

Subject State Bond Proceeds: Red Rock Central School District

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Overview

Minnesota's local school districts have generally financed the construction of new school buildings through the sale of locally issued general obligation bonds. The bonds are primarily repaid with revenue raised from the local district's property tax receipts. In some cases, debt service equalization aid and the school building bond agricultural credit contribute to the repayment of the building bonds. The total amount of building bonds issued by the district determines the yearly debt service that the district must pay; and the amount of bonds issued is, of course, directly related to the district's building needs.

On some past occasions, the legislature has appropriated state general obligation bonds to pay for a portion of a local school building project.

H.F. 1336 appropriates \$15,000,000 from state bond proceeds to the commissioner of education for a grant to Independent School District No. 2884, Red Rock Central, for construction of school facilities in Lamberton, Minnesota. Requires the school district to provide a local match of at least \$14,000,000 before the state grant may be made available.

Summary

Section	Description
1	Red Rock schools; renovation; expansion. Appropriates \$15,000,000 from the state bond proceeds fund to the commissioner of education for a grant to the Red Rock Central schools for construction of school facilities.