



## Reserves Policy

Friends of X112 requires a level of free reserves to safeguard the organisation, protect options for future development and to achieve the following:

- The option to develop new services or expand current ones in line with the changing needs of the community.
- To ensure that delays in the receipt of expected income do not interrupt services or cause serious financial difficulty for the charity.
- The ability to survive unexpected set backs and problems arising from internal or external causes

**This policy is to be read in conjunction with the following policies:**

- Financial Controls
- Budgeting
- Full Cost Recovery

**Review date: 31/7/2020**