



Walla Walla Community College

Policy: Use of Debt

Adopted: April 20, 2005

USE OF DEBT

The College in accordance with Chapter 28B.50.140 (6) RCW, may, with the approval of the State Board for Community and Technical Colleges (SBCTC) borrow money and issue and sell revenue bonds in accordance with the provisions of RCW 28B.10.300 through 28B10.330 where applicable.

It is the policy of the College to effectively manage the appropriate level of debt to ensure adequate resources are available to meet debt service requirements. The College shall not incur debt or borrow money which will cause the aggregate debt obligation by the College to exceed that amount for which payments of principal and interest in any fiscal year would require the College to expend more than three percent (3%) of the average general operating revenues for the three immediately preceding fiscal years.

The College shall establish written administrative procedures for the use of debt in accordance with this policy and state law.