

**PWYLLGOR CRONFA ELUSENNOL
CHARITABLE FUNDS COMMITTEE**

DYDDIAD Y CYFARFOD: DATE OF MEETING:	21 June 2024
TEITL YR ADRODDIAD: TITLE OF REPORT:	Charitable Funds Committee (CFC) Terms of Reference
CYFARWYDDWR ARWEINIOL: LEAD DIRECTOR:	Delyth Raynsford, Chair, CFC
SWYDDOG ADRODD: REPORTING OFFICER:	Joanne Wilson, Director of Corporate Governance/Board Secretary

Pwrpas yr Adroddiad (dewiswch fel yn addas)

Purpose of the Report (select as appropriate)

Ar Gyfer Penderfyniad/For Decision

ADRODDIAD SCAA

SBAR REPORT

Sefyllfa / Situation

The purpose of this paper is to ensure that the Charitable Funds Committee has clear terms of reference which detail its purpose, boundaries, role, composition and operating arrangements.

According to its terms of reference, the Committee must review its terms of reference and operating arrangements on at least an annual basis to ensure they remain fit for purpose. These must be subsequently approved by the Board and will form part of the Health Board's Standing Orders.

Cefndir / Background

The Hywel Dda University Local Health Board's standing orders provide that "The Board may and, where directed by the Welsh Government must, appoint Committees of the UHB either to undertake specific functions on the Board's behalf or to provide advice and assurance to the Board in the exercise of its functions. The Board's commitment to openness and transparency in the conduct of all its business extends equally to the work carried out on its behalf by committees".

Hywel Dda University Local Health Board was appointed as corporate trustee of the charitable funds by virtue of Statutory Instrument 2009 No. 778 (W.66) and that its Board serves as its agent in the administration of the charitable funds held by the UHB.

In accordance with the Standing Orders (and the UHB's Scheme of Delegation), the Board has nominated a Committee to be known as the Charitable Funds Committee (the Committee). The Committee has been established as a Committee of the Hywel Dda University Local Health Board (HDdUHB) and constituted from 22 July 2010.

The Committee last reviewed its terms of reference and operating arrangements in May 2023, and these were subsequently approved by the Board, as part of Standing Orders, on 27 July 2023.

Asesiad / Assessment

The Charitable Funds Committee terms of reference and operating arrangements (Appendix 1) have been reviewed and changes and amendments to terms have been made. These have been primarily to Sections 3 (Purpose) and 4 (Key Responsibilities), to remove duplication and clarify the key responsibilities of the Committee. These are clearly marked on Appendix 1 and relate to the following:

New Section	Previous Section	What has changed?	Why?
2.1	2.1	Constitution	Additional wording has been added to reinforce that where the Board is referred to in the Terms of Reference, it is in its role as the Corporate Trustee.
3.3	3.3	Purpose	To remove reference to the planning objectives and include that the Committee's role is to develop the strategy and objectives for the charity for consideration by the Board, and to oversee the implementation of an infrastructure appropriate to the efficient and effective running of the Charity.
4.3	4.3	Key Responsibilities – section removed	Section 'To ensure that the Health Board policies and procedures for charitable funds investments are followed' has been removed as this it is already covered in s4.4 'In addition, to make decisions involving the sound investment of charitable funds in a way that both preserves their value and produces a proper return consistent with prudent investment and ensuring compliance with...'
4.4	4.5	Key Responsibilities – section amended	Section has been amended as follows 'To receive at least twice a year reports for ratification <i>investment reports</i> from the Executive Director of Finance. Also to consider investment decisions and actions taken through delegated powers upon the advice of the Health Board's appointed investment <i>manager advisor</i> '.
4.5	4.6	Key Responsibilities – section amended	Section has been amended as follows 'To oversee and monitor 'Receive Assurance that the functions performed by the Executive Director of Finance overriding general principles of financial regularity, prudence and propriety are adhered to for the funds held on trust as defined in the Health Board's Standing Financial Instructions (SFI's) are being adhered to. <i>The Chief Executive and Director of Finance are accountable for financial control as set out in the SFIs. In so far as it is possible to do so, most of the sections of the SFIs will</i>

