

STUDENT UNION AND WILDCAT RECREATION CENTER NET ASSETS RESERVE POLICY

I. NAME

This document shall be called the Student Union (Union) and Wildcat Recreation Center (WREC) Net Assets Reserve Policy.

II. PURPOSE

The purpose of this policy is to document the approved Union and WREC Fund reservation of net assets.

III. DATE OF EFFECTIVENESS

This policy shall be effective upon approval of the Bell Memorial Union Committee (BMUC) and report to the Associated Students Board of Directors (AS BOD).

IV. AMENDMENTS

This policy may be amended by a 2/3 majority vote of the BMUC and reported to the AS BOD.

V. POLICY

A. Invested in Fixed Assets

The invested in fixed assets reserve shall be equal to the cost of the fixed assets less accumulated depreciation and debt related to those assets.

B. Working Capital Reserve

The working capital reserve shall be equal to 25% of the prior year's operating expenses.

C. Capital Replacement Reserve

The capital replacement reserve shall be equal to ten percent of the total cost of fixed assets up to \$250,000.

D. Contingency Reserve

The contingency reserve shall be equal to one and one-half percent of the operating expenses of the preceding year up to \$100,000.

E. Sustainability Program Reserve

The sustainability program reserve shall be equal to the cumulative unallocated or unspent sustainability funding from prior years.

Approved BMUC:	4-23-92	Reported to AS BOD:	4/27/15
Approved AS BOD:	4-30-92		
Clean-up Changes:	Summer 1999		
Revisions Approved BMUC:	11/29/00		
Reported to AS BOD:	12/11/00		
Revisions Approved BMUC:	4/23/03		
Reported to AS BOD:	4/30/03		
Revisions Approved BMUC:	5/13/09		
Reported to AS BOD:	5/13/09		
Revisions Approved BMUC:	2/10/10		
Reported to AS BOD:	2/17/10		
Revisions Approved BMUC:	4/22/15		