SMITH MILLS CAMP MEETING ASSOCIATION

POLICY SMCMA

Title: FIN 001 “RAINY DAY FUND POLICY”

Date Adopted: September 21, 2021

Policy: “The treasurer shall set aside $15,000 on the balance sheet as a “Rainy Day Fund.” This fund shall be placed into a high yield CD with the associations bank. This money shall remain unspent except for in the most pressing circumstances. Spending from the Rainy Day fund shall only be made upon approval of a two thirds (2/3) majority of the board. In the event of spending from the Rainy Day Fund, no further discretionary spending shall take place until such time as the fund is fully replenished. For the purpose of this policy, discretionary spending shall be defined as any spending not required to preserve the current use and function of SMC. For example, the purchase of a new equipment, building additions, and building improvements shall all be considered discretionary, whereas replacement of hot water heaters, payment of existing liabilities, purchase of food/paper goods for sale at the dining hall/snack shack, and fixing of leaking pipes and roofs shall not be considered discretionary. All fundraising efforts after spending from the Rainy Day Fund shall be earmarked to replenish the rainy day fund until such time as the rainy day fund is fully funded.”

Definition: “Rainy Day”: A time of need or trouble.
“CD”: Certificate of Deposit