

FACILITIES FUNDING THROUGH BONDED INDEBTEDNESS

The Board of Education may submit to the registered qualified electors of the school district, at any regular school election or at a special election called for the purpose at occasions prescribed by state statute, the question of contracting a bonded indebtedness to finance capital outlay programs.

Before such a bond election, the specific needs for facilities shall be made clear to the general public, and careful estimates will be made as to the amounts required for the sites, buildings and equipment.

Following approval by the voters, the bonds to be issued will be advertised as appropriate in newspapers, national financial journals and other media. Disposition of the bonds then shall be accomplished by public sale on the basis of sealed bids, unless otherwise authorized by the Board of Education. The Board reserves the right to reject any and all bids.

The Bond Redemption Fund of the district comes directly and solely out of the levy of taxes initiated by the successful bond election. In anticipation of interest and principal payments, the Board will adopt annual resolutions authorizing the withdrawal from the Bond Redemption Fund of the amounts needed to meet the payments due and the deposit of such moneys with the paying agent for honoring the bonds and interest coupons presented for payment.

The Building fund is the fund authorized by approval of the bond issue. The initial receipts from the sale of bonds are deposited in this fund, and actual expenditures for sites, buildings and equipment are made from it. The Board of Education will adopt an annual budget resolution authorizing the withdrawal from the fund of the amounts needed to meet the payments due architects, contractors and other individuals or firms. The Board shall receive periodic reports on the expenditures made from this fund as compared with the original appropriations for the various projects included.

Adopted April 5, 1995

Legal ref: C.R.S. 22-40-101 et seq. (*financial policies and procedures*)
 C.R.S. 22-41-109 (*bond guarantee loans*)
 C.R.S. 22-42-101 et seq. (*bonded indebtedness*)
 C.R.S. 22-45-103(b) (*accounting/reporting bond redemption fund*)
 C.R.S. 29-14-101 et seq. (*Bond Anticipation Note Act*)