

RESOLUTION NO. 2024-05

A RESOLUTION of the Susquehanna River Basin Commission authorizing the Commission to use the Water Management Fund as a line of credit for the General Fund.

WHEREAS, the Commission currently has a Line of Credit Agreement in the maximum principal amount of One Million dollars (\$1,000,000) with its prior financial institution; and

WHEREAS, after a competitive comparison process, the Commission has switched its banking to a new financial institution and therefore will need to close its current Line of Credit; and

WHEREAS, the Commission has explored a new line of credit and evaluated the closing costs, terms of agreement, and applicable interest that would apply to a new line of credit; and

WHEREAS, the Commission carries a sufficient reserve in its Water Management Fund such that the Commission could replicate its current Line of Credit by borrowing from the Water Management Fund from time to time when needed, which is a more cost effective and less legally binding approach for the Commission;

NOW THEREFORE BE IT RESOLVED THAT:

1. The Commission hereby authorizes the Executive Director to implement the Commission using the Water Management Fund as a Line of Credit for General Fund non-capital, administrative, and temporary cash flow needs as they arise under the terms of this Resolution.
2. The Commission may borrow a principal amount of up to One Million dollars (\$1,000,000) from the Water Management Fund that will be repaid, interest-free, in a timely manner as the Commission's cash flow allows, provided such borrowing does not disrupt financial obligations of the Water Management Fund.
3. If the General Fund maintains a principal loan balance for ninety (90) consecutive days, a bank loan will be obtained and the Water Management Fund will immediately be repaid in full.
4. To the degree necessary to accommodate this action, this Resolution amends the Water Management Fund Policy, No. 95-02.
5. This resolution shall be effective immediately.

Dated: June 13, 2024

  
Bevin Buchheister, Chair  
Pennsylvania