			<i>apply to the management of funds held on trust</i> '.
4.6	N/A	Key Responsibilities – section added	Section added as follows ' <i>Approve the annual accounts and report for ratification by the Corporate Trustee</i> '.
4.7	4.7	Key Responsibilities – section amended	Section has been amended as follows ' To <i>Monitor</i> the progress of fundraising appeals where these are in place and considered to be material'.
4.8	4.8	Key Responsibilities – section amended	Section has been amended to reflect its strategic responsibilities ' <i>Seek assurance on delivery against the strategic planning objectives aligned to the Committee, considering and scrutinising the programmes and processes that are developed and implemented, supporting and endorsing these as appropriate</i> '.
4.9	4.9	Key Responsibilities – section amended	Section has been amended as follows ' To <i>Monitor</i> and review the Health Board's scheme of delegation for Charitable Funds expenditure, and to set and reflect in Financial Procedures the approved delegated limits for expenditure from Charitable Funds'.
4.10	4.10	Key Responsibilities – section amended	Section amended as follows ' Overseeing <i>Receive assurance</i> that the day to day management of the investments of the charitable funds is in accordance with the investment strategy set down from time to time by the Corporate Trustee, and in accordance with the requirements of the Health Board's Standing Financial Instructions'.
4.11	4.11	Key Responsibilities – section amended	Section has been amended as follows ' <i>Oversee</i> the appointment of an Investment Manager (where appropriate) to advise it on investment matters and the delegation of day-to-day management of some or all of the investments to that Investment Manager. The Investment Manager, if appointed, must actively manage the charitable fund on behalf of the Corporate Trustee'.
4.12	N/A	Key Responsibilities – section added	Section added as follows ' <i>Regularly reviewing investments to see if other opportunities or investment services offer a better return</i> '.
4.13	4.12	Key Responsibilities – section amended	Section has been amended as follows ' Ensuring <i>Receive assurance</i> that the banking arrangements for the charitable funds should be are kept entirely distinct from the Health Board's NHS funds'.

4.14	4.13 & 4.14	Key Responsibilities – section amended	Section has been amended and combined as follows ‘ <i>Receive assurance Ensuring that arrangements are in place to maintain current account balances at minimum operational levels consistent with meeting expenditure obligations, the balance of funds being invested in interest bearing deposit accounts; and that the amount to be invested or redeemed from the sale of investments shall have regard to the requirements for immediate and future expenditure commitments</i> ’.
4.15	4.16	Key Responsibilities – section amended	Section has been amended as follows ‘ <i>Agree to the operation of an investment pool when this is considered appropriate to the charity in accordance with charity law and the directions and guidance of the Charity Commission. The Committee shall propose the basis to the Health Board for applying accrued income to individual funds in line with charity law and Charity Commission guidance</i> ’.
N/A	4.16	Key Responsibilities – section removed	Sections have been removed as covered by the appointment of an investment manager. ‘Obtaining appropriate professional advice to support its investment activities’.
N/A	4.17	Key Responsibilities – section removed	Sections have been removed as covered by the appointment of an investment manager. ‘Regularly reviewing investments to see if other opportunities or investment services offer a better return’.
4.16	4.18	Key Responsibilities – section amended	Section has been amended as follows ‘ <i>Receive reports on the progress on the implementation of the Charity’s strategy which will include details of Reviewing alternative sources of funding to donations and legacies which could provide the Committee with additional leverage and access to additional funds</i> ’.
N/A	4.19	Key Responsibilities – section removed	Section has been removed as already covered off in 6.3 ‘By giving reasonable notice, require the attendance of any of the officers or employees and auditors of the Board at any meeting’.
4.19	N/A	Key Responsibilities – section added	New section has been added to reflect the annual approvals process that has been in place for the Committee for a number of year ‘Consider and recommend for approval to the Board the annual governance and support costs associated with the running of the Charity’.

