



17. Reserves Policy


Sunshine Day Nursery's committee is registered with the Charity Commission and complies with the requirements of the Charity Commission in terms of an annual independent inspection of the organisations accounts and submitting the accounts as part of the Charity Commissions annual return.

The Committee have agreed that the charity will hold 3 months running costs in reserves.

The funds may be used to bridge any possible delays in receiving promised grants or managing payment in arrears contracts. This fund also provides for the costs of dissolution should the charity be unable to continue. It can be used in the event of the Trustees' deciding the charity should cease to exist. It will be used to pay notice periods, redundancies and the expenses of running Sunshine Children's Centre until closure of the organisation. The funds may also be used in years when the charity reports a deficit in the accounts, providing the reasons for the deficit are addressed and looked to be rectified in the following year.

This policy will be reviewed on a yearly basis at the beginning of each financial year to ensure:

- It reflects any changes to the annual budget
- It matches the requirements of trading activities
- It moves forward in at least an inflationary manner
- It matches the requirements of the staffing levels

This policy was adopted on	Signed on behalf of the nursery	Date for review
08/02/2026		08/02/2027