

Article 167. The Civil Aeronautics Board shall annually determine the budget and income of aviation clubs and ascertain that such budget and income is used for the specific purposes of the aeronautical activities of the aero clubs.

Article 168. The Civil Aeronautics Board shall control the allocation of fuel and lubricants which the State provides for their aeronautical activities, and the aviation clubs must render monthly written accounts of such allocations.

Article 169. Income derived by aviation clubs from fees paid by their members per flying hour, 70% must be used for replacement of flying equipment, and the remaining 30% for other expenses deemed necessary by the aviation club.

Article 170. The aviation club shall deposit the amount of 70% specified in the preceding article with a State bank in an account designated "Replacement of flying equipment" and charge to it the amount of the respective bills for orders which have been approved in advance by the Civil Aeronautics Board for acquisition of flying equipment such as: aircraft, aircraft engines, equipment and spare parts.

Article 171. The Civil Aeronautics Board shall issue special receipts, for purpose of controlling all funds specified in article 169 of this law, which shall be proof of billing by the aviation clubs for flight hours paid by its members.

CHAPTER II. CIVIL AVIATION SCHOOL OF PERU

Article 172. The Civil Aviation School of Peru is a technical aviation organization intended for the purpose of preparation and training of specialized personnel needed for civil aviation activities; it forms an integral part of the Ministry of Aeronautics and exercises its duties under the supervision of the Civil Aeronautics Board.

Article 173. The administrative, technical, and economic direction, supervision, and control of the Civil Aviation School of Peru shall be exercised by the Superior Council of the Civil Aviation School of Peru which shall ensure that the school fulfills the specific purposes with which it has been entrusted to reach a high level of technical efficiency, of progress and development.

Article 174. The Superior Council of the Civil Aviation School of Peru shall consist of:

The Director General of the Civil Aeronautics Board, who shall be chairman of the Council:

The Chairman of the Board of the Peruvian Corporation of Airports and Commercial Aviation (CORPAC):

The Chief of Instruction of the General Staff of the FAP [Armed Forces of Peru]:

The Assistant Director of the Aeronautics Administration;

A representative of the national aviation companies, designated by the Minister of Aeronautics.

Article 175. The management of the Civil Aviation School of Peru shall submit for the approval of the Superior Council its annual expense budget which must be drafted in accord with funds appropriated for it by the State.

Article 176. The Civil Aeronautics Board shall exercise financial control over amounts expended by the Civil Aviation School of Peru