

TURKEYFOOT VALLEY AREA SCHOOL DISTRICT

SECTION: FINANCES

TITLE: BORROWING IN
ANTICIPATION OF
CURRENT REVENUE

ADOPTED: AUGUST 18, 2014

REVISED:

FORMERLY 8110

626.1 BORROWING IN ANTICIPATION OF CURRENT REVENUE

1. The School District may borrow money in anticipation of current revenues in an amount not exceeding 85% of such anticipated revenues, plus an added percentage to provide for estimated net Interest to maturity of the taxes and revenues estimated to be collect in such fiscal year on or after the date of the notes and before the date of the last of such payments.
2. Such notes shall mature and be payable during the current fiscal year in which such money is borrowed.
3. No such borrowing shall constitute an increase in indebtedness within the meaning of the "Local Government Unit Debt Act" (Act 185) and shall require the approval of the Department of Community Affairs.
4. The incurring of such indebtedness shall require the affirmative vote of not less than 2/3 of the members of the School Directors of the District.
5. The anticipated current revenue shall be pledged for the payment of such indebtedness.
6. If unpaid at the close of the fiscal year in which incurred the indebtedness shall become an obligation of the following year's budget and included therein and shall be payable not later than November 1 of such following year.
7. Limit on Temporary in Anticipation of Proceeds of Bond Issue; Payment. See School Laws of Pennsylvania, Section 639.

Legal Reference

- Act 280 – (November 30, 1972)
- Act 185 – (July 12, 1972)

Reviewed 6/28/01, 6/19/06