

**A RESOLUTION ESTABLISHING
OPERATING ACCOUNT FUND BALANCE POLICY**

BE IT RESOLVED BY THE SOUTH SANGAMON WATER COMMISSION, AS FOLLOWS:

SECTION 1. Purpose: The Commission's Operating Account will be managed so as to maintain balance at levels sufficient to mitigate current and future risks, such as revenue shortfalls and unanticipated expenditures, avoid cash flow interruptions, cover unforeseen catastrophes, and protect the Commission's credit worthiness.

This policy shall specify the size and compositions of the Commission's Operating Account and certain requirements for the same.

SECTION 2. Minimum Cash Balance: In order to provide liquidity adequate to address unexpected revenue reductions or unanticipated expenditures, the Operating Account will be managed by the Commission and/or the Commission's designee in such a way as to maintain a minimum cash balance of at least 10% of the budgeted annual expenditures on the last day of each fiscal quarter.

SECTION 3. Authorization and Review: This policy shall be placed in effect through the passage of a Resolution by the Commission. This policy shall be reviewed and modified as necessary depending upon the fiscal desires of the Commission.

SECTION 4: This Resolution is effective immediately.

APPROVED on this 16th day of December, 2019.



CHAIRMAN

ATTEST:

Clerk

AYES: _____

NAYS: _____

PASSED: 12/16/2019 _____

APPROVED: 12/16/2019 _____

ABSENT: _____

RESOLUTION CERTIFICATE

STATE OF ILLINOIS)
) SS.
COUNTY OF SANGAMON)

I, the undersigned, do hereby certify that I am the duly qualified and acting Clerk of the South Sangamon Water Commission.

I do further certify that the resolution attached hereto is a full, true, and exact copy of Resolution No. 19-04 approved by the Commission on the 16th day of December, 2019, said Resolution being entitled:

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I do further certify that prior to the making of this certificate, the said Resolution was spread at length upon the permanent records of said Commission where it now appears and remains.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of said Commission this 16th day of December, 2019.

Clerk