1991-Subsec. (c). Pub. L. 102-141 amended last sentence generally. Prior to amendment, last sentence read as follows: "In requesting an appropriation under this subsection for a fiscal year, the Postal Service shall include an amount to reconcile sums authorized to be appropriated for prior fiscal years on the basis of estimated mail volume with sums which would have been authorized to be appropriated if based on the final audited mail volume."
1990-Subsec. (c). Pub. L. 101-509 substituted "3626(a)-(h) and (j)-(k)" for "3626(a)-(h)".
1986-Subsec. (c). Pub. L. 99-509 substituted "3626(a)-(h)" for " 3626 ",
Pub. L. 99-410 substituted " 3406 " for " 3405 " and struck out "the Overseas Citizens Voting Rights Act of 1975, and the Federal Voting Assistance Act of 1955' after " 3626 of this title,",
1981—Subsec. (b)(1). Pub. L. 97-35 substituted " $\$ 250,000,000$ " for "an amount equal to 7 percent of such sum for fiscal year 1971" in subpar. (D), substituted " $\$ 100,000,000$ " for "'an amount equal to 6 percent of such sum for fiscal year 1971" in subpar. (E), and substituted "no funds are authorized to be appropriated" for "an amount equal to 5 percent of such sum for fiscal year 1971" in subpar. (F).
1980-Subsec. (b)(1)(C). Pub. L. 96-499, §411, substituted " $\$ 486,000,000$ " for "an amount equal to 8 percent of such sum for fiscal year 1971".
Subsec. (c). Pub. L. 96-499, §414(a), inserted provision requiring Postal Service when requesting an appropriation under subsec. (c) to reconcile sums authorized to be appropriated for prior fiscal years on the basis of estimated mail volume with sums which would have been authorized if based on the final audited mail volume.
1978-Subsec. (c). Pub. L. 95-593 inserted provisions relating to applicability of Overseas Citizens Voting Rights Act of 1975.
1976-Subsec. (b)(3). Pub. L. 94-421, §2(a), struck out par. (3) which required Postal Service, when requesting appropriations, to present to the appropriate committees in Congress, a statement of its compliance with the cost policy established under section 101(b) of this title.
Subsecs. (d) to (i). Pub. L. 94-421, §2(b), added subsecs. (d) to (i).

## Change of Name

Committee on Governmental Affairs of Senate changed to Committee on Homeland Security and Governmental Affairs of Senate, effective Jan. 4, 2005, by Senate Resolution No. 445, One Hundred Eighth Congress, Oct. 9, 2004.

Effective Date of 1993 Amendments
Section 703(b) of Pub. L. 103-123 provided that: "The amendments made by subsection (a) [amending this section] shall apply with respect to appropriations for fiscal years beginning after September 30, 1993."
Section 704(c)(2) of Pub. L. 103-123 provided that: "The amendments made by subsection (b) [amending this section] shall apply with respect to appropriations for fiscal years beginning after September 30, 1993."
Amendment by Pub. L. 103-31 effective (1) with respect to a State that, on May 20, 1993, has a provision in the constitution of the State that would preclude compliance with section 1973 gg et seq. of Title 42, The Public Health and Welfare, unless the State maintained separate Federal and State official lists of eligible voters, on the later of Jan. 1, 1996, or the date that is 120 days after the date by which, under the constitution of the State as in effect on May 20, 1993, it would be legally possible to adopt and place into effect any amendments to the constitution of the State that are necessary to permit compliance with section 1973gg et seq. of Title 42 without requiring a special election, and (2) with respect to a State not described in cl. (1) on Jan. 1, 1995, see section 13 of Pub. L. 103-31, set out as an Effective Date note under section 1973gg of Title 42.

Effective Date of 1990 Amendment
Section 1(c) of Pub. L. 101-509 provided that: "The amendment enacted by this section [amending this sec-
tion and section 3626 of this title] shall become effective ninety days after the date of enactment of this Act [Nov. 5, 1990]."

