

SUBJECT: Time Warrants

I. Purposes

The Board may issue interest-bearing time warrants in amounts sufficient to repair or renovate school buildings, to purchase school buildings and equipment, to supply necessary utilities, or to employ an individual firm or corporation which has special skill and experience in compiling taxation data for use by the Board of Equalization, when the District's funds are insufficient to cover these items. Warrants shall mature in serial installments of not more than five years from date of issue, and shall bear interest at a rate not to exceed the statutory limit. They shall, upon maturity, be payable out of any available funds of the District.

II. Limitations

Warrants may be sold for not less than face value, and proceeds derived shall be used only for the purposes for which the warrants were issued.

The Board may not issue warrants in excess of 5% of the assessed valuation of the district for the year in which the warrants are issued. Also, the payment of the warrants in any given year shall not exceed the anticipated surplus income of the District for the year. Finally, the District shall not have outstanding at any one time warrants exceeding \$120,000.

III. Procedures

Time warrants shall be issued in accordance with the Bond Procedures Act of 1981.