

COLLEGE OF MICRONESIA-FSM
BOARD POLICY No. 7005

Physical Resources Contingencies Fund

Date Adopted: 08 August 2011

Date Revised:

Date Reviewed: 22-24 March 2014

References: Start Up Capital for Total Cost of Facilities of Ownership Request to PRC
July 31, 2011.
COM- FSM Facilities Use Policy of May 23, 2001.
Responding to Recommendation 6. Physical Resources from ACCJC.

It is the policy of College of Micronesia-FSM to establish a “Physical Resources Contingencies Fund” and to allocate from its finance resources certain sums of money to ensure availability of fiscal resources to support the need for construction of facilities, procurement of equipment, funds for major renovations and repairs. The funds may be used for matching grants and loan equity. The fund may serve as a physical resources relief fund for damages caused by natural disasters and accidents.

The college shall initially allocate \$500,000 from its fund balance to establish the fund and shall continue to deposit \$50,000 annually into the account.

Purpose

To ensure availability, reliable and ongoing funding source to support the need for major renovation and repairs and upkeep of college facilities and replacement of major equipment that cannot be funded through its annual operations budget.

To provide reliable source of fund for repairs and replacement of physical resources damaged by natural disasters and/or accidents.

See Administrative Procedure 7005