

PENSACOLA STATE COLLEGE
POLICIES OF THE DISTRICT BOARD OF TRUSTEES

Policy Title:	Debt Incurrence	
<u>Number</u>		6Hx20-5.004
Legal Authority:	s. 1001.64, Fla. Stat.	<u>Page</u>
Law Implemented:	s. 1011.31, Fla. Stat.	Page 1 of 1

The District Board of Trustees may authorize the President to enter into new debt to support capital projects or strategic initiatives aligned with the College's mission. Types of debt that would require approval by the District Board of Trustees would include bonds, certificates of participation, public-private partnerships, loans, or lines of credit.

At any time, the Board of Trustees will be asked by the President to request a new debt occurrence, the following information shall be presented to the Board:

1. Purpose of debt;
2. Amount and form of the debt;
3. Rate of interest; and
4. Repayment schedule

Additional review by the Division of Bond Finance may be required. An affordability analysis to include the impact on operating budgets should be presented. Debt proceeds may not be used for operating expenses unless explicitly authorized.

At any time that current funds on hand are not sufficient to pay obligations created by the College, the College District Board of Trustees may request approval by the Commissioner of Education to negotiate a current loan in order to meet operational expenses.

History:	Adopted 5/20/80 as 6Hx20-14.766; repromulgated 8/20/86; amended 02/21/06.
President's Signature:	Date: