



Financial Management Policy

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Overview

The District Trustee Board is responsible to the District Scout Council for the financial management of the Charity to ensure the raising, committal and spending of funds are available for and only used to support the aims of the Charity.

This document outlines the policies and processes the District Trustee Board will follow to achieve this and applies to all District entities i.e., Explorer Scout Units.

Financial Reporting Principles

The District will adhere to the following accounting reporting principles:

- The District's financial year runs 1st April to 31st March
- A summary of the District's accounts should be presented at each District Trustee Board Meeting
- The Annual Report & Accounts will be presented for approval by attending members of the District Scout Council at the AGM.

Bank Accounts

All monies received on behalf of Grafton Scouts must be paid into a District bank account as soon as is reasonably possible. Under no circumstances must any monies received be paid into a private bank account.

All bank accounts operated for / on behalf of Grafton District Scout Council must:

- Where possible incorporate "Grafton District Scout Council" within its title
- Have a minimum of two signatories for withdrawals
- Have the District Treasurer as one of the authorised signatories

If Debit cards are offered as part of the account, these **must not** be used as it does not allow for two signatories for withdrawals.

Any account operated for / on behalf of the District should not have a balance greater than £85,000 at any one time. This is to ensure that the accounts are protected by the Financial Services Compensation Scheme.

District funds can be held in a readily accessible interest-bearing account to maximise the benefits to the District.

Account Signatories

There must be a minimum of 3 signatories on all District Bank Accounts. Unless agreed otherwise, these signatories should be:

- District Chair
- District Treasurer
- District Lead Volunteer

Other signatories can be added to District Bank Accounts by approval of the District Trustee Board.

Annual Budget

The District Trustee Board is responsible for preparing and approving the Annual District Budget, with the budget for the next financial year needing to be approved by the Committee to the timeline shown below.

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Budget Centres, Holders & Managers identified												
Draft budget produced by Budget Holder												
Checked and approved by Budget Manager												
Final budgets to District Trustee Board												
Recommendation for District Levy (for following Financial Year)												
District Trustee Board to approve Budgets and Levy												

In order to prepare the budget for approval, the District Trustee Board identify a number of Budget Centres each year, such as a Sectional budget. The Trustee Board will also identify a Budget Holder and a Budget Manager for each Budget Centre.

When approving the budget, the District Trustee Board will also identify the planned income for the following year, which will include proposals for the District Membership Fee for the following year.

The overall District budget should ideally be based on forecast income exceeding planned expenditure. If the overall budget results in expenditure exceeding income, the full rationale and impact on reserves must be recorded in the minutes of the District Trustee Board meeting.

Once the District Budget has been approved, budget holders will be advised of their approved budget and the District will be advised of the intended District Membership Fee. Once a budget has been approved, any amount up to the agreed sum can be spent by the individual authorised to do so and authorised by the appropriate line manager when approving an expenses claim. Please note that the "Obtaining Quotes

for Equipment or Services" section of this policy **must** still be followed, regardless of the value of the agreed sum.

Budget Holders & Managers

Budget Holder

The Budget Holder is responsible for identifying the income and expenditure in their Centre for the following financial year. Budgets must be prepared based on planned events and agreed objectives. A template will be provided to budget holders to support this.

When identifying Budget Holders, the District Trustee Board must ensure that Budget is managed by the most appropriate person - for example, the budget holder for a sectional budget centre would be the relevant Programme Team Member.

If the Budget Holder need change during the year, the Budget Manager must get the approval of the District Trustee Board.

Budget Manager

The Budget Manager has ultimate responsibility for their Budget Centres and will therefore usually be a member of the District Leadership Team. After preparing the budget, the budget holder needs the approval of the budget manager before it is presented to the District Trustee Board. Whilst it is the responsibility of the Budget Holder to track their budget, the budget manager needs to have sight of this.

The District Trustee Board can authorise the Budget Holder and Budget Manager to be the same person if required.

Budget Monitoring

A financial statement, showing the budgeted expenses versus actual expenses for the Annual District Budget should be prepared by the District Treasurer for each Trustee Board meeting.

A system for tracking budgets (plans, commitments etc.) will be provided to all budget holders and managers.

Budget holders must manage their income and expenditure to the approved budget.

Budget Revision

If a budget is expected to vary by an amount greater than 10% of the original budget (either up or down), the District Chair and District Treasurer must be notified and informed of the reason at the earliest opportunity.

