



General Policy on the Use of Non- distributable Funds

July 2021

General Policy on the Use of Non-distributable Funds

Under the regulations implementing the EC Directive on Collective Management Organisations, Directors UK is required to draw up a general policy on the use of non-distributable funds which must be approved by the general assembly of members.

Our general policy was first considered by our Reserves Committee in Summer 2014 and further refined by the Board during 2015, 2017, 2019 and 2021.

The Directors UK general policy on uses of non-distributable funds specifies that:

- A contingency reserve of 20% will be maintained from the total of non-distributable funds in the possession of Directors UK to cover valid claims presented after three years;
- Non-distributable funds can only be used to support:
 - Projects that benefit members rather than non-members;
 - Projects that benefit the largest number of members;
 - Schemes where Directors UK can partner with other funders;
 - Projects that encourage members to participate and engage;
 - Charitable schemes with a media/creative focus.

Approved by the board of Directors UK – 27 April 2021.

Approved by the general assembly of members – 13 July 2021.