

7.41 - Indebtedness

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INDEBTEDNESS

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Any Alexander City school employee or other person shall be personally liable for creating any bill of indebtedness against a school or against the Alexander City Board of Education unless authority exists under duly adopted policy of the Alexander City Board of Education or unless authorized in writing by the Superintendent. Any employee violating the provisions of this rule may be subject to cancellation of his or her contract or dismissal from employment.

Bonded Indebtedness

The Alexander City Board of Education shall not incur any bonded indebtedness that shall require annual payments on the principal and interest in excess of eight percent (8%) of the anticipated revenue of the ad valorem tax pledged to retire such bonds.

Current Indebtedness

Tax proceeds, which are not pledged to retire bonded indebtedness, shall be used for current expenses. All funds borrowed for current expenses shall be repaid before the end of the fiscal year in which such funds are borrowed.

The Board shall not spend or obligate to spend more money in any fiscal year than the income received during that year plus the balance on hand at the beginning of said fiscal year.

REFERENCE(S):

CODE OF ALABAMA

16-13-70, 16-13-144 through -146, 16-13-140

HISTORY:

ADOPTED: JULY 13, 2010

REVISED:

FORMERLY: NEW