## Effective Date of 1986 Amendments

Amendment by Pub. L. 99-509 effective Jan. 1, 1989, or effective date of next general change in rates and fees under sections 3622 and 3625 of this title [Apr. 3, 1988], whichever is sooner, see section 6003(c) of Pub. L. 99-509 set out as a note under section 3626 of this title.
Amendment by Pub. L. 99-410 applicable with respect to elections taking place after Dec. 31, 1987, see section 204 of Pub. L. 99-410, set out as an Effective Date note under section 1973ff of Title 42, The Public Health and Welfare.

Effective Date of 1981 Amendment
Amendment by Pub. L. 97-35 effective Oct. 1, 1981, see section 1727 of Pub. L. $97-35$, set out as a note under section 2003 of this title.

## Effective Date of 1980 Amendment

Section 415 of Pub. L. 96-499 provided that: "The provisions of this subtitle, including the amendments made by this subtitle [subtitle B (§§411-415) of title IV of Pub. L. 96-499, amending this section and enacting provisions set out as a note under section 403 of this title], shall take effect on the date of the enactment of this Act [Dec. 5, 1980]."

## Effective Date

Subsec. (a) of this section effective July 1, 1971, pursuant to Resolution No. 71-9, of the Board of Governors, and subsecs. (b) and (c) effective Jan. 20, 1971, pursuant to Resolution No. 71-10 of the Board of Governors. See section 15(a) of Pub. L. 91-375, set out as a note preceding section 101 of this title.

## Termination of Reporting Requirements

For termination, effective May 15, 2000, of provisions of law requiring submittal to Congress of any annual, semiannual, or other regular periodic report listed in House Document No. 103-7 (in which the last item on page 194 identifies a reporting provision which, as subsequently amended, is contained in subsec. (e) of this section), see section 3003 of Pub. L. 104-66, as amended, and section 1(a)(4) [div. A, §1402(1)] of Pub. L. 106-554, set out as notes under section 1113 of Title 31, Money and Finance.

Reduction of Authorization for Revenue Foregone
Pub. L. 99-272, title XV, §15101, Apr. 7, 1986, 100 Stat. 330, provided that: "Notwithstanding subsection (c) of section 2401 of title 39, United States Code, the amount authorized to be appropriated pursuant to such subsection for fiscal year 1986 shall be $\$ 749,000,000$."
Section 1723 of Pub. L. 97-35, as amended effective Oct. 1, 1982, by Pub. L. 97-216, title I, §101, July 18, 1982 , 96 Stat. 189, provided that: "Notwithstanding section 2401(c) of title 39, United States Code, the amount authorized to be appropriated under such section shall not exceed-
"(1) $\$ 696,000,000$ for fiscal year 1982;
''(2) $\$ 708,000,000$ for fiscal year 1983; or
'(3) $\$ 760,000,000$ for fiscal year 1984.',

## § 2402. Annual report

The Postmaster General shall render an annual report to the Board concerning the operations of the Postal Service under this title. Upon approval thereof, or after making such changes as it considers appropriate, the Board shall transmit such reports to the President and the Congress.
(Pub. L. 91-375, Aug. 12, 1970, 84 Stat. 743.)

## Effective Date

Section effective July 1, 1971, pursuant to Resolution No. 71-9 of the Board of Governors. See section 15(a) of

Pub. L. 91-375, set out as a note preceding section 101 of this title.

## Termination of Reporting Requirements

For termination, effective May 15, 2000, of provisions in this section relating to the requirement that the Board transmit annual reports to Congress, see section 3003 of Pub. L. 104-66, as amended, set out as a note under section 1113 of Title 31, Money and Finance, and page 195 of House Document No. 103-7.

## CHAPTER 26-DEBTS AND COLLECTION

Sec
2601.
2602.

Collection and adjustment of debts.
Transportation of international mail by air carriers of the United States.
2603. Settlement of claims for damages caused by the Postal Service.
2604. Delivery of stolen money to owner.
2605. Suits to recover wrongful or fraudulent payments.

