



## **PROCEDURES FOR THE USE OF SURPLUS FUNDS**

### **BOARD OF DIRECTORS POLICY AND PROCEDURE NUMBER 017**

#### **1. PROCEDURE**

- A. Subject to the requirements of Sections 22a-267(6) and 22a-275(g) of the Connecticut General Statutes, any unbudgeted surplus funds received from a particular project of the Connecticut Resources Recovery Authority (the “Authority”) shall be utilized in accordance with any contract or agreement for use of such funds or it shall be appropriated to future budgets for that project in order to reduce the net cost of project operation, to minimize any service fees charged to towns utilizing the project, to reduce financing needs for capital projects or to augment the project’s reserve accounts.
- B. Subject to the requirements of Sections 22a-267(6) and 22a-275(g) of the Connecticut General Statutes, at the conclusion of a project, after all expenses of the project are paid, all debt and interest are retired, and all collectible revenues have been received, any excess or surplus funds which remain shall be distributed in accordance with any contract or agreement for the use of such funds, or the Board of Directors for the Authority (the “Directors”), at their discretion, shall either equitably distribute such surplus funds among municipalities served by that project or shall utilize such funds in furtherance of the solid waste management policies of the State of Connecticut set forth in Section 22a-259 of the Connecticut General Statutes.
- C. Disposition of use of surplus funds shall require the approval of the Directors. The Authority’s independent auditor shall certify to the Directors the amount of the surplus funds prior to the Directors’ approval.

#### **2. MISCELLANEOUS**

Any deviation from the above procedure must be approved by a majority of the voting members of the Directors present at a scheduled meeting.

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Approved By: Board of Directors  
Bylaw Reference: Article VII  
Statutory Reference: CGS 1-121, 22a-265(15) and 22a-268a

P&P Number: BOD 017  
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