

RESERVES POLICY

Attic Theatre Company requires a level of free reserves to safeguard the organisation, protect options for future development and to achieve the following:

- The option to develop new services or expand current ones in line with the changing needs of the community.
- To ensure that delays in the receipt of expected income do not interrupt services or cause serious financial difficulty for the company.
- The ability to survive unexpected setbacks and problems arising from internal or external causes.

The level of said free reserves is retained at £10,000-£18,000. Equating to 3 - 6 months of running costs, in order to maintain the activities of the company for this duration.

Tangible fixed assets and depreciation

Individual fixtures, fittings and stage equipment costing £200 or more are capitalised at cost and depreciated to write down the cost less estimated residual value of these fixed assets by the reducing balance method over their expected useful lives at a rate of 25% per year.

Reviewed September 2018
V Hibbs - General Manager
Ratified by the Board of Trustees