

expenditures and transfers. The Board of Directors shall replenish the Reserve for Financial and Economic Uncertainty prior to expending Unassigned fund balance for other purposes. The goal of the SBCCOG is to have a 6% Reserve for Financial and Economic Uncertainty and to achieve that with annual 2% increases in the fund balance until it is reached.

Annual Adjustment of Reserve Level

The reserve level will be adjusted annually in accordance with this policy. The reserve level will be set at the end of each fiscal year in conjunction with the preparation of the SBCCOG's annual financial statements.

Annual Review of the Policy

The Board of Directors shall annually review the Financial Reserve Policy, and consider such changes, if any, that it deems appropriate. Such review will occur in conjunction with the review and adoption of the annual SBCCOG Budget.