4.20-4.23	4.20-4.22	Key Responsibilities – sections removed	<p>Sections have been removed and replaced with the following to clarify the Committee's responsibilities in terms of expenditure:</p> <ul style="list-style-type: none"> • 4.20 Receive assurance that the charitable expenditure thresholds in the Charitable Funds Procedure are complied with. • 4.21 Provide scrutiny with a view to approving or rejecting all requests for expenditure over £50,000 and under £100,000 against named charitable funds, within the scheme of delegation for authorisation of charitable funds expenditure. • 4.22 Consider and recommend for approval to the Board in its capacity as Corporate Trustee all requests for expenditure over £100,000 against named charitable funds, within the scheme of delegation for authorisation of charitable funds expenditure. • 4.23 Provide scrutiny with a view to approving or rejecting all requests for expenditure, regardless of value, for the following expenditure types: <ul style="list-style-type: none"> • Research and development expenditure. • Pay expenditure. • Requests of any nature resulting in ongoing charitable funds commitment.
N/A	4.23	Key Responsibilities – sections removed	<p>Sections have been removed as the Chair can only take Chair's on responsibilities that are contained within the Terms of Reference that cannot wait until the next scheduled meeting. The process of taking Chair's Action should be developed separately.</p>
4.24	4.24	Key Responsibilities – section amended	<p>Section has been amended as follows 'The Committee will Seek assurance on the management of principal risks within the Board Assurance Framework and Corporate Risk Register <i>and Directorate risks</i> allocated to the Committee and provide assurance to the Health Board that risks are being managed effectively and report any areas of significant concern e.g. where risk tolerance is exceeded, lack of timely action, etc.</p>
5.1	5.1	Membership	Key changes include the following:

			<ul style="list-style-type: none"> • The IM membership has reduced to 4 Independent Members including the Chair and the Vice-Chair. • The Chief Executive has been removed from the membership. • The 'Assistant Director of Corporate Legal Services and Public Affairs' has been added to the In-attendance membership.
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Argymhelliad / Recommendation

To approve the Charitable Funds Committee's Terms of Reference for onward ratification by the Board on 25 July 2024.

Amcanion: (rhaid cwblhau)

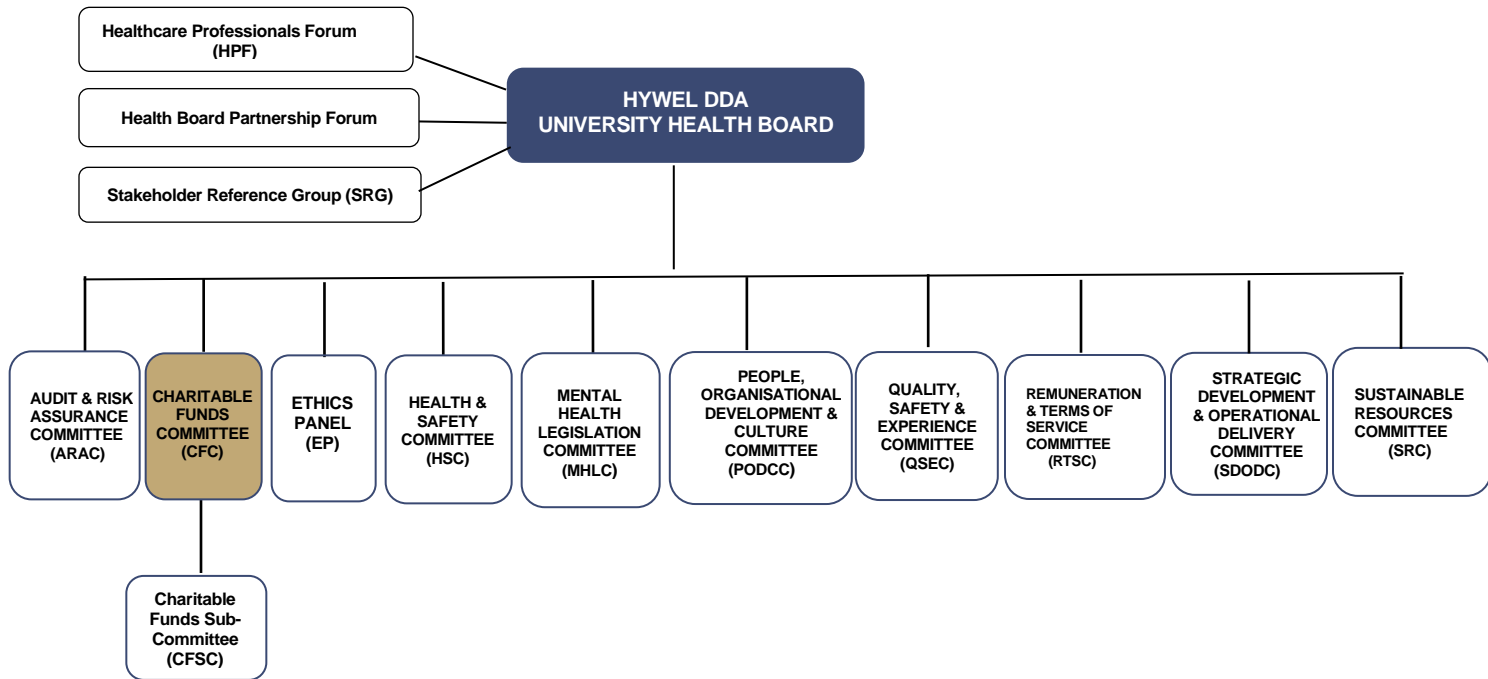
Objectives: (must be completed)