Requests to amend the approved budget must be forwarded by the Budget Manager, to the District Trustee Board for consideration.

Revisions to the overall Annual District Budget, including the creation of a new Budget Centre, must be submitted to the Trustee Board for approval. The revised budget is used only after approval is given by the Trustee Board.

14-24 Accounting

Within the 14-24 Team, the Explorer Scout Units & Scout Network are self-financing however the District Trustee Board has overall responsibility for their finances.

It is not the role of the Trustee Board to become involved in the day to day running of the Units and it is therefore the responsibility of the 14-24 Team Leader to ensure that their Units operate in a prudent manner. The Team Leader of each Unit is responsible for the Units finances. This can be delegated to another individual with the 14-24 Team Leader's approval.

The 14-24 Team is not expected to submit an annual budget to the Trustee Board for approval, as long as they are not requesting funds from the District, as their income and expenditure fluctuates based on the number of members within the Units.

The annual income and expenditure of the 14-24 team should balance and be neutral where all normal expenditure is covered by all normal income. In the event of any excess income over expenditure, this is retained by the 14-24 team in following financial years. If it is envisaged that the team will make an overall "loss", the 14-24 Team Leader must inform the District Chair at the earliest opportunity with an explanation as to why. If there are available funds, from any excess income from previous financial years, these may be used to cover the "loss" with District Chair approval, who will inform the Trustee Board at their next meeting.

Cash received at a specific activity may only be used to defray expenses of that same specific activity if the 14-24 Team Leader has so authorised beforehand and if a proper account of the receipts and payments is kept. Any remaining cash must be passed to the District Treasurer at the earliest opportunity. The Team Leader of the Unit must nominate an individual to be responsible for this cash until it has been received by the District Treasurer. They can nominate themselves as the individual.

All monies relating to the Units are to be held in Designated Funds within the District Accounts. Gift Aid will be reclaimed where possible by the District Treasurer on an annual basis and credited to the Units funds.

As per rule 5e.4.1.2 of POR, the Units must keep proper cash accounts which must be produced, together with supporting vouchers and the cash balance, to the District Treasurer at least once in each period of 3 months. The District Treasurer will request a copy of these accounts in time for each District Trustee Board meeting.

Spotley Wood Campsite Accounting

An annual budget is to be submitted on behalf of the Campsite with its income covering expenditure, unless in exceptional circumstances such as a project for the Campsite.

Any "profit" generated by the Campsite will be returned to the District's general funds.

District Badge Shop Accounting

As the Badge Shop has regular income and outgoings, it is self-accounting.

Expenditure which is considered "business as usual", e.g., Scout Wholesale Orders, postage etc., do not need to be approved by the District Trustee Board.

Any expenditure of £1,000 or above, including for "business as usual" expenditure, must be agreed by the District Trustee Board.

District Events Accounting

It is the policy of the District Trustee Board that any Event that is run on behalf of the District (e.g., Sectional District Camp) will operate on a 'break even' basis, regardless of the total income & expenditure of the event.

A budget for a District event must be prepared and sent to the District Trustee Board for consideration / approval at their next meeting. Budgets **MUST** be approved before the fee for the event is publicised or bookings are taken however the date can be publicised.

Event budgets must be approved by the line manager of the individual running the event before submission to the Trustee Board. Budgets should include a contingency of 10% of planned expenditure, unless otherwise agreed by the District Trustee Board.

Any contracts entered into for the event must follow the guidance on page 8 of this policy. Budgets which span financial years must be discussed and agreed with the District Chair and District Treasurer to identify cash flow requirements across financial years.

Monitoring

The event must be managed to the agreed budget and no commitment may be entered into which does not represent the agreed budget. Material variations to the approved budget (the lower of above £500 or 5% of the budget) must be raised with the District Chair at the earliest opportunity. Any variation in the budget which would see the event make a loss must also be raised with the District Chair at the earliest opportunity.

Review

Full accounts for the event are to be drawn up and passed to the District Treasurer as soon as possible and within 6 weeks of the event end. If final figures are not available, an interim report must be sent at the 6-week mark.

The report should identify the income received and expenditure, which must clearly show expenditure items rather than aggregate items under individual expenses. Any surplus money from events will be redistributed by the District Trustee Board on a case-by-case basis. Consideration will always be given to how surpluses may be used for the benefit of the age group concerned.

