

# **PROCEDURE FOR EXPENDITURE OF COUNTY BOND PROCEEDS**

*Policy Code:*

**8120**

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The purpose of this policy is to place in written form the practices and procedures of the Buncombe County Board of Education (“the Board of Education”) with regard to requests made to the County of Buncombe and The Buncombe County Board of Commissioners (collectively called “the County”) for appropriation of County of Buncombe general obligation bond monies (“bond proceeds”) authorized by a vote of the people in a bond referendum.

## **I. Allocation of Bond Proceeds**

It is the policy of the Board of Education to adopt a resolution or resolutions naming the project or projects for which bond proceeds are needed, estimating as closely as possible the total expenditures from all sources needed to complete the project or projects, and allocating the bond proceeds by project.

## **II. Changes in Allocation of Bond Proceeds**

When changes in the allocation of bond proceeds among the projects designated by the resolution(s) adopted under Paragraph I of this Policy are determined by the Board of Education to be necessary or desirable, the Board of Education shall follow the procedures set forth in Paragraph IV of this policy.

## **III. Changes in Designated Projects**

When changes in the projects designated by the resolution(s) adopted under Paragraph I of this policy are determined by the Board of Education to be necessary or desirable, and such changes are within the general purposes for which the bonds were issued, the Board of Education shall follow the procedures set forth in Paragraph IV of this policy.

## **IV. Procedures**

The Board of Education shall effectuate changes in the allocation of bond proceeds among projects and changes in designated projects by written resolution(s) amending the resolution(s) adopted under Paragraph I of this policy and requesting the County to approve the changes and to authorize the related expenditure of bond proceeds, stating the circumstances upon which the Board of Education has based its determination that the changes are necessary or desirable, and shall deliver a copy of the resolution or resolutions (either by mail or by delivery in person) to each County Commissioner, the Clerk to the Buncombe County Board of Commissioners, and the Finance Officer of the County. No bond proceeds shall be obligated or expended by the Board of Education for any such change until the County has approved the change and authorized the related expenditure of bond proceeds.

A vote by The Buncombe County Board of Education shall not be taken on any motion or resolution which would constitute final action under Paragraphs II and III of this policy unless the Board of Education has been informed of the proposed action at its next preceding regular or

special meeting in public session. The statement of the proposed action in the printed agenda of any regular or special meeting of the Board of Education shall constitute informing the Board of Education of any such proposed action. The Board of Education shall conduct a public hearing on the proposed action prior to voting on any motion or resolution which would constitute final action under Paragraphs II and III of this policy.

**V. Not Applicable to Other Sources of Funds**

This policy and its requirements shall not apply to changes and expenditures of monies financed by sources other than Buncombe County general obligation bonds.

**VI. Effective Date**

This policy shall become effective upon its adoption.

Adopted: June 6, 2013

Replaces Board Policy 202