

FACILITIES CAPITALIZATION PROGRAM

To finance the facilities program, the Board, as established by law, may at its discretion authorize an annual tax levy not to exceed three mills on the taxable valuation of the district for the capital outlay fund. The Board may also issue and sell capital outlay certificates. Money received from the sale of these certificates will also be placed in the capital outlay fund.

The capital outlay fund is a fund provided by law for the purchase of land; improvement of grounds; construction of, additions to and remodeling of facilities; or for the purchase of equipment, books and software. It may also be used for installment payments for the purchase of real property, plant or equipment, where the installment contract does not exceed 10 years, and for the payment of the principal and interest of the capital outlay certificates. When used for the purchase of capital outlay certificates and the payment of installment contracts, the total accumulated unpaid principal balances cannot exceed three percent of the taxable valuation.

Construction of new facilities, or of additions to facilities which will require advertising for bids, must have a public hearing at least 10 days prior to the advertisement of any contract specifications. Following this public hearing and approval of the Board, the district may use the capital outlay fund for payment of the new construction or addition, however, the district may not change the originally advertised use of the fund without holding another public meeting.

In accordance with law, the Board will develop and maintain a five-year plan on the annual project revenues and expenditures for the capital outlay fund. The projected expenditures will itemize the project costs for new or additional facilities.

(ADOPTION DATE: May 10, 1982)
(REVISED DATE: February 23, 2004)
(REVIEWED DATE: August 27, 2007)

CROSS REFS.: FD, Bond Campaigns