



Governor's Messg.
No. 13-42
COW

GOVERNMENT OF KOSRAE
Office of the Governor
Kosrae State
Post Office Box 158
Tofol, Kosrae FM 96944
Telephone (691) 370-3002/3003/3009

April 6, 2023

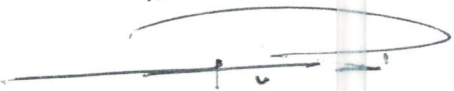
T.H. Honorable Semeon Phillip
Speaker
13th Kosrae State Legislature
Tofol, Kosrae FM 96944

Dear Speaker Phillip,

I am pleased to transmit for your Legislative review and approval a proposed bill to appropriate the sum of \$41,532,163 the Amended Compact Fund of the Kosrae State Treasury for the purpose of funding the Kosrae Hospital Project. All necessary documents are attached for your information and use.

Should you have questions or need additional information on this proposed bill, my Chief of Staff and the Budget staffs will stand ready to assist.

Sincerely,


Tulensa W. Palik
Governor, Kosrae State

"TUKENI OREKMA IN AKWOYE MWET LASR A AN SESR KOSRAE"

"WORKING TOGETHER FOR THE WELLBEING OF OUR PEOPLE AND KOSRAE"

Received 04/06/23 @ 11:45 HSK / YMK^d

NOTICE OF AWARD



AUTHORIZATION (Legislation/Regulations)

Compact of Free Association for the Government of the Federated States of Micronesia

1. DATE ISSUED MM/DD/YYYY 03/23/2023

1a. SUPERSEDES **ORD NOTICE dated** except that any allocations or restrictions previously imposed remain in effect unless specifically rescinded

2. CFDA NO. 15.875 - Economic, Social, and Political Development of the Territories

3. ASSISTANCE TYPE Formula Grant

4. GRANT NO. D23AF00067-00

5. TYPE OF AWARD Other

4a. FAIN D23AF00067

5a. ACTION TYPE New

6. PROJECT PERIOD MM/DD/YYYY
From 03/01/2023 Through 09/30/2027

7. BUDGET PERIOD MM/DD/YYYY
From 03/01/2023 Through 09/30/2027

8. TITLE OF PROJECT (OR PROGRAM) FY2023-COFA-FSM-Infra-KSA Hospital

9a. GRANTEE NAME AND ADDRESS
FSM NATIONAL GOVERNMENT
RAHN ANNIM BLDG 2ND FLOOR
PALIKIR, 96941, MICRONESIA, FEDERATED STATES OF

9b. GRANTEE PROJECT DIRECTOR
Julyn Lawrence
po box PS 158
Palikir, MICRONESIA, FEDERATED STATES OF
Phone: 6913202640

10a. GRANTEE AUTHORIZING OFFICIAL
Julyn Lawrence
po box PS 158
Palikir, MICRONESIA, FEDERATED STATES OF
Phone: 6913202640

10b. FEDERAL PROJECT OFFICER
Mr. Martin Moore
1132 Bishop Street, 2104
HONOLULU, HI, 96813
Phone: 8085255088

ALL AMOUNTS ARE SHOWN IN USD

11. APPROVED BUDGET (Excludes Direct Assistance)

I Financial Assistance from the Federal Awarding Agency Only

II Total project costs including grant funds and all other financial participation

a. Salaries and Wages	\$	0.00
b. Fringe Benefits	\$	0.00
c. Total Personnel Costs	\$	0.00
d. Equipment	\$	0.00
e. Supplies	\$	0.00
f. Travel	\$	0.00
g. Construction	\$	0.00
h. Other	\$	41,532,163.00
i. Contractual	\$	0.00
j. TOTAL DIRECT COSTS	\$	41,532,163.00
k. INDIRECT COSTS	\$	0.00
l. TOTAL APPROVED BUDGET	\$	41,532,163.00
m. Federal Share	\$	41,532,163.00
n. Non-Federal Share	\$	0.00

12. AWARD COMPUTATION

a. Amount of Federal Financial Assistance (from item 11m)	\$	41,532,163.00
b. Less Unobligated Balance From Prior Budget Periods	\$	0.00
c. Less Cumulative Prior Award(s) This Budget Period	\$	0.00
d. AMOUNT OF FINANCIAL ASSISTANCE THIS ACTION	\$	41,532,163.00
13. Total Federal Funds Awarded to Date for Project Period	\$	41,532,163.00