An event budget template can be found on the District website.

Obtaining Quotes for Equipment or Services

A minimum of two quotes should be obtained for any purchase of equipment or services where the total price exceeds £250 (single or multiple purchases). Once received, quotes should be approved by the District Chair, District Lead Volunteer or Budget Manager prior to purchase. The exception to this is where the items purchased can be shown to have a single supplier and / or a competitive tendering process is not feasible (e.g., the nature of a specific event can only take place at one possible location thereby incurring charges as set by the location)

Any order should be placed with the supplier giving the lowest quotation unless there are extenuating circumstances (e.g., significant quality issues).

Entering into contracts on behalf of the District

A person has authority to sign a contract to the levels defined for a single transaction in the table of delegated authority for budgeted items. All contracts should be checked first ahead of signing, usually by another "Approver" or by the District Treasurer.

If the contract exceeds the limits in the table, approval must be sought from the District Trustee Board before signing. A copy of all contracts must be provided to the District Administrator for filing.

Table of delegated authority

Approver	Financial Limit (single transaction)
District Chair	£2,000 (Unlimited in an emergency with notification to Trustee Board)
District Lead Volunteer	£2,000 (Unlimited in an emergency with notification to Trustee Board)
Spotley Campsite Warden	£1,000 (£1,500 in an emergency with notification to Trustee Board)

Non-Budgeted Expenditure

It is recognised that on occasion there may need for expenditure that has not been budgeted for. Requests for expenditure not covered by the Annual District Budget or a District Event Budget must be agreed before commitments are made. This may be unexpected capital expenditure (i.e., an item / items that has a useful life of less than one year) or exceptional revenue expenditure.

If the request is time critical, the agreement of both the District Lead Volunteer and District Chair must be sought before committing to anything. It is recognised that in these circumstances it may not be possible to obtain competitive quotes. If such approval is granted, the District Lead Volunteer and District Chair will provide a full report to the next meeting of the District Trustee Board.

The Spotley Wood Campsite Warden has the authority incur expenditure without seeking approval if there is an immediate risk presented to the site however the District Trustee Board must be notified of the expenditure as soon as is reasonably possible and a full report provided to the next meeting of the Trustee Board.

For all other out of budget expenditure requests, a business case must be submitted in writing to the District Trustee Board for consideration at their next meeting. The business case should include:

- Costs and examples of the requested purchase & details of quotes received
- Ongoing maintenance / servicing costs (where applicable)
- Indicative hire costs (where applicable)
- Predicted numbers of young people the purchase will impact

- Predicted financial return

Invoices & Receiving Funds

The District will receive funds for a variety of reasons from a variety of sources and as such, we use invoices to track monies due to us. When it comes to receiving funds, the District's preferred method to do this is via BACS transfer, however it is accepted that cash and cheques may be received on occasion. These guidelines must be followed with regards to incoming funds.

Invoices

Unless related to the District's Explorer Scout Units, Fundraising activities or donations, no monies should be received by the District without an invoice being issued by the District Finance Team. Invoices will allow us to track funds received and report on these accurately. Please contact the finance team on finance@gdscouts.org.uk if you need an invoice issued.

Unless agreed otherwise with the District Lead Volunteer and District Treasurer, all invoices issued by the District will be done so on 28 days net terms.

Our Bank Account details are shown on every invoice issued, allowing customers to easily pay via BACS. Invoices must ask customers to use the invoice number / reference as the payment reference when setting up the BACS transfer.

Where invoices remain unpaid more than 30 days after the due date, so 58 days after being issued in normal circumstances, Grafton District Scouts will refuse further service to these late paying parties. This applies to all aspects of the District's operations, including the use of Spotley Wood Campsite and the District Badge Shop, regardless of the area that the overdue invoice relates to. Once any balances are settled, service will be resumed.

Exceptions to this may be made in exceptional circumstances (such as a Group facing financial hardship) with the agreement of the District Lead Volunteer and District Chair.

On behalf of Grafton District Scouts, the District Lead Volunteer and District Chair reserve the right to permanently withdraw the District's services to customers where they are repeatedly late in paying invoices. If this decision is made, it will be communicated in writing to the customer and a full report provided to the District Trustee Board. The customer can appeal this decision to the District Trustee Board should they wish.

