



## PA TURNPIKE COMMISSION POLICY

*This is a statement of official Pennsylvania Turnpike Policy*

**NUMBER:** 7.06

**APPROVAL DATE:** 4-20-2004

**EFFECTIVE DATE:** 5-5-2004

**REVISED DATE:** 00-00-0000

**POLICY SUBJECT:**

Liquidity Standard Policy

**RESPONSIBLE DEPARTMENT:**

Treasury Management Department

**A. PURPOSE:**

The purpose of this policy is to ensure that the Pennsylvania Turnpike Commission will maintain minimum annual year-end fund balances for the ongoing level of uncommitted reserves necessary for the Commission to secure and protect its long-term debt.

**B. GENERAL POLICY:**

The Pennsylvania Turnpike Commission will budget and maintain a cumulative fund balance, including cash balances in the Reserve Maintenance Fund and the General Reserve Fund, equal to the greater of either the maximum annual debt service on all bonds not secured by a Debt Service Reserve Fund or 10% of annual budgeted revenues.

*This Policy Letter supersedes all previous Policy Letters on this subject.*