

STAFFORDSHIRE UNIVERSITY ACADEMIES TRUST

RISK, AUDIT AND RESOURCES COMMITTEE TERMS OF REFERENCE

Meetings of all Committees will take place a minimum of once per term. For any meeting to be quorate a minimum of 3 Directors eligible to vote must be present

TERMS OF REFERENCE

Powers

- The Risk, Audit & Resources Committee is empowered to act and make decisions on behalf of the Board of Directors in relation to responsibilities determined by the Board of Directors.
- On all other specified responsibilities, the Committee shall submit proposals and recommendations to the full Board of Directors for its consideration and determination.
- The Committee can co-opt to it such members, as it deems appropriate. Co-opted members will not have any voting rights.
- The Committee will work in partnership with the Chief Executive Officer (CEO), the Chief Finance Officer (CFO), the Operations Director (OD) and Local Academy Councils (LACs) and receive such support and guidance as is necessary in carrying out its duties.

The role of the Risk, Audit & Resources Committee is:

- To submit annually to the Trust Board a programme of meetings and other activities by which it is planned to address its allocated responsibilities
- To ensure that income from the ESFA and grants from the DfE are used only for the purposes intended.
- To ensure the academies are working to the relevant financial standards.
- To establish and maintain a transparent system of prudent and effective Internal Controls and approve the Statement of Internal Control annually.
- To approve the Annual Budget Plans and Best Value Statements as advised by the CEO / CFO, academy Principals and LACs.
- To approve each academy's completed financial self-assessment forms.
- To establish the financial limits of delegated authority to enter into commitments and to authorise payments.
- To approve a written description of financial systems and procedures
- To assess and manage risk.
- To receive reports of the financial position of the academies, including their income and expenditure and financial commitments.
- To ensure that adequate financial monitoring of the academies' budgets and activities is being undertaken by the Central Finance Team.
- To monitor the progress on any action identified to improve financial arrangements at academies.

- To scrutinise significant contracts proposed to be entered into by the MAT or individual academies.
- To consider details of any significant matters affecting the MAT's assets.
- To review of the performance of external providers e.g. services provided under SLAs.
- To review and approve of the MAT's annual consolidated accounts.
- To review and approve the financial budgets for the following year.
- To review and approve the levels of insurance cover for the MAT's assets.
- To receive the findings made by the various auditors and their management letter, and any other financial reviews, and consideration of what actions should be taken arising from their recommendations.
- To consider the academies' indicative funding, notified annually by the DfE, and to assess its implications for the academies, in consultation with the Audit Committee, CEO, CFO, and OD in advance of the financial year, drawing any matters of significance or concern to the attention of the Board of Directors.
- To consider and recommend acceptance/non-acceptance of the academies' budgets, at the start of each financial year.
- To receive recommendations from the LACs on the broad budget headings and areas of expenditure to be adopted each year, including the level and use of any contingency fund or balances, ensuring the compatibility of all such proposals with the development priorities set out in the MAT Business and Development plans.
- To liaise with and receive reports from Local Academy Councils, as appropriate, and to make recommendations to those committees about the financial aspects of matters being considered by them.
- To monitor and review expenditure on a termly basis and ensure compliance with the overall financial plan for the academies, and with the financial regulations of the DfE, drawing any matters of concern to the attention of the Board of Directors.
- To monitor and review procedures for ensuring the effective implementation and operation of financial procedures, on a regular basis, including the implementation of bank account arrangements and, where appropriate to make recommendations for improvement.
- To assist in the preparation of the financial statement to form part of the annual report of the Board of Directors and for filing in accordance with Companies Act and Charity Commission requirements.
- To receive auditors' reports and to recommend to the Board of Directors action as appropriate in response to audit findings.
- To recommend to the Board of Directors and the Members the appointment or reappointment of the auditors of the academies.
- To oversee the LAC's preparation of routine maintenance programmes, placement of contracts and monitoring of standards of work for buildings and grounds.
- To oversee the LAC's undertaking of building, decoration or environmental projects.
- To receive reports from the LACs on their monitoring of the academies' energy needs.
- Carrying responsibilities for the implementation, by the LACs, of Health and Safety issues required by legislation.
- To receive and approve requests to write-off broken equipment.
- To receive annually submissions from the LACs of their annual costings for maintenance or repair work for both buildings and grounds.
- To ensure that the academies operate at all times within their allocated budgets

Committee Chair

The Chair will be appointed by the Committee and will be responsible for ensuring that:

- He/She provides effective leadership to the Committee across the full range of its responsibilities.
- All meetings are called and conducted under the same rules applying to the full Board of Directors.
- Agendas and minutes are drawn up for all meetings and are subsequently submitted together with all committee papers to the earliest possible full Board of Directors meeting.
- The Committee discharges all the responsibilities set out in its remit.
- The Committee works closely with the CEO and CFO, Academy Headteachers and the LACs.