

**RESOLUTION AUTHORIZING A TRANSFER FROM THE REVENUE FUND  
TO THE CAPITAL RESERVE FUND**

**WHEREAS**, the Pequannock River Basin Regional Sewerage Authority (hereinafter the "Authority") maintains certain funds in reserves; and

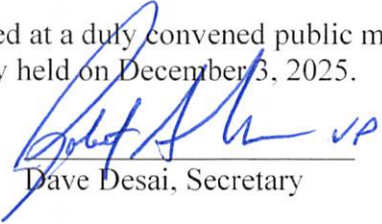
**WHEREAS**, the Authority previously established a Capital Reserve to minimize future rate impacts anticipated on implementation of the Two Bridges Sewerage Authority capital improvement program including treatment plant and pumping station upgrades as well as Authority-sponsored capital projects; and

**WHEREAS**, the Authority's FY 2026 operating budget increases the reserve amount within the Capital Reserve by contribution to that account of \$103,000.00.

**NOW, THEREFORE, BE IT RESOLVED** by the Pequannock River Basin Regional Sewerage Authority in the Counties of Morris and Passaic in the State of New Jersey on this 3<sup>rd</sup> day of December 2025 as follows:

1. An amount of \$103,000.00 of unrestricted/undesignated net assets currently within the General Fund shall be designated as a Capital Reserve.
2. Said designation shall increase the unrestricted/designated net assets within the Capital Reserve from \$3,610,117.62 to \$3,713,117.62.
3. The funds designated shall be transferred to and retained within the Capital Reserve subaccount within the General Fund.
4. The Authority Administrator is directed to forward a copy of this resolution to the Authority's Auditor.
5. This Resolution shall take effect immediately.

Certified to be a true copy of the Resolution enacted at a duly convened public meeting of the Pequannock River Basin Regional Sewerage Authority held on December 3, 2025.

  
Dave Desai, Secretary