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Opinion No. 269
Schools—Funding Bonds—Warrants
—School Districts.

HELD: That Chapter 160, Laws of 1933, only authorizes the issuance of funding bonds to take up outstanding warrants, and bonds can only be issued to the extent of, and for the purpose of, taking up such outstanding warrants.

July 10, 1933.

We quote from your request for an opinion as follows: "As you are aware, Chapter 160 of the 1933 Session Laws authorizes the board of trustees of any school district in the state to issue funding bonds for warrants outstanding June 30, 1933, and it also implies that the cash on hand belonging to the general fund and the reserve fund of a school district on June 30, 1933, need not necessarily be applied on outstanding warrants, but may be reserved for the operation of the schools between July 1 and November 30, 1933, within certain limitations."

You inquire if, instead of reserving any money for the use of the schools, that money has been used in taking up warrants, a portion of the expense for the conducting of schools between July 1 and November 30, 1933 may be included within the bond issue authorized by said act and in excess of warrants outstanding on June 30.

To this inquiry we would reply in the negative. The law only authorizes