



## 6250 – Fund Balance Reserves

**Policy Owner:** Vice President for Finance & Administration

**Associated Procedure:**

**Date Adopted:** February 10, 2021

**Date Last Amended:** N/A

**Date Last Reviewed:** February 10, 2021

It is the policy of Harford Community College to recognize the importance of maintaining financial reserves. Unrestricted fund balance reserves are derived from fiscal year end operating surpluses as identified in the annual financial audit report. Fund balance reserves ensure the availability of funding in the event of unforeseen or emergency type expenditures. These reserves may also provide a source of funding for multi-year initiatives and unfunded mandates from external constituencies.