

COLLEGE OF MICRONESIA-FSM
BOARD POLICY No. 1400

Financial Management

Date Adopted: 20-23 March 2006
Date Revised: 4 December 2018
Date Reviewed: 19 March 2015, 4 December 2018
References: PL 7-79, Section 27 (1-5)

The board at its discretion shall:

- 1) Enter into and perform such contracts, leases, cooperative agreements, or other transactions as may be necessary in the conduct of its business and on such terms and conditions as it may deem appropriate, including contracts to perform organized research, training, and demonstrations on a reimbursable basis;
- 2) Receive, manage, and invest monies, and receive and manage other property, real, personal or mixed, tangible or intangible, or services which may be appropriated, or in any manner received from any source for the purposes of the college, its improvement or adornment, or for the aid to the students or faculty of the college, and in general to act as trustee on behalf of the college for such purposes or objects;
- 3) Approve rates of per diem and policies relating thereto for officials, faculty members, and other employees of the college; and
- 4) Approve such rents, fees and charges, as the board deems appropriate, for the private use of facilities of the college or services provided by the college.

The board is responsible for ensuring that the college develops, implements, and maintains, in accordance with generally accepted accounting principles, accounting and record-keeping, financial reporting, and financial management systems which provide for full disclosure of the results of financial operations, adequate financial information needed in the management of operations, and the formulation and execution of the annual budget adopted by the board. Such systems are to ensure effective control over income, expenditures, funds, property and other assets of the college and be designed to prevent the misappropriation of funds. Records relating to the financial transactions of the college are maintained for at least five years.