AMENDMENT TO THE

SENATE AMENDMENT TO H.R. 1

OFFERED BY MRS. TORRES OF CALIFORNIA

At the end of title IX add the following new section:

SEC. __. [INSERT SECTION HEADING]. PROHIBITION ON CANCELLATION OF AWARDED FEMA GRANTS.

(a) Restriction on Cancellation. — The Administrator of the Federal Emergency Management Agency (FEMA) may not cancel, rescind, revoke, or otherwise nullify any grant that has been formally awarded and obligated to a recipient, except in cases of fraud, misuse of funds, or failure to substantially comply with the terms and conditions of the grant.

(b) Protection of Funds. — All awarded FEMA grant funds shall remain available to the recipient for the duration of the grant period, as specified in the grant agreement, subject to applicable federal oversight and auditing procedures.

(c) Report Requirement. — Any decision to cancel an awarded FEMA grant under subsection (a) must be accompanied by a written report to Congress within 30 days, detailing the justification for such cancellation.