

Reserve Policy

To comply with Charity Law, Pontypridd Ministry Area must have a written policy of what to do with 'surplus' money. This Policy is applicable to each location (formerly known as a Parish Church) budget line.

All liquid assets (other than Restricted funds) that exceed the location liabilities must be held in the Reserve Account. Once the threshold of £5,000 has been met, the remainder will be transferred to the Common Investment Fund (COIF) or similar in order to generate further income.

However, there are three exceptions to this policy as stated below.

- i) Where a capital project (where spend is over £50,000) is in operation, the Treasurer may increase the threshold to £15,000 for the duration of the Project at his/her discretion.
- ii) Where there is a projected expectation that a cash injection will be needed in the following three months (i.e. a large bill may need to be paid)
- iii) Where the Ministry Area Council make a decision to amend the policy.