

WM

A BILL FOR AN ACT

To further amend section 225 of title 55 of the Code of the Federated States of Micronesia, regarding reversion of unexpended funds, and for other purposes.

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

1 Section 1. Section 225 of title 55 of the Code of the Federated  
2 States of Micronesia, as amended by Public Laws Nos. 2-68, 3-23, and 3-28,  
3 is hereby further amended to read as follows:

4 "Section 225. Reversion of unexpended funds; Cancellation of  
5 obligations.

6 (1) ~~Unless otherwise provided by law~~ All sums of money  
7 which are appropriated for any fiscal period, and which are not  
8 expended during the period, shall lapse and shall not be issued  
9 or applied in any future fiscal period to the particular purpose  
10 for which the appropriation has been so made, unless a valid  
11 obligation has been made before the expiration of the fiscal  
12 period by which a liability to issue or apply the same has been  
13 incurred, and a certified copy of such valid obligation has been  
14 deposited with the Secretary of Finance.

15 (2) The Secretary of Finance is authorized to cancel an  
16 obligation not liquidated within one year of the time it became  
17 payable, as indicated by valid documentary evidence of such  
18 obligation, if the reason for not liquidating the obligation was  
19 the failure of a party to submit a valid claim for payment as re-  
20 quired by the terms of the document evidencing the obligation."

21 Section 2. This act shall become law upon approval by the President  
22 of the Federated States of Micronesia or upon its becoming law without such  
23 approval.

24  
25 Date: Aug. 8/84

Introduced by: Claude H. Phillip  
Claude Phillip