Handling Cash

As part of the District's fundraising activities, there may be occasions where volunteer will handle cash. This could include collecting, counting, storing, transporting, banking and recording cash. It's important to follow this guidance when handling cash, to ensure the safety of our volunteers and to protect the money raised.

Wherever possible it is helpful to reduce the amount of cash collected or handled by using one of the District's SumUp card readers to take contactless or physical card payments.

Our principles

- All cash handling must be carried out in a safe and secure environment.
- Cash should be collected, counted and recorded by two unrelated individuals.
- You must record the cash using the attached cash sheet (see Appendix). This should accompany the cash, but a photograph should also be sent digitally to the District Finance Team (finance@gdscouts.org.uk)
- All cash received should be stored securely (ideally locked away) until handed over or banked.
- Cash should be bagged and banked in suitable bags, as well as transported in bags that help disguise the cash.
- Ideally cash and cheques should be counted and handed over to the District Lead Volunteer or District Treasurer on the same day they are collected; however, we appreciate this might not always be possible so this must be done within a maximum of 14 days (see more details below).
- If cash changes hands from one volunteer to another, it should be recounted and the total re-validated.
- Young people under 14 must not be left with any responsibility for handling and/or counting collected money.
- Any cash collected should not be used to purchase any items or pay event expenses, as these should be claimed separately as per the Expenses section of this policy.

Collecting cash

Cash must be collected in sealed buckets with lids. The buckets must not be unsealed until the end of the event. Grafton District Scouts have a number of collection buckets that can be used at fundraising events.

Collection buckets must display the official name of the charity (Grafton District Scout Council) and the Charity number (1114244). If you need to create additional buckets, a template can be obtained via finance@gdscouts.org.uk.

Counting and storing cash

At events there should always be two unrelated volunteers present to take care of finances. They should count the money together, record it on a cash sheet and once the money has been counted, it should be agreed by signature by both parties. Once the money is securely stored, one volunteer may leave the room.

Collection boxes must be opened and counted by the volunteer who organised the collection and one other responsible person.

You should organise in advance a secure place to be used for the finance/counting area that is away from any public area. If this is not possible at events, the buckets must remain sealed, monies be kept separate from any other activity happening at the event and counted by two unrelated individuals at home or other secure location.

Unsecured cash must never be left unattended.

If you take cash home with you after an event, then please make sure it is stored securely e.g. in a locked cupboard.

Cash floats

It is recognised that you may need to start with a cash float to provide change. The "Cash Floats / Advances" section further into this policy specifies how to arrange a float. The float provided should be counted and recorded by two independent people on the cash sheet prior to the event starting. It should be kept separate from any collection buckets so they can remain sealed.

Banking money safely

The District banks with Lloyds Bank Plc. however we recognise that there are no longer any physical Lloyds branches within the District. As such, to save volunteer time, all cash received must be passed to either the District Lead Volunteer or District Treasurer who will arrange for it to be taken to the bank as soon as is practically possible. This must be banked within one calendar month of receiving the cash.

In the case of cash received where the amount of a denomination is not enough to make one whole bag, the District Lead Volunteer and District Treasurer may agree not to bank that pending further monies received that would allow this to be made into a full bag. If this decision is made, a record will be made as the full amount received on the fundraising event must still be accurately recorded.

Banking guidelines

- Cash must be paid directly into the Grafton District Scouts bank account. It must not be paid into personal bank accounts and transferred to the Grafton District bank account. This is an essential part of both Scouts POR and the Charity Commission governance controls and is there to protect the individuals handling the cash.

- Cash should be banked as soon as is practical, and certainly within one calendar month of the District Lead Volunteer or District Treasurer receiving the funds.
- Cash not banked immediately must be placed in a safe or other secure location, such as a locked drawer, safe, cupboard or filing cabinet.
- Cash should be bagged by denomination and banked in suitable bags – these can be obtained from the District Finance Team
- Cash should be transported in bags that help disguise the cash (such as a shopper or carrier bag).
- A paying in slip with a suitable reference must be completed when paying cash into the bank. Please ask the teller to write this reference on the receipt then send a photo of the receipt and cash sheet to the District Finance Team

Cash limit	Minimum number of people that must accompany the money in transit
Up to £1,500	1 person
£1,501 to £3,000	2 persons
Over £3,000	Please contact the District Lead Volunteer and District Treasurer for advice

Keeping you and others safe

Crime: Your safety is our primary concern. If you are ever in the unfortunate position of being challenged whilst handling cash, we ask that you hand over the cash without resisting and report any theft or loss to the police within 24 hours of the incident, as well as informing the District Lead Volunteer, District Chair and District Treasurer.