Committee ToR Reference: Cyfeirnod Cylch Gorchwyl y Pwyllgor:	14.1 These Terms of Reference and operating arrangements shall be reviewed on at least an annual basis by the Committee for approval by the Board.
Cyfeirnod Cofrestr Risg Datix a Sgôr Cyfredol: Datix Risk Register Reference and Score:	Not Applicable
Parthau Ansawdd: Domains of Quality Quality and Engagement Act (sharepoint.com)	Not Applicable
Galluogwyr Ansawdd: Enablers of Quality: Quality and Engagement Act (sharepoint.com)	Not Applicable
Amcanion Strategol y BIP: UHB Strategic Objectives:	Not Applicable
Amcanion Cynllunio Planning Objectives	Not Applicable
Amcanion Llesiant BIP: UHB Well-being Objectives: Hyperlink to HDdUHB Well-being Objectives Annual Report 2021-2022	10. Not Applicable

Gwybodaeth Ychwanegol: Further Information:

Ar sail tystiolaeth: Evidence Base:	CFC Terms of Reference
Rhestr Termiau: Glossary of Terms:	Contained within the body of the report.
Partion / Pwyllgorau â ymgynhorwyd ymlaen llaw y Pwyllgor Cronfa Elusennol: Parties / Committees consulted prior to Charitable Funds Committee:	Director of Corporate Governance/Board Secretary

Effaith: (rhaid cwblhau) Impact: (must be completed)	
Ariannol / Gwerth am Arian: Financial / Service:	Not Applicable
Ansawdd / Gofal Claf: Quality / Patient Care:	Not Applicable
Gweithlu: Workforce:	Not Applicable
Risg: Risk:	Not Applicable
Cyfreithiol: Legal:	Not Applicable
Enw Da: Reputational:	Not Applicable
Gyfrinachedd: Privacy:	Not Applicable
Cydraddoldeb: Equality:	Not Applicable



CHARITABLE FUNDS COMMITTEE

TERMS OF REFERENCE

Version	Issued To	Date	Comments
V1	Charitable Funds Committee	11.06.2012	Approved
V1	Hywel Dda Health Board (SO's)	27.09.2012	Approved
V3	Charitable Funds Committee	18.06.2013	Approved
V4	Charitable Funds Committee	03.09.2013	Approved
V5	Charitable Funds Committee	12.12.2013	Approved
V6	Charitable Funds Committee	09.10.2013	Approved
V7	Charitable Funds Committee	16.12.2014	Approved
V8	Charitable Funds Committee	10.03.2015	Approved
	Hywel Dda University Health Board	26.03.2015	Approved
V9	Charitable Funds Committee	29.06.2015	Approved
V9	Hywel Dda University Health Board	26.11.2015	Approved
V10	Charitable Funds Committee	29.11.2016	Approved

V10	Hywel Dda University Health Board	26.01.2017	Approved
V11	Charitable Funds Committee	15.06.2017	Approved
V12	Charitable Funds Committee	15.03.2018	Approved
V12	Hywel Dda University Health Board	29.03.2018	Approved
V13	Charitable Funds Committee	14.03.2019	Approved
V13	Hywel Dda University Health Board	30.05.2019	Approved
V14	Charitable Funds Committee	17.03.2020	Approved
V14	Hywel Dda University Health Board	26.03.2020	Approved
V15	Charitable Funds Committee	30.11.2020	Approved
V15	Hywel Dda University Health Board	28.01.2021	Approved
V16	Hywel Dda University Health Board	29.07.2021	Approved
V17	Charitable Funds Committee	06.06.2022	Approved
V17	Hywel Dda University Health Board	28.07.2022	Approved
V18	Charitable Funds Committee	23.05.2023	Approved via Chair's Action 05.07.2023
V18	Hywel Dda University Health Board	27.07.2023	Approved
V19	Charitable Funds Committee	21.06.2024	For Approval

