**NLN Affiliated Constituent League**

**Policy and Procedure**

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| policy number | **4.7** |
| policy name | Reserves |
| **date of origin** | (Date) |
| purpose | Basic guidelines related to the reserve fund and board approval. |
| 1. **policy** | The financial objective of XYZ is to establish a financial reserve to provide for \_\_ months of operating income. The board needs to authorize any disbursements from this fund. The funds for the reserve fund will come from the surplus from operations, or the net operating excess for each fiscal year. |
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Revision Dates: