

## **District 34 Surplus Policy and Prudent Reserve Increase**

### **District surplus**

At the end of the DCM's term the GSR's will be made aware of any general fund surplus as of Dec 31st of the previous year. All home groups will be invited to submit requests and suggestions for the use of the funds toward fulfilling our primary purpose in District 34. These suggestions will be submitted for approval at subsequent district meetings.

In keeping with the seventh tradition all money without a designated purpose by the end of March will be forwarded to the Tri-County Intergroup

### **Prudent Reserve Increase to \$1000**

Previously the Prudent Reserve was set at \$900 to cover 3 months of Operating Expenses. During meetings with Sun Trust Bank to transfer account privileges to newly elected District trusted servants, it was discovered that keeping a minimum balance of over \$1000 monthly is required to avoid a \$15/mo service charge.

We are asking the District 34 Home Groups to improve an increase of \$100 in our Prudent Reserve in order to meet this minimum balance requirement and avoid any bank service charges. If approved the new Prudent Reserve would be set at \$1000.

### **Q What is a “prudent reserve”?**

**A** Any suggested prudent reserve for a group should be dependent on local needs. A suggested prudent reserve for central offices, intergroups, and area committees could be one to twelve months' operating expenses, depending on local needs.

### **Q Does the General Service Office have a “prudent reserve”?**

**A** In 1954 A.A.'s Board of Trustees established a reserve fund whose principal purpose is to provide the financial resources necessary to continue the essential services of G.S.O. and the Grapevine for up to a year in the event of an unexpected and substantial reduction in the normal revenues of the organization.