14. RECOMMENDED FUTURE SUPPORT
(Subject to the availability of funds and satisfactory progress of the project):

YEAR	TOTAL DIRECT COSTS	YEAR	TOTAL DIRECT COSTS
a. 2	\$	d. 5	\$
b. 3	\$	e. 6	\$
c. 4	\$	f. 7	\$

15. PROGRAM INCOME SHALL BE USED IN ACCORD WITH ONE OF THE FOLLOWING ALTERNATIVES:

- a. DEDUCTION
- b. ADDITIONAL COSTS
- c. MATCHING
- d. OTHER RESEARCH (Add / Deduct Option)
- e. OTHER (See REMARKS)

b

16. THIS AWARD IS BASED ON AN APPLICATION SUBMITTED TO, AND AS APPROVED BY, THE FEDERAL AWARDING AGENCY ON THE ABOVE TITLED PROJECT AND IS SUBJECT TO THE TERMS AND CONDITIONS INCORPORATED EITHER DIRECTLY OR BY REFERENCE IN THE FOLLOWING:

- a. The grant program legislation.
- b. The grant program regulations.
- c. This award notice including terms and conditions, if any, noted below under REMARKS.
- d. Federal administrative requirements, cost principles and audit requirements applicable to this grant.

In the event there are conflicting or otherwise inconsistent policies applicable to the grant, the above order of precedence shall prevail. Acceptance of the grant terms and conditions is acknowledged by the grantee when funds are drawn or otherwise obtained from the grant payment system.

REMARKS (Other Terms and Conditions Attached - Yes No)

GRANTS MANAGEMENT OFFICIAL:

Martin Moore, Grants Manager
1132 Bishop Street, 2104
HONOLULU, HI, 96813
Phone: 8085255088

17. VENDOR CODE	0071166518	18a. UEI K38DLUV4D2G8	18b. DUNS 854814022	19. CONG. DIST.	00	
LINE#	FINANCIAL ACCT	AMT OF FIN ASST	START DATE	END DATE	TAS ACCT	PO LINE DESCRIPTION
1	0051032580-00010	\$41,532,163.00	03/01/2023	09/30/2027	0415	FSM Infrastructure-Kosrae Hospital Proje

AWARD ATTACHMENTS

FSM NATIONAL GOVERNMENT

D23AF00067-00

1. FY2023-COFA-FSM-Infra-KSA Hospital Project Terms

U.S. Department of the Interior – Office of Insular Affairs
GRANT TERMS & CONDITIONS

Federated States of Micronesia – FY2023 Public Sector Infrastructure
Kosrae Hospital Project

Award Amount: \$41,532,163

Period of Availability: 03/01/2023 - 09/30/2027

1. The Government of the Federated States of Micronesia (FSM) and any of its sub-grantees are responsible for compliance with all laws, regulations and requirements governing the use of grant funds awarded under the Compact of Free Association, as amended, and its related agreements (with particular attention to the “Agreement Concerning Procedures for the Implementation of United States Economic Assistance Provided in the Compact of Free Association, as amended, between the Government of the United States and the Government of the Federated States of Micronesia,” also referred to as the Fiscal Procedures Agreement) as ratified by both Governments. In those instances in which the FSM or its sub-grantees do not believe they can comply, advance notification should be provided to the Office of Insular Affairs (OIA) identifying the problem areas, so that adequate remedies, including the provision of technical assistance, can be identified and implemented to correct the deficient areas.
2. The grantee is responsible for compliance with the provisions of all applicable laws and regulations governing the use of Federal grant funds.
 - a. Procurement of Goods and Services with Grant Funds: This award should not be considered an approval or endorsement of the procurement methods used by the grantee. Grantees must comply with all applicable laws and regulations governing the use of Federal grant funds when procuring goods and/or services under the grant. As this project may be selected for evaluation, please ensure that the documentation to support the history of the procurement is complete and available for review. Funding of this project may be subject to verification of compliance with applicable procurement requirements.
 - b. Procurement Process Certification: Prior to the first drawdown of funds, the grantee must provide a written certification to the OIA grant manager that the applicable laws and regulations governing the use of Federal grant funds were complied with for the procurement of any goods and/or services under the grant.
3. Grant funds are not to be used for any purpose other than that for which they are offered without prior approval from OIA. For this grant, the offered allocation is as follows:

\$41,532,163 – Kosrae Hospital Project

4. Special Terms and Conditions

- a. Funding made available under this grant shall not be authorized for permanent works by the construction contractor until all project design elements, including a certified construction cost estimate and cost loaded schedule, undertaken by the design contractor and the construction contractor, have been reviewed and accepted by both the Government of the FSM and the U.S. Army Corps of Engineers.

