

4004 - INTERNAL LOANS

As a general rule, each Odyssey Charter School, Inc. school is responsible for maintaining its own solvency and for paying its own operating expenses. However, it is appropriate for one Odyssey Charter School, Inc. school to loan funds to another Odyssey Charter School, Inc. school in order to accommodate cash flow and to avoid incurring debt to a third party. The Board expressly authorizes such internal loans between Odyssey Charter School, Inc. schools as follows: Written notice of Loans between schools should be given to the President of the Board when made; Loans in excess of \$25,000.00 shall be authorized in writing by the President of the Board before they are made, and in the absence of the President then by the Vice President; Loans between schools shall be repaid as soon as cash flow permits, but no later than five (5) years unless authorized by the Board; Loans between schools shall be the subject of a report given to the Board of Directors at regularly scheduled meetings. The report shall include amounts and duration, and status (including reasons for loans, difficulties and delays in repayment, etc.).