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SECURITIES



# Capital Projects Levy

## STATUTE REFERENCE:

- [123B.63](#)

## BOND SECURITY:

- No borrowing; annual levy to fund projects on a pay-as-you-go basis

## PROCESS:

- Requires voter approval on specific local annual tax rate

## GENERAL PARAMETERS:

- Limited to 10 years
- Revenue will increase or decrease as tax base valuation increases or decreases
- Elections can be held in February, April, May, August, or November

## FUNDING SOURCE:

- Paid from new capital projects tax levy

## TAX IMPACT:

- New levy will create a tax impact on Net Tax Capacity.

## STATE AID IMPACT:

- No state aid

## ELIGIBLE PROJECTS:

Here is a general description of eligible purposes.  
For a full detailed listing please see state statute:

- Constructing, repairing and improving school buildings
- Technology
  - Telecommunications, hardware and software
- Payment of special assessments
- Lease or purchase of vehicles

## KEY NOTES:

- Review and comment required for projects over \$2,000,000 unless the purpose is limited to technology
- Ag2School credit does not apply



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