



3000 - Finance 400 - Debt

1. Policy

Short-term debt consists of financing expected to be paid within one (1) year of the date of the annual audited financial statements and shall not be recorded as a liability on the balance sheet. Long-term debt consists of financing that is not expected to be repaid within one (1) year and shall be recorded as a liability on the balance sheet. All short-term and long-term debt must be approved by the Board of Trustees (Board). Loan agreements approved by the Board shall be in writing and specify all applicable terms, including the purpose of the loan, the interest rate, and the repayment schedule. Providence Hall Charter School administration may not enter into loan agreements without Board approval.