

SOP - Reserves Policy

Emergency Nurses Association New Mexico State Council Board/Governance Policy

Reserves Policy

The creation and maintenance of adequate reserves is a fundamental tenet of sound financial management. The purpose of accumulating reserves of the Emergency Nurses Association (ENA) New Mexico State Council is to assure that NM ENA has the financial means to continue to provide essential services to its members and the general public in both the short- and long-term future.

The specific objectives of the NM ENA reserves are as follows:

- To sustain basic operations and core member services for a minimum of six months in the event there is a decline in a major revenue source.
- To sustain essential member services during a transition to a long-term economic downturn.
- To cover unbudgeted and extraordinary expenditures brought about by unanticipated challenges or opportunities.
- To provide a source of capital for activities and/or services that have the potential to significantly benefit the emergency nursing profession.
- To have sufficient funds that income from investment of these funds could be used to offer member benefits at lower cost than would otherwise be possible.

It shall be the responsibility of the Executive Committee to recommend to the Board of Directors a target amount for the reserves in order to meet the objectives of this policy.

The objectives of this policy shall be reviewed and the target amount adjusted at intervals not to exceed three years.

Approved 9/22/2011