

**POLICY #4: EXECUTIVE LIMITATIONS**

**FINANCIAL CONDITION**

**Approved August 18, 2016**

With respect to the actual, ongoing condition of the college's financial health, the President may not cause or allow the development of fiscal jeopardy or loss of allocation integrity.

Accordingly, it may not:

1. Expend more funds than have been designated for the fiscal year.
2. Pay payroll and debts in an untimely manner.
3. Allow actual allocations to deviate materially from board priorities in *ENDS* policies.
4. Allow the President to spend more than 10% of the operating reserve, given that this reserve does not fall at any time below three months average expenses.