

COLLEGE OF MICRONESIA-FSM  
BOARD POLICY No. 5005

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**Separation of Restricted and Unrestricted Funds**

Date Adopted: 15 April 1994

Date Revised: 13 April 2023

Date Reviewed: 22-24 March 2014, 24 May 2018, 13 April 2023

References: Recommended by Finance Committee (Minutes of April 13, 1994);  
approved by President 4/15/94

A separate checking account will be established which will be for all restricted (grant) funds with the exception of Pell Grant, SEOG, and College Work Study funds.

The purpose of establishing this account is to properly segregate Current Restricted funds from Current Unrestricted funds and to implement better internal controls and proper compliance with financial reporting requirements.

Expenditures will be made through the normal procedure using the cash from the Current Restricted Fund.

See Administrative Procedure 5005