



Penny Royal Almshouses

Registered Charity no. 240660

Old Windsor United Charities

Reserves Policy

1 Introduction

- 1.1. The trustees of Old Windsor United Charities (“the charity”) take the view that reserves are essential to maintain the ongoing viability of the charity.
- 1.2 Restricted funds are excluded from Reserves but the nature and amount of any such funds may impact upon the Reserves Policy. The starting point for calculating Reserves will normally be the unrestricted funds, however part of these may not be readily available for spending and may be excluded from Reserves.
- 1.4 The level of reserves will be kept under review throughout the year by the Trustees.

2 General Reserve Funds

- 2.1 The charity recognises the need to have sufficient funds in reserve, readily available as, or convertible into, cash to cover day to day expenditure, including maintenance of some old properties, especially in the event that there is a reduction in MMC income following the departure of residents pending new residents being appointed.

In order to mitigate this risk the trustees have calculated that reserves of £40,000 would be needed to allow the charity to operate for at least 6 months without income from MMC.

- 2.2 The charity recognises the need for investment income to meet the regular excess of costs over MMC income, and has resolved to maintain reserves amounting to £75,000 to generate such income.

This policy has been approved for issue by the board of trustees of Old Windsor United Charities

Signature:.....

Name:.....

Date:.....