



## College of The Albemarle Policy

Policy Number: 6.2.13

Page 1 of 2

---

**Title: Sound Fiscal and Management Practices**

**Related Policy and Procedures: 1.9 Sound Fiscal and Management Practices, 6.3.5 Chart of Accounts, 6.2.6 Audits**

**Division of Responsibility: Business and Administrative Services**

---

### **I. BOARD RESPONSIBILITY**

The Board of Trustees shall ensure that sound fiscal and management practices are employed in the operation of the College. To ensure financial stability and public accountability, the Board requires the following:

- A. The College expends all funds prudently and consistently within the adopted budget.
- B. The College shall manage the budget to ensure the percentage of State current operating funds remaining unexpended in the budget does not exceed five percent (5%) or five times the system-wide percentage, whichever is higher, unless specifically approved for carry-forward.
- C. College fund accounts shall not have a negative balance at the end of the fiscal year. In the event of an unplanned negative balance, the President and Chief Financial Officer shall present a written corrective action plan to the Board at its first scheduled meeting of the new fiscal year.
- D. The College shall track expenditures consistent with the North Carolina Community College System's Chart of Accounts, as outlined in the North Carolina Community College System Accounting Procedures Manual (see Policy 6.3.5 – Chart of Accounts).

### **E. REPORTING AND AUDITS**

- A. The president or designee shall provide financial reports to the Board no less than once per quarter.
- B. The College shall participate in the EAGLE Program (Enhancing Accountability in Government through Leadership and Education) and shall maintain a system of internal controls as required by N.C.G.S. 143D – The State Governmental Accountability and Internal Control Act.
- C. The College shall not overdraw accounts by ensuring bank accounts are reconciled and any discrepancies resolved within thirty (30) business days from the end of the prior month. In the event the College fails to comply with this requirement more than once



## College of The Albemarle Policy

**Policy Number: 6.2.13**

**Page 2 of 2**

---

during a fiscal year, such information shall be reported to the Board at its first scheduled meeting following the month of non-compliance.

- D. The College shall submit complete and accurate financial statements to the North Carolina Office of the State Controller by deadline as prescribed by the State Controller.
- E. The College shall conduct audits consistent with N.C.G.S. §115D-20(9) and N.C.G.S. § 115D-58.16 (see Policy 6.2.6-Audits).
- F. Once established, the president shall address to the Board any findings identified in audits, compliance reviews, Southern Association of Colleges and Schools Commission on Colleges (SACSCOC) reviews, or other monitoring reviews. The president shall address the matter with the Board at the first scheduled meeting following notice of the findings.
- G.

### **II. PERSONNEL AND VACANCY MONITORING**

- A. The College shall actively seek to fill leadership and other supervisory positions in a timely manner with individuals of high competence.
- B. The College shall monitor employee turnover by providing an employee vacancy report for information to the Board at least biannually.

Legal Citation: N.C.G.S. 115D-5; 115D-58.16; 1A SBCCC 200.4

June 13, 2023

June 9, 2026

June 9, 2026

---

**Date Approved by Board of Trustees**

---

**Date of Last Review**

---

**Date of Last Revision**