

Ionad Gàidhlig Dhùn Èideann

Reserves Policy

At present, all of Ionad Gàidhlig Dhùn Èideann's activities are connected to specific projects and dedicated streams of restricted funds that support delivery of these projects. Other expenses for the organisation (for our website, email marketing subscription, public liability insurance and occasional room hire charges) amount to approximately £300 per year.

Given this financial position, we do not currently hold free or restricted reserves. As we develop as an organisation and expand the range of our activities and commitments, the trustees will use a risk-based approach to calculate an optimal amount of reserves that looks at reliability of income and specific liabilities. Amounts will be included for risks we are aware of as well as contingencies to allow us to cope with unexpected costs and opportunities.

We anticipate holding reserves to:

- protect the continuity of Ionad Gàidhlig Dhùn Èideann's work against uncertain future income streams
- provide the capital needed to finance investment in operations
- provide funds to replace assets
- to cover for specific liabilities and identifiable risks
- to allow us to respond to unexpected opportunities that can further mission
- to allow us to meet contractual obligations.

At present, we anticipate building towards holding a reserve amount equivalent to three months of regular expenses, once these become established.

Version Control - Approval and Review

Version No	Approved By	Approval Date	Main Changes	Review Period
1.0	Board	1.9.26		Annually