



## Reserves Policy

A unique child	Positive Relationships	Enabling Environments	Learning and Development

### Statement

The Village Pre-school E17's Management Committee is responsible for the Pre-school finances.

To ensure good practice in the financial management of the pre-school, one terms' operating expenses are to be held in a reserves account.

The reserves account will be a higher interest savings account.

The amount to be held in the reserves account has been calculated at

£64,000

This is to ensure the continuity of the pre-school in times of financial difficulty and enable the management committee to meet its financial obligations regarding staff salaries, rent and any other contractual expenses.

In the event of the pre-school closure, this fund is available for redundancy payments.

This policy will be reviewed annually to ensure the amount held is appropriate to the pre-school's current operational expenses.

Policy reviewed and updated **September 2021**