MONONA GROVE SCHOOL DISTRICT

Board Policy 631

LONG- AND SHORT-TERM BORROWING

The Monona Grove School District may incur indebtedness for school purposes only in the amount prescribed by law, based upon the state equalized valuation of the taxable property of the district.

Long-Term Borrowing

When it becomes necessary and/or desirable to purchase school sites or site additions, erect and equip new school buildings, remodel or add to current buildings, retire current indebtedness or finance any other capital expenditure for long periods of time, the Board shall consider the following options at its disposal:

1. The sale of bonds
2. The sale of long-term notes
3. Use of the State Trust Fund

In evaluating its options, the Board shall consider the best financial advice available and the following: the status of its debt structure, the best interest rates to be secured and the purposes for which the borrowing is sought.

Funds so borrowed must be used exclusively for the purposes advertised at the time funds were sought.

Short-Term Loans

Quotes shall be solicited annually for all short-term loans approved by the Board. Funds shall be borrowed from the responsible organization offering the most favorable terms.

LEGAL REFERENCES: Sections 24.60 – 24.73 Wisconsin Statutes
67.03 – 67.05
67.05
67.11
67.12(8) & (12)
120.10(10)
120.115

BOARD APPROVAL: April 9, 2003