

**Bill Reid Foundation Policies**

**Policy name: Financial Condition 2022.1**

**Area: Limitations**

**Date Adopted: August 28, 2018**

**Reviewed: August 25, 2022**

**Financial Condition**

Actual financial conditions at any time shall not incur fiscal jeopardy or compromise the Foundation's goals or budget established by the Board.

Accordingly, the Director and CEO will not, without the expressed permission of the Board:

1. Deviate from the approved annual operating budget by 20%;
2. Allow funds to unduly accumulate without being used for the purposes for which they were established;
3. Borrow or lend funds or other capital resources of the Foundation without including the Finance Committee for pre-approval;
4. Fail to pay all liabilities for payroll, suppliers' goods and services and taxes as due; and
5. Fail to report to the Board any proposal with respect to any gift of \$25,000, or greater (refer to the "Gift Acceptance and Acquisition" policy).

A gift, as defined in Process Policy: Gift Acceptance, is a voluntary transfer to the Bill Reid Foundation in cash or in-kind from individuals, corporations, or foundations made without expectation of return. No tangible benefit to the donor (or anyone designated by the donor) other than those contemplated in this policy may result from the gift.