



## Insights

# Employee Costs Related to Capital Projects, Can you Finance Them with Tax-exempt Bond Proceeds?

### Article

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Brent Feller and Anjali Vij

Brent Feller and Anjali Vij wrote an article entitled *Employee Costs Related to Capital Projects, Can you Finance Them with Tax-exempt Bond Proceeds?*, which was recently published in the October issue of the *Dispatch*, from the Illinois Government Finance Officers Association. The Article discussed the federal tax laws that apply when a municipality issues tax-exempt bonds to finance capital projects, and how such bond proceeds can be used to pay project-related employee salaries.