## $\S$ 2601. Collection and adjustment of debts

(a) The Postal Service-
(1) shall collect debts due the Postal Service;
(2) shall collect and remit fines, penalties, and forfeitures arising out of matters affecting the Postal Service;
(3) may adjust, pay, or credit the account of a postmaster or of an enlisted person of an Armed Force performing postal duties, for any loss of Postal Service funds, papers, postage, or other stamped stock or accountable paper; and
(4) may prescribe penalties for failure to render accounts.

The Postal Service may refer any matter, which is uncollectable through administrative action, to the Government Accountability Office for collection. This subsection does not affect the authority of the Attorney General in cases in which judicial proceedings are instituted.
(b) In all cases of disability or alleged liability for any sum of money by way of damages or otherwise, under any provision of law in relation to the officers, employees, operations, or business of the Postal Service, the Postal Service shall determine whether the interests of the Postal Service probably require the exercise of its powers over the same. Upon the determination, the Postal Service on such terms as it deems just and expedient, may-
(1) remove the disability; or
(2) compromise, release, or discharge the claim for such sum of money and damages.
(Pub. L. 91-375, Aug. 12, 1970, 84 Stat. 744; Pub. L. 108-271, §8(b), July 7, 2004, 118 Stat. 814.)

## AMENDMENTS

2004-Subsec. (a). Pub. L. 108-271 substituted "Government Accountability Office" for "General Accounting Office" in concluding provisions.

## Effective Date

Chapter effective July 1, 1971, pursuant to Resolution No. 71-9 of the Board of Governors. See section 15(a) of Pub. L. 91-375, set out as a note preceding section 101 of this title.

## $\S$ 2602. Transportation of international mail by air carriers of the United States

(a) The Postal Service may offset against any balances due another country resulting from the
transaction of international money order business, or otherwise, amounts due from that country to the United States, or to the United States for the account of air carriers of the United States transporting mail of that country, when-
(1) the Postal Service puts into effect rates of compensation to be charged another country for transportation; and
(2) the United States is required to collect from another country the amounts owed for transportation for the account of the air carriers.
(b) When the Postal Service has proceeded under authority of subsection (a) of this section, it shall-
(1) give appropriate credit to the country involved;
(2) pay to the air carrier the portion of the amount so credited which is owed to the air carrier for its services in transporting the mail of the other country; and
(3) deposit in the Postal Service Fund that portion of the amount so credited which is due the United States on its own account.
(c) The Postal Service may advance to an air carrier, out of funds available for payment of balances due other countries, the amounts determined by the Postal Service to be due from another country to an air carrier for the transportation of its mails when-
(1) collections are to be made by the United States for the account of air carriers; and
(2) the Postal Service determines that the balance of funds available is such that the advances may be made therefrom.

Collection from another country of the amount so advanced shall be made by offset, or otherwise, and the appropriation from which the advance is made shall be reimbursed by the collections made by the United States.
(d) If the United States is unable to collect from the debtor country an amount paid or advanced to an air carrier within 12 months after payment or advance has been made, the United States may deduct the uncollected amount from any sums owed by it to the air carrier.
(e) The Postal Service shall adopt such accounting procedures as may be necessary to conform to and carry out the purposes of this section.
(Pub. L. 91-375, Aug. 12, 1970, 84 Stat. 744.)

## $\S$ 2603. Settlement of claims for damages caused by the Postal Service

When the Postal Service finds a claim for damage to persons or property resulting from the operation of the Postal Service to be a proper charge against the United States, and it is not cognizable under section 2672 of title 28 , it may adjust and settle the claim.
(Pub. L. 91-375, Aug. 12, 1970, 84 Stat. 745.)
Charge Against Postal Revenues for Settlement of Claims for Damages and for Losses Resulting From Unavoidable Casualty

Pub. L. 89-57, title II, § 201, June 30, 1965, 79 Stat. 200, provided in part: "That hereafter settlement of claims, pursuant to law, current and prior fiscal years, for

