RESOLUTION 2025-35

A RESOLUTION OF THE HENDRICKS COUNTY COUNCIL UPDATING ITS CASH MANAGEMENT POLICY FOR HENDRICKS COUNTY FUNDS AND PROVIDING THE STATUS OF THE COUNTY'S RAINY DAY FUND

WHEREAS, the Hendricks County Council ("Council") is the fiscal body of Hendricks County, Indiana ("County"); and

WHEREAS, the Council recognizes the need to maintain minimum cash balances for each operating fund of the County to ensure an adequate operational cash flow and a margin of safety to protect against fluctuations in future revenue; and

WHEREAS, having a cash balance can serve the County in the following ways: (1) to prevent the County from needing to borrow from outside sources for cash flow purposes; and (2) to allow the County to have contingencies in the event of revenue shortfalls; and

WHEREAS, it is the Council's desire to provide transparency to the constituents of Hendricks County regarding cash balances in County funds; and

WHEREAS, the County's rating agency recommends that, as a practice of good management, the County should have a Cash Management Policy in written form and, therefore, the County has established such a policy, which is regularly reviewed where minimum fund balance targets are set; and

WHEREAS, the Rainy Day Fund is one of the County's funds included under the Cash Management Policy; and

WHEREAS, after review of its Cash Management Policy, the Council desires at this time and through this resolution to update the policy and provide a statement regarding its intent for the Rainy Day Fund.

NOW, THEREFORE BE IT RESOLVED BY THE HENDRICKS COUNTY COUNCIL, HENDRICKS COUNTY, INDIANA:

SECTION I

The minimum fund balance targets for certain funds described in EXHIBIT A are hereby established as of January 1, 2026.

SECTION II

The Council has reviewed the budget for fiscal year 2026. The cash balance in the Rainy Day Fund is expected to be maintained at its current level. It is the Council's intent that the Rainy Day Fund only be used for emergency purposes going forward.

Adopted this 21st day of October, 2025.

HENDRICKS COUNTY COUNCIL
HENDRICKS COUNTY, INDIANA

Larry Scott

David Cox

Larry Hesson

Nancy Marsh

Charles Parsons

Eric Wathen

David Wyeth

ATTEST:

Ann Stark, Auditor

EXHIBIT A

HENDRICKS COUNTY, INDIANA

Fund Balance Requirements for 2026

Fund #	Fund Name	Determination	Basis	Most Recent Annual Budget	Cash/Investment Requirement	County Council Approved Minimum
1001	County General	1	20% of '26 budget	$ 62,050,664	$ 12,410,133	~~10 mil~~ 12.5 mil
1112	EDIT	2	flat amount	14,422,442	5,000,000	5 mill
1138	Cum. Capital Development	1	flat amount	4,148,566	1,500,000	1.5 mil
1173/1176	MVH (Both Funds Combined)	1	20% of '26 budget	7,095,275	1,419,055	1.5 mil
1186	Rainy Day	3	current balance	13,907,155	13,907,155	Current
1188	Reassessment	1	20% of '26 budget	1,290,537	258,107	150,000
1157	Food & Bev	2	20% of '26 budget	10,377,000	2,075,400	2.1 mil
4702	Self-Insurance Rainy Day	2	25% of '25 annual claims	12,645,426	6,322,713	3.5 mill

1 Cash flow - prevent borrowing from outside sources
2 Contingency in the event of revenue shortfalls
3 Emergency use only