CHARITABLE FUNDS COMMITTEE

1. Introduction

- 1.1 The Hywel Dda University Local Health Board's standing orders provide that "*The Board may and, where directed by the Welsh Government must, appoint Committees of the Health Board either to undertake specific functions on the Board's behalf or to provide advice and assurance to the Board in the exercise of its functions. The Board's commitment to openness and transparency in the conduct of all its business extends equally to the work carried out on its behalf by committees*".
- 1.2 In accordance with the Standing Orders (and the Health Board's Scheme of Delegation), the Board has nominated a Committee to be known as the Charitable Funds Committee (the Committee). The detailed terms of reference and operating arrangements set by the Board in respect of this Committee are set out below.

2. Constitution

- 2.1 Hywel Dda University Local Health Board (the Health Board) is the Corporate Trustee of Hywel Dda Health Charities (the Charity). **Where references are made to the Health Board, it is in its role as Corporate Trustee of the Health Board.**
- 2.2 The Committee has been established as a Committee of the Health Board and constituted from 22 July 2010.

3. Purpose

The purpose of the Charitable Funds Committee is:

- 3.1 To make and monitor arrangements for the control and management of the Health Board's Charitable Funds, within the budget, priorities and spending criteria determined by the Board and consistent with the legislative framework.
- 3.2 To provide assurance to the Board in its role as Corporate Trustee of the charitable funds held and administered by the Health Board.
- 3.3 ~~To receive assurance on delivery against relevant planning objectives aligned to the Committee, in accordance with Board approved timescales, as set out in the Health Board's Annual Plan.~~ **To develop the strategy and objectives for the Charity for consideration by the Board, and to oversee the implementation of an infrastructure appropriate to the efficient and effective running of the Charity.**
- 3.4 To agree issues to be escalated to the Board with recommendations for action.

4. Key Responsibilities

The Charitable Funds Committee shall:

- 4.1 Within the budget, priorities and spending criteria determined by the Health Board as Corporate Trustee, and consistent with the requirements of the Charities Act 2011 (or any modification of these acts), ~~to~~ apply the charitable funds in accordance with its respective governing documents.
- 4.2 ~~To devise, implement and~~ Approve appropriate procedures and policies to ensure that fundraising and accounting systems are robust, donations are received and coded as instructed and that all expenditure is reasonable, clinically and ethically appropriate.
- 4.3 ~~To ensure that the Health Board policies and procedures for charitable funds investments are followed.~~

- 4.3 In addition, to make decisions involving the sound investment of charitable funds in a way that both preserves their value and produces a proper return consistent with prudent investment and ensuring compliance with:
- Trustee Act 2000
 - The Charities Act 2011
 - The Charities Act 2022
 - Terms of the fund's governing documents
- 4.4 ~~To~~ Receive at least twice a year for ratification **investment reports** from the Executive Director of Finance. **Also to consider** investment decisions and actions taken through delegated powers upon the advice of the Health Board's **appointed investment manager** adviser.
- 4.5 ~~To oversee and monitor~~ **Receive assurance that** the overriding general principles of financial regularity, prudence and propriety are adhered to for the funds held on trust as defined in the Health Board's Standing Financial Instructions (SFIs).. The Chief Executive and Director of Finance are accountable for financial control as set out in the SFIs. In so far as it is possible to do so, most of the sections of the SFIs will apply to the management of funds held on trust
- 4.6 Approve the annual accounts and report for ratification by the Corporate Trustee.
- 4.7 ~~To~~ **Monitor** the progress of fundraising appeals where these are in place and considered to be material.
- 4.8 Seek assurance on delivery against the **strategic planning** objectives aligned to the Committee, considering and scrutinising the programmes and processes that are developed and implemented, supporting and endorsing these as appropriate.
- 4.9 ~~To~~ **Monitor** and review the Health Board's scheme of delegation for Charitable Funds expenditure, and ~~to set and~~ reflect in Financial Procedures the approved delegated limits for expenditure from Charitable Funds.
- 4.10 ~~Overseeing~~ **Receive assurance** that the day to day management of the investments of the charitable funds is in accordance with the investment strategy set down from time to time by the Corporate Trustee, and in accordance with the requirements of the Health Board's Standing Financial Instructions.
- 4.11 Oversee the appointment of an Investment Manager (where appropriate) to advise it on investment matters and the delegation of day-to-day management of some or all of the investments to that Investment Manager. The Investment Manager, if appointed, must actively manage the charitable fund on behalf of the Corporate Trustee.
In exercising this power, the Committee must ensure that:

- 4.11.1 The scope of the power delegated is clearly set out in writing and communicated with the person or persons who will exercise it;
 - 4.11.2 There are in place adequate internal controls and procedures which will ensure that the power is being exercised properly and prudently;
 - 4.11.3 The performance of the person or persons exercising the delegated power is regularly reviewed;
 - 4.11.4 Where an investment manager is appointed, that the person is regulated under the Financial Services Act 1986;
 - 4.11.5 Acquisitions or disposal of a material nature outside the terms of agreement must always have written authority of the Committee or the Chair of the Committee in conjunction with the Executive Director of Finance.
- 4.12 Regularly reviewing investments to see if other opportunities or investment services offer a better return
- 4.13 ~~Ensuring~~ **Receive assurance** that the banking arrangements for the charitable funds ~~should be~~ are kept entirely distinct from the Health Board's NHS funds.
- 4.14 Receive assurance ~~Ensuring~~ that arrangements are in place to maintain current account balances at minimum operational levels consistent with meeting expenditure obligations, the balance of funds being invested in interest bearing deposit accounts; and that the amount to be invested or redeemed from the sale of investments shall have regard to the requirements for immediate and future expenditure commitments.
- 4.15 Agree to the operation of an investment pool when this is considered appropriate to the charity in accordance with charity law and the directions and guidance of the Charity Commission. The Committee shall propose the basis to the Health Board for applying accrued income to individual funds in line with charity law and Charity Commission guidance.
- ~~4.16 Obtaining appropriate professional advice to support its investment activities.~~
- ~~4.17 Regularly reviewing investments to see if other opportunities or investment services offer a better return.~~
- 4.16 **Receive reports on the progress of the implementation of the Charity's strategy which will include details of** ~~Reviewing alternative~~ sources of funding to donations and legacies which could provide the Committee with additional leverage and access to additional funds.
- ~~4.19 By giving reasonable notice, require the attendance of any of the officers or employees and auditors of the Board at any meeting.~~
- ~~4.20 The following thresholds are approved in the Charitable Funds Procedure
"Expenditure less than £10,000 shall only need approval by the nominated fund manager. All expenditure in excess of £10,000 and up to £50,000 will require the~~

~~approval of the Charitable Funds Sub-Committee. Expenditure in excess of £50,000 will require the approval of the Charitable Funds Committee. Expenditure over £100,000 will require the approval of the Corporate Trustee”.~~

- ~~4.21 In addition, the following expenditure types regardless of value, require Charitable Funds Committee consideration and approval:~~
- ~~▪ Research & development expenditure.~~
 - ~~▪ Pay expenditure.~~
 - ~~▪ Requests of any nature resulting in ongoing charitable funds commitment.~~
- ~~4.22 The following expenditure types also require Charitable Funds Sub-Committee consideration and approval:~~
- ~~▪ Unusual or novel expenditure requests under £50,000.~~
 - ~~▪ Overseas training requests including conferences and seminars requiring the attendance of participants outside of the UK.~~
 - ~~▪ Higher award and academic studies for which significant benefit to the Health Board can be quantified through training and development objectives.~~
- 4.19 Consider and recommend for approval to the Board the annual governance and support costs associated with the running of the Charity.
- 4.20 Receive assurance that the charitable expenditure thresholds in the Charitable Funds Procedure are complied with.
- 4.21 Provide scrutiny with a view to approving or rejecting all requests for expenditure over £50,000 and under £100,000 against named charitable funds, within the scheme of delegation for authorisation of charitable funds expenditure.
- 4.22 Consider and recommend for approval to the Board in its capacity as Corporate Trustee all requests for expenditure over £100,000 against named charitable funds, within the scheme of delegation for authorisation of charitable funds expenditure.
- 4.23 Provide scrutiny with a view to approving or rejecting all requests for expenditure, regardless of value, for the following expenditure types:
- Research and development expenditure.
 - Pay expenditure.
 - Requests of any nature resulting in ongoing charitable funds commitment.
- ~~4.23 Items requiring urgent Chair’s Action will generally be expenditure on equipment greater than £50,000 value, or anything that falls under the criteria above. All expenditure requests made via Chair’s Actions will be considered on a case by case basis, as an exception rather than the rule. The presumption will be that other than equipment (in excess of £50,000) and smaller research projects (up to £25,000), items can be deferred to the next meeting.~~

