



LAUNCESTON FOODBANK RESERVES POLICY

1. INTRODUCTION

The purpose of the reserves policy for Launceston Foodbank is to ensure an ability to provide ongoing support during a period involving a drop in donations, a sudden increase in expenditure, an event not covered by insurance, bridge cash flow gaps and ensure we can meet our commitments if we have to wind up the charity.

2. POLICY STATEMENT

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six months' expenditure.

3. REPORTING

The project manager will provide a financial report at each Trustee meeting.

4. REVIEW

This policy and its implementation will be reviewed annually or where significant financial changes occur