

Financial Policy & Procedure Instructions Manual
FPI I-3 Long-Term Debt Obligation

Colorado State University is effectively prohibited from engaging in debt financing by the Colorado Constitution. The courts have determined that the constitutionally prohibited debt does not encompass special obligations that are payable solely from the revenues generated by the improvement that is financed. The TABOR Amendment imposes additional constraints since it requires prior voter approval for debt. However, enterprise activities, including auxiliary facilities, may issue revenue bonds without prior voter approval.

The State Board of Agriculture coordinates all external debt financing for the University. For additional information, refer to the State Board of Agriculture's Financing Management Policy for Long-Term Debt Obligations. A copy is available from the University Treasurer.