- 4.23 ~~The Chair's decision on which items can be approved outside of the Committee will be final and all items approved outside of the full Committee will be reported to the next Committee meeting for ratification.~~
- 4.24 ~~The Committee will~~ Seek assurance on the management of principal risks within the Board Assurance Framework and Corporate Risk Register **and Directorate risks** allocated to the Committee and provide assurance to the Health Board that risks are being managed effectively and report any areas of significant concern e.g. where risk tolerance is exceeded, lack of timely action, etc.
- 4.25 Recommend acceptance of risks that cannot be brought within the Health Board's risk appetite/tolerance to the Board through the Committee Update Report.

5. Membership

- 5.1 The membership of the Committee, acting as representatives of the Corporate Trustee, shall comprise of the following:

Member
Independent Member (Chair)
Independent Member (Vice-Chair)
2 3 x Independent Members
Chief Executive
Executive Director of Finance, or their suitably briefed deputy
Director of Nursing, Quality and Patient Experience (Lead Director for Hywel Dda Health Charities), or their suitably briefed deputy

The following should attend Committee meetings:

In Attendance
Assistant Director of Finance (Financial Planning and Statutory Reporting) or Senior Finance Business Partner (Accounting and Statutory Reporting)
Assistant Director of Corporate Legal Services and Public Affairs
Chair of the Charitable Funds Sub-Committee
Head of Hywel Dda Health Charities
Staff Side Representative

- 5.2 Membership of the Committee will be reviewed on an annual basis.

6. Quorum and Attendance

- 6.1 A quorum shall consist of no less than four of the membership and must include as a minimum the Chair or Vice Chair of the Committee, and one other Independent

Member, as well as the Executive Director of Finance and the Lead Director for Hywel Dda Health Charities (or their suitably briefed deputies).

- 6.2 The membership of the Committee shall be determined by the Board of the Corporate Trustee, based on the recommendation of the Health Board Chair, taking into account the balance of skills and expertise necessary to deliver the Committee's remit and subject to any specific requirements or directions made by the Welsh Government.
- 6.3 Any senior officer of the Health Board or partner organisation may, where appropriate, be invited to attend, for either all or part of a meeting to assist with discussions on a particular matter.
- 6.4 The Committee may also co-opt additional independent external 'experts' from outside the organisation to provide specialist skills.
- 6.5 The Chair of the Health Board reserves the right to attend any of the Committee's meetings as an ex officio member.
- 6.6 Should any officer member be unavailable to attend, they may nominate a deputy with full voting rights to attend in their place, subject to the agreement of the Chair.
- 6.7 The Head of Internal Audit shall have unrestricted and confidential access to the Chair of the Charitable Funds Committee.
- 6.8 The Committee will invite External Audit to attend once a year to provide the Committee with assurance on processes and end of year accounts.
- 6.9 The Committee may also extend the membership to include independent members outside of the Board (e.g. a nomination from Stakeholder Reference Group).
- 6.10 The Chair of the Charitable Funds Committee shall have reasonable access to Executive Directors and other relevant senior staff.
- 6.11 The Committee may ask any or all of those who normally attend but who are not members to withdraw to facilitate open and frank discussion of particular matters.

7. Delegated Powers and Duties of the Director of Finance

- 7.1 The Director of Finance has prime financial responsibility for the Health Board's Charitable Funds as defined in the Health Board's Standing Financial Instructions.

The specific powers, duties and responsibilities delegated to the Director of Finance are:

- 7.1.1 Administration of all existing charitable funds.
- 7.1.2 To identify any new charity that may be created (of which the Health Board is Corporate Trustee) and to deal with any legal steps that may be required to formalise the trusts of any such charity.
- 7.1.3 To provide guidelines with respect to donations, legacies and bequests, fundraising and trading income.
- 7.1.4 Responsibility for the management of investment of funds held on trust.
- 7.1.5 To ensure appropriate banking services are available to the Health Board.
- 7.1.6 To prepare reports to the Board including the Annual Report and Accounts.

