

POLICY	Rainy Day Fund	Resolution Number	20-56
		Resolution Date	5/20/20
		Effective Date	5/20/20

PURPOSE	The purpose of the policy is to establish an Authority-wide Rainy Day Fund in the Capital Improvement Fund.
RESPONSIBILITIES	<p>The Chief Financial Officer shall be responsible for calculating the Rainy Day Fund during each Fiscal Year's budget process.</p> <p>The Executive Director shall be responsible for recommending the use of the Rainy Day Fund to the Finance, Audit, and Administration Committee and the Board.</p>
SCOPE	<p>The Authority shall maintain a Rainy Day Fund account in the Capital Improvement Fund in an amount, after initial funding, not less than \$50 million.</p> <p>A separate account called the Rainy Day Fund will be established in the fund balance section of the Capital Improvement Fund.</p> <p>The balance in the Rainy Day Fund account cannot be budgeted or encumbered without a recommendation of the Executive Director and approval of the Board.</p> <p>The Rainy Day Fund will be initially funded no later than the end of Fiscal Year 2013.</p>
Uses of Funds	<p>Moneys held on deposit in the Rainy Day Fund within the Capital Improvement Fund may be used by the Authority for the purpose of:</p> <ul style="list-style-type: none"> • Emergency reconstruction or replacement of capital assets due to acts of nature or man when it has been determined by the Executive Director that other funds are not reasonably available to address such emergency. • Payment of all debt issued from the Capital Improvement Fund in the event there are not sufficient moneys in the Capital Improvement

	<p>Fund, due to unforeseeable circumstances, at the time an interest or principal payment on the Capital Improvement Fund debt is due.</p> <ul style="list-style-type: none"> • Payment of operation and maintenance expenses, capital costs related to construction projects, and debt service of the Authority in the event of an operational emergency due to acts of nature, man, or other unforeseen events that result in the receipt of revenue insufficient to make such payments, when it has been determined by the Executive Director that other funds are not reasonably available to address such emergency.
<p>DEFINITIONS</p>	<p>The following words and terms, when used in this Policy, shall have the following meanings, unless the context clearly indicates otherwise:</p> <p>Capital Improvement Fund – The Tollway Capital Improvement Fund created by Section 507 of the Amended and Restated Trust Agreement</p> <p>Fiscal Year – the period January 1st through December 31st or any other twelve-month operating period adopted by the Board</p>