

## Corporate Policy 010

### Reserves Policy

#### Great Britain Wheelchair Rugby



<b>BOARD APPROVAL:</b>	DEC 17
<b>CURRENT REVIEW:</b>	DEC 17
<b>NEXT REVIEW:</b>	DEC 18

## CORPORATE POLICY 010

### RESERVES POLICY

#### 1. Introduction

- 1.1. The Board of Trustees recognises that a key element in the management of financial risk is the setting of a Reserves Policy.
- 1.2. The Reserves Policy is subject to review annually, and at such other times as circumstances require, by the Governance & Finance Committee, which recommends any necessary modifications to the Board of Trustees for approval.

#### 2. Purposes

- 2.1. Reserves are required for the purposes of:
  - 2.1.1. managing timing differences between the receiving and spending of income;
  - 2.1.2. funding new activities for which funding cannot be found from external sources; and
  - 2.1.3. trying to cover any unexpected withdrawal or reduction of income streams.
- 2.2. The majority of the appropriate level of reserves is generally intended to cover the costs of terminating employment contracts and other costs which would arise if a decision to cease operations needed to be taken by the Board of Trustees.

#### 3. 2017/18 Level of Reserves

- 3.1. On the above basis, it is considered that an appropriate target level of reserves for the Financial Year 2017/18 would be approximately £300,000, represented by unrestricted net current assets. In the current circumstances, the majority of the appropriate level of reserves represents the costs of managing the continued activities of the GBWR Elite Squad, following the withdrawal of UK Sport funding with effect from 1 April 2017.
- 3.2. Reserves at the previous financial year end on 31 March 2017 were £293,000 (2016: £135,000) and it is expected that the limited shortfall will be funded from future surpluses.

**END**

**Policy as updated and ratified by the GBWR Ltd Board of Trustees on 13 December 2017.**