8. Agenda and Papers

- 8.1 The Committee Secretary is to hold an agenda setting meeting with the Chair and/or Vice-Chair, the Lead Director for Hywel Dda Health Charities and the Executive Director of Finance (or their nominated deputies) at least **six** weeks before the meeting date.
- 8.2 The agenda will be based around the Committee work plan, identified risks, matters arising from previous meeting, issues emerging throughout the year, and requests from Committee members. Following approval, the agenda and timetable for request of papers will be circulated to all Committee members.
- 8.3 All papers must be approved by the Lead/relevant Director.
- 8.4 The agenda and papers for meetings will be distributed **seven** days in advance of the meeting, electronically.
- 8.5 A draft Table of Actions will be issued within **two** days of the meeting. The minutes and action log will be circulated to the Lead Director within **seven** days to check the accuracy, prior to sending to Members (including the Committee Chair) within the next **seven** days.
- 8.6 Members must forward amendments to the Committee Secretary within the next **seven** days. The Committee Secretary will then forward the final version to the Committee Chair for approval.

9. In Committee

- 9.1 The Committee can operate with an In Committee function to receive updates on the management of sensitive and/or confidential information.

10. Frequency of Meetings

- 10.1 The Committee will meet no less than quarterly and shall agree an annual schedule of meetings. Additional meetings will be arranged as determined by the Chair of the Committee, in discussion with the Lead Director.
- 10.2 The Chair of the Committee, in discussion with the Committee Secretary, shall determine the time and the place of meetings of the Committee and procedures of such meetings.

11. Accountability, Responsibility and Authority

- 11.1 Although, as set out within these terms of reference, the Board has delegated authority to the Committee for the exercise of certain functions, it retains overall responsibility and accountability for ensuring the quality and safety of healthcare for its citizens, through the effective governance of the organisation.
- 11.2 The Committee is directly accountable to the Board for its performance in exercising the functions set out in these terms of reference.
- 11.3 The Committee shall embed the Health Board's vision, corporate standards, priorities and requirements, e.g. equality and human rights, through the conduct of its business.
- 11.4 The requirements for the conduct of business as set out in the Standing Orders are equally applicable to the operation of the Committee.

12. Reporting

- 12.1 The Committee Chair shall agree arrangements with the Health Board's Chair to report to the Board in their capacity as Corporate Trustee. This may include, where appropriate, a separate meeting with the Board.
- 12.2 The Committee, through its Chair and members, shall work closely with the Board's other Committees, including joint/sub-committees and groups, to provide advice and assurance through the:
 - 12.2.1 joint planning and co-ordination of Board and Committee business;
 - 12.2.2 sharing of information.
- 12.3 In doing so, the Committee shall contribute to the integration of good governance across the organisation, ensuring that all sources of assurance are incorporated into the Board's overall risk and assurance framework.
- 12.4 The Committee may establish sub-committees or task and finish groups to carry out on its behalf specific aspects of Committee business. The Committee will receive an

update following each sub-committee or task and finish group meeting detailing the business undertaken on its behalf.

- The Committee has established the Charitable Funds Sub-Committee to ensure that the Health Board's policies and procedures are followed in relation to specialist designated and restricted funds.

12.5 The Committee Chair, supported by the Committee Secretary, shall:

12.5.1 Report formally, regularly and on a timely basis to the Board on the Committee's activities in their capacity as Corporate Trustee. This includes the submission of a written Committee update report as well as the presentation of an annual report and accounts prior to submission to the Charity Commission.

12.5.2 Bring to the Board's specific attention any significant matter under consideration by the Committee.

12.5.3 Ensure appropriate escalation arrangements are in place to alert the Health Board Chair, Chief Executive or Chairs of other relevant Committees of any urgent/critical matters that may compromise patient care and affect the operation and/or reputation of the Health Board.

12.6 The Director of Corporate Governance/Board Secretary, on behalf of the Board, shall oversee a process of regular and rigorous self-assessment and evaluation of the Committee's performance and operation including that of any sub-committees established.

13. Secretarial Support

13.1 The Committee Secretary shall be determined by the Director of Corporate Governance/Board Secretary.

14. Review Date

14.1 These Terms of Reference and operating arrangements shall be reviewed on at least an annual basis by the Committee for approval by the Board.