal and local funds allocated for such purpose shall remain at the level designated by the Legislature.

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Section 6804. To insure that the General Fund will not be burdened with expenditures for federal projects, the agency head responsible for administering the project shall submit to the Director of Administration on the 30th of each month a report on expenditures incurred for federal programs for the preceeding month. Said report shall be certified by the Agency head for accuracy and compliance with all applicable laws and regulations governing administration of the program. The form and details of this report shall be prescribed by the Director of Administration. The Director of Administration shall promptly discontinue disbursement of funds for federal programs for non-compliance by agencies with these reporting and certification requirements.

Section 6805. The administration of authorized federal programs shall be in full compliance with all applicable laws, rules and regulations governing the program. Non-compliance with requirements by officials or employees of government of Guam shall be cause for dismissal. Expenditure of public funds in violation of laws, rules, regulations or guidelines established for the program shall void the appropriation for the program and the amount expended in violation shall be due and payable to the government of Guam by the officer or employee responsible for the act."

Section 2. Public Law 13-85 is hereby repealed.

Section 3. This is an urgency measure.