

Financial and Control Policies
Executive Roundtable of Indian River County

PHILOSOPHY

The purpose of financial management in the operation of all Executive Roundtable of Indian River County (ERIRC) activities is to fulfill the organization's mission in the most effective and efficient manner and to remain accountable to stakeholders, including clients, partners, funders, employees and the community. In order to accomplish this, ERIRC commits to providing accurate and complete financial data for internal and external use by the Executive Director and the Board of Directors.

AUTHORITY

- The Board of Directors (Board) is ultimately responsible for the financial management of all activities.
- The Treasurer is authorized to act on the Board's behalf on financial matters when action is required in advance of a meeting of the Board.
- The Executive Director is responsible for the day-to-day financial management of the organization. The Board authorizes the Executive Director to hire and supervise staff and independent consultants, pay bills, receive funds and maintain bank accounts.
- The Executive Director is authorized to sign checks up to \$500.00. Checks for amounts greater than \$500.00 shall require the signature of the Treasurer or Board Chair or Co-Chair with the following exceptions:
 - 1) **Recurring monthly expenses**
 - 2) **Items previously approved by the Board or Executive Committee**
- The Executive Director is authorized to enter into contracts for activities that have been approved by the Board as a part of budgets of plans. The Board of Directors

must authorize any contracts outside of these parameters and all contracts.

RESPONSIBILITIES

The Executive Director shall:

- Account for donor restricted and Board designated funds separately from general operating funds and clearly define the restrictions applicable to these funds.
- Report the financial results of ERIRC operations on the schedule established by the Finance Committee, if applicable, but at least semi-annually.
- Pay all obligations and file required reports in a timely manner.
- Make no contractual commitment for bank loans, corporate credit cards, or for real estate lease or purchase without specific approval of the Board.
- Record fixed assets with a purchase price of \$500 and above in accounting records as capital assets. Depreciation of capital assets will not exceed five years for furniture and equipment or three years for computer and other technology equipment.
- Limit vendor credit accounts to prudent and necessary levels.
- Obtain competitive bids for items or services costing in excess of \$1,000 per unit. Selection will be based on cost, service and other elements of the contract. ERIRC may award the bid to any provider and is not required to accept the lowest cost proposal.

The Board of Directors shall:

- Review financial reports at each board meeting.
- Provide adequate training to members to enable each member to fulfill their financial oversight role.

FINANCIAL TRANSACTIONS WITH INSIDERS

No advances of funds to employees, officers, or Directors are authorized. Direct and necessary expenses including travel for meetings and other activities related to carrying out responsibilities shall be reimbursed.

In no case shall ERIRC borrow funds from any employee, officer or Director of the organization without specific authorization from the Board of Directors.

BUDGET

In order to ensure that planned activities minimize the risk of financial jeopardy and are consistent with Board-approved priorities, long-range organization goals and specific five-year objectives, the Executive Director shall:

- Submit operating and capital budgets to the Executive Committee in time for reasonable approval by the Board prior to each fiscal year.
- Use responsible assumptions and projection background with a general goal of an unrestricted surplus.

GIFT ACCEPTANCE

ERIRC will accept stock or other negotiable instruments as a vehicle for donors to transfer assets to the organization. Transfer and recording the value of the asset shall be done in a consistent manner and in compliance with accounting standards. The Executive Administrator shall sell any stock given to the organization immediately upon receipt by the organization unless otherwise approved by the Board.

ERIRC shall accept contributions of goods or services other than cash that are related to the programs and operations of the ERIRC. Any other contributions of non-cash items must be reviewed and approved by the Board before acceptance.

ASSET PROTECTION

In order to ensure that the assets of the ERIRC are adequately protected and maintained, the Executive **Director** shall:

- Insure against theft and casualty losses to the organization and against liability losses to Board members, staff, or the organization itself to levels indicated in consultation with suitable professional resources.
- Plan and carry out suitable protection and maintenance of property, building and equipment.
- Avoid actions that would expose the organization, its Board, or staff to claims of liability.
- Protect intellectual property, information and files from unauthorized access, tampering, loss or significant damage.
- Receive, process and disburse funds under controls that are sufficient to maintain basic segregation of duties to protect bank accounts, income receipts and payments.