

REEDSPORT SCHOOL DISTRICT

POLICY: TAXING AND BORROWING AUTHORITY

CODE: DC

It is the policy of Reedsport School District 105 to operate on a cash basis in so far as is practicable. Operational costs are financed through federal, state, county, and local receipts. Capital outlay financing of smaller projects is done through the use of current revenues, thus reserving the bonding capacity of the school district for larger expenditure items. Special reserve or sinking funds may be established from time to time as deemed necessary by the Board of Directors.

When there is a deficiency, or no money in the treasury of the school district, a short-term loan may be secured by the business office when authority has been given by the Board of Directors. The business office shall prepare and carry out all legal procedures necessary to transact the loan. This method of financing, before the receipt of tax revenues, is the preferred method of interim financing within the current budget totals.

END OF POLICY

Legal Reference: ORS 328.565

Adopted: 07/14/87

Revised: 07/11/90

Original Code:DADA

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