



## DEBT SERVICE

The Board of Directors recognizes that the Community Services District has a responsibility to develop and maintain payment of debt on a regular basis.

The District shall follow all applicable codes on debt limits and restrictions. Debt shall be a suitable means of financing capital asset acquisitions with the term of the debt no greater than the tangible life of the acquisition.

Temporary debt of a short-term nature may occasionally be necessary for the operations due to lack of cash availability. However, it is the desire of the Board of Directors to finance all current expenses with the use of current available funds whenever possible. Any exception to this procedure must be by definitive Board action.