5. Grant Fund Drawdown Requirements

- a. The Government of the FSM shall utilize the Automated Standard Application for Payment system (ASAP) to request payments.
- b. A completed SF-270 Request for Advance or Reimbursement must be submitted to the OIA grant manager for the drawdown of funds. The SF-270 should be submitted via email prior to the payment request being submitted in ASAP. The SF-270 shall specify the OIA grant number, recipient bank account number in which the funds are to be deposited as well as the American Banking Association (ABA) routing number, for the electronic transfer of funds.

6. Reporting Requirements

- a. A SF-425 Federal Financial Report and a narrative project status report will be submitted quarterly for the periods beginning October 1, January 1, April 1, July 1 and ending September 30.
- b. Reports are due within 30 days of the end of the period. Final reports are due 90 days after the expiration or termination of the award.
- c. All required reports must be submitted to the OIA grant manager listed below.

7. Central Contractor Registration and Universal Identifier Requirement

a. Requirement for Central Contractor Registration (CCR)

- i. Unless you are exempted from this requirement under 2 CFR 25.110, you as the recipient must maintain the currency of your information in the CCR until you submit the final financial report required under this award or receive the final payment, whichever is later. This requires that you review and update the information at least annually after the initial registration, and more frequently if required by changes in your information or another award term.

b. Requirement for Data Universal Numbering System (DUNS) Numbers

- i. If you are authorized to make subawards under this award, you:

- a) Must notify potential subrecipients that no entity (see definition of this award term in paragraph C) may receive a subaward from you unless the entity has provided its DUNS number to you.
- b) May not make a sub award to an entity unless the entity has provided its DUNS number to you.

c. Definitions

For purposes of this award term:

- i. Central Contractor Registration (CCR) means the Federal repository into which an entity must provide information required for the conduct of business as a recipient. Additional information about registration procedures may be found at the CCR Internet site (currently at <http://www.sam.gov>).
- ii. Data Universal Numbering System (DUNS) number means the nine-digit number established and assigned by Dun and Bradstreet, Inc. (D&B) to uniquely identify business entities. A DUNS number may be obtained from D&B by telephone (currently 866-705-5711) or the Internet (currently at <http://fedgov.dnb.com/webform>).
- iii. Entity, as it is used in this award term, means all of the following, as defined at 2 CFR part 25, Subpart C:
 1. A Governmental organization, which is a State, local government, or Indian Tribe;
 2. A foreign public entity;
 3. A domestic or foreign nonprofit organization;
 4. A domestic or foreign for-profit organization; and
 5. A Federal agency, but only as a subrecipient under an award or subaward to a nonFederal entity.
- iv. Subaward:
 1. This term means a legal instrument to provide support for the performance of any portion of the substantive project or program for which you received this award and that you as the recipient award to an eligible subrecipient.
 2. The term does not include your procurement of property and services needed to carry out the project or program (for further explanation, see Sec. 11.210 of the attachment to OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*).
 3. A subaward may be provided through any legal agreement, including an agreement that you consider a contract.
- v. Subrecipient means an entity that:

1. Receives a subaward from you under this award; and
2. Is accountable to you for the use of the Federal funds provided by the subaward.

8. Contact Information

a. Kemsy Sigrah

Office of the President, Compact Management Unit
FSM National Government
P.O. Box PS 52
Palikir, Pohnpei, FM 96941
Phone: 691-320-6260
Fax: 691-320-2428
Email: kemsy.sigrah@gov.fm

b. OIA Grant Manager:

Stephen E. Savage
Office of Insular Affairs
U.S. Department of the Interior
1132 Bishop Street, Suite 2104
Honolulu, HI 96813
Phone: 808-525-5088
Stephen_Savage@ios.doi.gov

9. Failure to comply with program objectives, terms and conditions of the grant award, and reporting requirements may result in the withholding of funds and/or termination of the grant.