

## FINANCING FACILITIES DEVELOPMENT

The Board of Education, subject to approval by the voters, may issue bonds to provide for the expense of new construction projects, renovations and/or capital equipment purchases.

A capital reserve fund may, with the approval of voters, be established as the fund through which monies used for capital construction or renovation projects will be controlled.

Selling Bonds

The sale of bonds and bond anticipation notes (BANS) for capital projects shall be accomplished through competitive bids. Bonds and BANS will be sold within parameters set by the Board of Education to the bidder bidding the lowest interest rate. The services of a bond attorney and/or consultant may be used whenever, in the opinion of the Board, it is in the best interest of the school district.

Payment of Bonds

The payment of bonds and BANS shall be based upon a fixed schedule adopted by the Board of Education. Every effort shall be made to secure an interest rate which is the lowest possible rate available to the school district. The term of each bond issue shall be determined by the Board in consideration of interest rates and financial conditions at the time of the bond sale, as well as applicable state law.

Date Adopted: 5/16/06