Physical demand: Buckets and collection tins can become very heavy once full, so think about how you might split the load between you and your helpers. If you are doing a house-to-house or street collections, it is also important to think about how long you can comfortably walk and stand for.

Personal security: Once your collection is over, please ensure that at least two people will be available to deal with the money collected – as far as possible no one should be left to carry money by themselves. If travelling to or from your collection by public transport, remember to carry bags big enough to conceal your collection buckets and tins. If you are using a car, remember to store your collection materials out of sight.

Receiving Cheques

If a cheque is received for payment of an invoice issued by the District, the District Finance Team must be informed immediately and the cheque(s) passed to the District Lead Volunteer or District Treasurer within 7 days of the cheque(s) being received. This can either be physically or via post. Please advise the Finance team as to how you will pass the cheque over.

Expenses

It is accepted as a principle that volunteers acting on behalf of the District should not be financially disadvantaged when carrying out their duties and volunteers are therefore entitled, and encouraged, to reclaim any expense incurred in carrying out their role.

Claims must be supported by receipts and follow the guidelines below.

Travel

It is accepted that the vast majority of transport used for District business will be via private vehicles, buses / coaches or taxis. If a volunteer needs to use a different form of transport, this must be discussed with a member of the District Leadership Team who will advise on the best course of action.

Use of private vehicles

Volunteers are entitled to claim mileage when using their private vehicle for travelling on District business. Mileage claims should state the date of the journey, the activity / event and the distance travelled. Mileage will be reimbursed at the authorised rate, which is currently 45 pence per mile for cars and vans and 24 pence for motorcycles, plus 5 pence per passenger per mile. Essential car parking charges will be refunded and therefore a ticket or receipt should be produced.

Buses / Coaches

When booking / purchasing tickets, the most cost-effective options should be considered. This includes booking online, booking as early as possible and where possible, travelling off-peak. Fares will be reimbursed at cost and therefore a ticket or receipt should be submitted.

Taxis

Taxi fares may be reclaimed when other methods of transport are not appropriate, taking account of cost, time, and security constraints. They should be used sparingly. Receipts should be provided.

Operational Expenses

The following will be reimbursed:

Postage: At cost. Letters and parcels should be posted at the cheapest rate, which will usually be 2nd Class.

Telecommunications: The District will pay for telephone or mobile phone call charges whilst being used for District business. Itemised bills must be provided to support the expenses claim.

Broadband: Excess charges where District business has caused these to be incurred.

Stationery: At cost

Printing: 9 pence per page printed in black & white, 25 pence per page printed in colour, or that as charged by employer.

Photocopying: At cost, or that charged by employer

Hospitality

If the need arises for a volunteer to claim hospitality expenses, the volunteer should discuss this with a member of the District Leadership Team before the expenses are incurred. The exception to this is for reasonable refreshments for a meeting e.g., tea, coffee & biscuits.

Cash Floats / Advances

In the main, cash floats / advances are discouraged for ease of financial reporting. A float or advance can be approved by the District Trustee Board on a case-by-case basis.

Pre-Paid Cards

Pre-Paid cards are the preferred format of making sure that volunteers acting on behalf of the District are not financially disadvantaged as it provides a secure, transparent method of giving District funds to volunteers to make purchases with.

The District uses the pre-paid expenses cards offered by Online Scout Manager (OSM) through a partnership with Stripe. Cards can be issued to any volunteer with a District role with the approval of both the District Lead Volunteer and District Chair. The views of the individual's Team Leader will also be taken into consideration.

Any pre-paid card issued remains the property of the District and the District Trustee Board therefore reserves the right to remove a card from a cardholder.

Cards will be issued to a named individual and it is the individual's responsibility to ensure that the card and the details of it are kept safe and are used appropriately. The PIN and CVV must remain confidential and only known to the cardholder. The cardholder **must not** register their card in, or use their card from, a digital wallet (e.g. Apple Pay or Google Pay) as this will incur additional charges for the District.

