

**Morongo Basin Conservation Association
Reserves Policy**

The Morongo Basin Conservation Association (MBCA) will maintain adequate emergency reserve funds to ensure the financial means to continue to provide essential services, programs, and operations during a business downturn or to handle unexpected MBCA expenses, or to allow for expansion of services, which are required to continue satisfactory MBCA operations.

The specific objectives of the emergency reserve are as follows:

1. To sustain basic operations due to an unanticipated reduction in income or excessive required expenditure.

- To continue operation of services and programs which are currently reliant on grant funding to host.
- To provide funds to pay for MBCA programs, purchases, projects, and publications that are already in-progress.
- To provide previously budgeted scholarships to partners, which are essential for programs, or projects.

2. To cover unbudgeted and extraordinary expenditures that are the result of unanticipated challenges, emergencies, or problems.

Amount:

The amount of money maintained in the Association's emergency reserve account will be not greater than three times (3Xs) the annually adopted fiscal year budget. The Board of Directors determines the amount of money maintained as reserve and operating cash accounts on an annual basis.

Name/ MBCA Official Title

Date

Final: July 7, 2016