A BILL FOR AN ACT

To further amend title 55 of the Code of the Federated States of Micronesia, as amended, by amending section 223 for the purpose of abolishing the thirty day period within which the Secretary of Finance must disburse payments on valid obligations, and for other purposes.

BE IT ENACTED BY THE CONGRESS OF THE FEDERATED STATES OF MICRONESIA:

Section 1. Section 223 of title 55 of the Code of the Federated States of Micronesia is hereby amended to read as follows:

"Section 223. Disbursement procedures. Unless otherwise specifically provided by law, the following procedures shall control the administration and management of all funds appropriated from the General Fund of the Federated States of Micronesia or made available to the Federated States of Micronesia from other sources:

(1) All such funds shall remain in the custody and control of the Secretary of Finance until they are obligated and disbursed by him in accordance with law.

(2) Such funds shall be deemed to be obligated as of the date the person or entity to whom the funds are allotted enters into a legally binding written agreement supported by the documentary evidence required by section 218 of this chapter or rules and regulations issued pursuant to authority vested by section 227 of this chapter.

(3) The Secretary of Finance shall disburse such funds as may be required to liquidate valid obligations within thirty days of their becoming payable as indicated by valid documentary evidence of such obligation and a valid claim for payment, if required by the terms of the documentary evidence of the obligation, pay all invoices when presented."
Section 2. This act shall become law upon approval by the President of the Federated States of Micronesia or upon its becoming law without such approval.

Date: 11/07/94

Introduced by:

Peter M. Christian