Personal use of the card is prohibited. Any accidental personal transactions must be reimbursed via electronic transfer to the District Bank Account without delay.

Reasonable funds will be maintained on the card dependant on the card holder and any agreed transactions where applicable. The balance held on the OSM account will be monitored by the District Lead Volunteer, District Chair and District Treasurer.

Expense cards must only be used in accordance with the cardholder's existing financial authority. A card's balance or limit does not override any per-transaction limit set by the authorisation schedule.

At the discretion of the District Trustee Board, expenditure may be pre-approved and the transaction will therefore not be subject to further authorisation.

Any expenditure that takes a budget outside of its pre-approved limit must be approved by the District Trustee Board.

All payments made using the pre-paid card must be accounted for as if they were cash payments, and appropriate receipts must be provided either directly to the District Treasurer or uploaded to the transaction in OSM.

How to make an Expenses Claim

Volunteers need to complete a District Expenses Claim Form, available on the District Website, and send this to the relevant authoriser, with supporting receipts, for approval. Once approved, the authoriser will send the claim onto the District Treasurer for payment. Claims should be made within 3 months of expenditure but **must** be submitted by the end of the financial year. Claims will normally be paid within 7 days of approval.

If a cash float / advance or a District pre-paid card has been used, a reconciliation form needs to be completed instead and the rest of the process followed as above.

District Officials authorised to approve expenses claims

District Chair approves:

- District Lead Volunteer
- District Treasurer
- Trustees and Sub Committee Members

District Lead Volunteer approves:

- District Chair
- District Team Leaders

Volunteering Development Team Leader approves:

- All Volunteering Development Team Members (including sub-teams)

Programme Team Leader approves:

- All Programme Team Members (including sub-teams)

Support Team Leader approves:

- All Support Team Members (including all sub-teams apart from Spotley Wood Campsite)

14-24 Team Leader approves:

- All 14-24 Team Members (including sub-teams and units)

Spotley Campsite Warden approves:

- Campsite Volunteer's claims

Nobody should authorise their own or a family member's expenses. The District Treasurer cannot approve expenses claims.

The District Lead Volunteer can approve all claims within the District (apart from their own) if the claimants Team Leader is unavailable.

If the role of District Chair is vacant for any length of time, the District Lead Volunteer's Expenses will be approved by two of the Trustees.

Loans and Grants

The Purpose of Loans and Grants

The District is committed to supporting the development, growth and sustainment of Scouting through the provision of loans and grants for projects that fulfil the following objectives:

- Development of local Scouting where the impacts continue past the initial outlay
- Gift grants to help open new Groups and / or Sections
- Emergency assistance in the event of an unforeseen disaster to enable continuity of Scouting
- District Hardship Fund

Loans and Grants will not be considered for the following:

- Hiring equipment
- Purchasing equipment
- General fundraising
- Funding projects outside the District

Exceptions to these rules will be considered where not providing a loan or grant would result in:

- An unacceptable safety risk
- Exclusion of somebody from Scouting on inclusivity and / or accessibility grounds
- Jeopardise the continuity of local Scouting

Gift Grants for New Groups and / or Sections

New Sections

The District will support the opening of any new Section with a one-off gift grant of £300.

The grant will only be paid to the Group once the new Section has been approved by the appropriate Trustee Board and has been registered on Compass.

Sections that are re-opening following a period of inactivity of 3 years or less (based on Census returns) are not eligible for the new Section grant.

New Groups

The District will support the opening of any new Group with a one-off gift grant of £300 in addition to the New Section grant(s)

Where a new Group is being opened, the District Trustee Board will have financial responsibility for that Group until the Group's Board is successfully established and a bank account opened. At this point, the remaining balance of the gift grant will be paid to the Group.

District Opportunity Fund

Grafton District Scouts are committed to providing opportunities for all young people to engage with Scouting in accordance with the policies of the Scout Association, including the Association's Equal Opportunities Policy.

To this end we provide an Opportunity Fund, which is administered in accordance with the guidelines set out by the District Trustee Board.

For more information on the District Opportunity Fund, please visit <https://gdscouts.org.uk/services/opportunity-fund/>

Applying for Loans and Grants

All applications for a loan or grant must be:

- Submitted to the District Trustee Board in writing
- Submitted in advance (excluding emergency assistance loans and grants)
- Approved by the Group Trustee Board and submitted by one of the following:
 - Group Scout Leader
 - Group Chair
 - Group Treasurer

All applications for loans must include the proposed repayment terms.

