

BUSINESS AND NONINSTRUCTIONAL OPERATIONS

Borrowing

The Sschool Bboard may borrow funds as described in the legal reference to this Ppolicy.

Legal Reference

Code of Virginia, § 22.1-110, as amended. Temporary loans to school boards.

~~No school board shall borrow any money in any manner for any purpose without express authority of law. Any loan negotiated in violation of this section shall be void. Subject to the approval of the governing body or bodies appropriating funds to the school board, any school board is authorized to borrow money, when necessary, not to exceed in the aggregate one half of the amount produced by the school levy for the school division for the year in which such money is so borrowed or one half of the amount of the cash appropriation made to such school board for the preceding year or, in school divisions for which there is both a school levy and appropriation, one half of the amount of each. Such loans shall be evidenced by notes or bonds negotiable or nonnegotiable, as the school board determines. In the case of temporary loans in anticipation of loans from the Literary Fund, such loans shall be repaid within two years of their dates. Other temporary loans shall be repaid within one year of their dates. However, loans made to purchase new school buses to replace obsolete or worn-out equipment shall be repaid within not less than five years of their dates. (1987)~~

Adopted by School Board: February 16, 1993

Amended by School Board: 2020

APPROVED AS TO
LEGAL SUFFICIENCY

Kamala H. Lencioni