



GROTON AREA SCHOOL DISTRICT 06-6

POLICIES AND REGULATIONS

NEPN Code: DBKA

PROMISSORY NOTES

With Board approval, the business manager may authorize a short-term loan from one fund to another called a Promissory Note. The interest on the loan shall be at the rate of 0% per annum on the unpaid balance. The entire principal amount shall be fully and immediately repayable upon receipt of sufficient ad valorem or other revenues to satisfy the same, but not later than the final day of the fiscal year.

“Moved by _____, second _____ to authorize a short-term loan of _____ from the General Fund to the _____. The interest thereon shall be at the rate of 0% per annum on the unpaid balance. The entire principal amount shall be fully and immediately repayable upon receipt of sufficient ad valorem or other revenues to satisfy the same, but not later than December 31, _____ (year).”