Unless a delay in beginning repayments is agreed when applying for the loan, evidence that a repayment plan has been established (ideally via a Standing Order) will be required before a loan is paid to the Group.

No Group will be eligible for a loan or grant if they are in arrears with loan repayments.

The financial position of the Group and any other third-party sources of funding will be considered when reviewing loan and grant applications.

With the exception of gift grants to new Sections and Groups, the District will not normally provide more funding towards the cost of any project than the Group is providing.

Details on how to apply to the District Opportunity Fund can be found at <https://gdscouts.org.uk/services/opportunity-fund/>.

Reserves Policy

The Purpose of Reserves

The District Trustee Board is accountable for ensuring the financial stability of the District Scout Council. To assist with this, a quantity of funds is held in reserve to:

- Ensure the District can continue to function if income is disrupted
- Provide support in response to an unseen / emergency / disaster situation
- Cover any liabilities in the event of a Group ceasing to operate or defaulting on a loan to a third party
- Provide support for Spotley Wood Campsite in case of an unexpected event

The value of the funds held in reserve will be reviewed and adjusted accordingly when:

- Planning and agreeing the annual District budget
- The District Trustee Board becomes aware of a change in situation that impacts the purpose or requirement of the reserve funds.

Financial Continuity if income is disrupted

Sufficient funds will be held to enable the District to continue to function for 12 months without receiving any income.

The value to be held in reserves will be based upon the average of the District element of membership fees for the previous 3 years.

Support in response to an unseen / emergency / disaster situation

The risk of an unforeseen and / or uncountable situation that requires emergency funding is always present.

Whilst a proportion of District assets are insured, it is acknowledged that there are situations in which an insurance claim may not:

- Cover the total costs incurred
- Be paid in a sufficiently timely manner
- Be appropriate for the cause of the expense, e.g., requirement to replace vital equipment due to age related failure

To ensure these situations do not cause an excessively adverse impact, funds are included in the District Reserves to allow immediate access to funds in these situations.

Reserves to cover Group Liabilities

Under rule 5.7.6.4 of Policy, Organisation and Rules (POR), the District would become responsible for any Group liabilities in the event of that Group ceasing to operate.

The value of funds included in the District Reserves to cover this eventuality is based on the perceived risk of the District being required to intervene in a Group's financial matters and the total value of the liabilities across the Groups within the District.

Provide support for Spotley Wood Campsite in case of an unexpected event

The risk of an unforeseen and / or uncountable situation that requires emergency funding is always present, especially for an asset such as Spotley Wood Campsite that is used by many different parties each year.

The value of funds included in the District Reserves to cover Spotley is based on the perceived risk of a cessation of bookings at Spotley, natural disasters that could cause damage and the risk of Spotley needing to close completely.

Policy Review

This policy will be reviewed when:

- The Annual District Budget is being set
- Following any changes to POR that may impact it
- Any other time deemed appropriate by the District Trustee Board.

If there is a financial matter that is not covered within this policy, but you need advice on, please contact the District Trustee Board.

Document Change Log

Version	Date	Change	Author
1	July 2022	Policy Created & Approved by the District Executive Committee	RAM Sub-Committee
2	January 2023	Formatting changes, changes made to the Obtaining Quotes for Equipment or Services section – total price changed from £500 to	District Executive Committee

		£250 and approval from Chair, DC or Budget Manager added.	
3	March 2023	Sentence added to clarify that Budget Holders / Managers must comply with the "Obtaining Quotes for Equipment or Services" section of this policy regardless of their agreed budget amount.	District Executive Committee
4	September 2023	All references to "Executive Committee" changed to "Trustee Board" and POR references updated as required. Role titles updated in line with "Transformation" and the list of District Officials authorised to approve expenses claims has been updated to reflect this too. Various points clarified throughout the policy. Formatting changes.	District Trustee Board
5	June 2024	Role names updated as part of Transformation, POR references updated as required, section added regarding Expenses Claims approvals if the role of District Chair is vacant	District Trustee Board
6	May 2025	Addition of "Invoices & Receiving Funds" Section	District Trustee Board
7	October 2025	Additions to the "Expenses Card" section along with other minor updates	District Trustee Board