

Principles of Delegated Authority

- 1 Delegation should reduce the amount of detailed decision-making required of the Council, enabling the Council to focus on strategic policy issues, major matters of substance and significance and on maintaining oversight of the Council's activities while devolving the burden of detailed day-to-day decision taking to the Executive.
- 2 Delegation should be within a policy and budgetary framework agreed by the Council.
- 3 Delegation of financial matters should be subject to appropriate financial limits governed by the materiality of the sums in relation to the Council's overall budget.
- 4 The uses of delegated authority should be reported to the first available meeting of the Council.
- 5 The uses of delegated authority as defined in this Scheme must be consistent with the requirements of the Framework Document between HEFCW and the Welsh Government, including the specific delegations set out within it (*see Appendix*).

The Council

Ultimate responsibility for the following matters may not be delegated but are reserved for the Council alone:

- 1 Approving the assumptions for fee grant payments in each academic year, the overall grant funding budget after provision for fee grant and the allocations of grant funding to each funded institution in each academic year.
- 2 Approving the appointment and dismissal of the Council Secretary.
- 3 Establishing and taking forward the strategic aims and objectives of HEFCW, including approving HEFCW's corporate strategy and operational plan for submission to the Welsh Government and monitoring performance against the Council's strategic objectives.
- 4 Ensuring that effective arrangements are in place to provide assurance on risk management, governance and internal control.
- 5 Setting the terms of reference of a Council committee.

6 Agreeing any revisions/amendments to Council's governance processes and procedures, including any changes to the following:

- *Code of Practice for Members of the Higher Education Funding Council for Wales;*
- *Standing Orders for the Conduct of Council Business;*
- *Committee Standing Orders;*
- *Financial Regulations;*
- *Scheme of Delegation.*

7 Agreeing to proceed to the injunction stage of the Compliance and Reimbursement Intervention Process, or of the Intervention Process in Respect of Inadequate Quality, of HEFCW's Transitional Statement of Intervention.

8 Such other matters as the Council may determine from time to time.

Chair

- 1 Communications between the Council and the Minister will normally be conducted through the Chair, who will ensure that other Council members are kept informed of all such communications. The Chair also has a particular responsibility regarding representing the views of the Council to the public.
- 2 The Chair shall have delegated authority to authorise:
 - (a) advancement of grants from subsequent academic years' allocations up to £5m per allocation;
 - (b) payments of additional, non-repayable grants up to £5m per allocation.

Chief Executive

General Provisions

- 1 The Chief Executive shall represent the Council in relations with officials of the Welsh Assembly Government.
- 2 The Chief Executive and Directors shall discharge the functions and powers of the Council as specified in this Scheme, subject to:
 - (a) Expenditure and income being within the approved budget or with the prior approval of the Council;
 - (b) Compliance with the Council's Standing Orders and Financial Regulations;
 - (c) Compliance with the Council's Corporate Strategy and Corporate Plan & Operational Plan, as approved by the Council and Welsh Assembly Government, and the overall policy framework approved by Council;
 - (d) Compliance with the *Framework Document*.
- 3 All powers specified within the Scheme are delegated to the Chief Executive. The Chief Executive is authorised to delegate powers to Directors, Heads of Team and senior staff who serve the Council, within the limits of the Chief Executive's own delegated authority, to exercise concurrently all powers delegated and to generally supervise the exercise of delegated powers.
- 4 The Chief Executive is authorised to take or authorise jointly with the Chair (or in the absence of the Chair, his/her appointed deputy or other member nominated by the Chair) any action on any matter within the remit of the Council (but excluding those matters explicitly reserved for decision by the Council alone, as specified under the 'Principles of Delegated Authority' within this Scheme) which they consider to be of such urgency that it cannot await a meeting of the Council, or is small in scope and scale, provided that such action shall be reported for information to the next meeting of the Council.
- 5 The Directors and Heads of Team are responsible for ensuring compliance with all relevant statutory requirements in their areas.
- 6 The Chief Executive, Directors and Heads of Team shall have the power to:
 - (a) recruit and appoint staff in their respective Departments in accordance with the procedures approved by the Human Resources Committee or the Council;
 - (b) deal with all staff matters including taking disciplinary action; or dismissal in accordance with the policies and procedures approved by the Human Resources Committee or the Council.

- 7 The Chief Executive, Directors, Heads of Team and senior staff shall have the power to exercise such functions, powers and duties as may be specified in Standing Orders or Financial Regulations.
- 8 This Scheme of Delegation does not in any way diminish the responsibilities of the Chief Executive as Accounting Officer.

The Chief Executive shall have delegated authority:-

- 9 To exercise all Council functions not expressly reserved or otherwise delegated to another Committee.
- 10 To act as spokesperson for the Council within the framework agreed by the Chair.
- 11 To re-profile agreed allocations to institutions in the current academic year.
- 12 To authorise advancement of grants from subsequent academic years' allocations up to £1m per allocation.
- 13 To authorise payments of additional, non-repayable grants up to £1m per allocation.
- 14 Where appropriate, to accept ring-fenced offers of grant from government and establish the appropriate budgets.
- 15 To approve updates to the monthly profile of drawdown of grant-in-aid from the Welsh Government, as and when required, in order to accommodate changes to the profile of budget expenditure.
- 16 To profile funding payments to institutions on the basis of institutional need and in accordance with Treasury controls.
- 17 To approve decisions at each stage in the Compliance and Reimbursement Intervention Process, and the Intervention Process in Respect of Inadequate Quality, of HEFCW's Transitional Statement of Intervention, with the exception of the final, 'Enforcement action - injunction' stage in the processes.
- ~~18~~7 To execute the following in relation to the Council's Financial Memorandum with institutions (references are to paragraph numbers in the Memorandum):
 - (a) instigate whatever investigations are determined to be necessary to collect data to execute HEFCW's functions (paragraph 56);
 - (b) provide written consent to institutions for passing on HEFCW-provided funds to another legally distinct entity (paragraph 77);

(c) provide written consent for transactions by institutions significantly affecting the value or ownership of property acquired or developed with Council funds (paragraphs 94 to 99);

(d) provide written consent to institutions before they undertake financial commitments such that their total commitment is in excess of the institutions pre-defined borrowing threshold limit (paragraphs 105 and 106); and

(e) provide written consent to institutions borrowing on the security of an exchequer interest (paragraph 111).

~~(a) conditions on the making of deficits by institutions and the clearing of those deficits (paragraph 20);~~

~~(b) exceptional or ad hoc payments to institutions outside the normal monthly payment profile but within their agreed overall allocation (paragraph 36);~~

~~(c) provide written consent for transactions by institutions significantly affecting the value or ownership of property acquired or developed with Council funds (paragraph 44.1);~~

~~(d) provide written consent to institutions before they undertake long term financial commitments such that the annualised servicing costs of all the institution's long term financial commitments would exceed the "threshold percentage" of 4 per cent of total income (paragraph 48), unless the threshold percentage exceeds 7 per cent, whereby Council's consent will be required;~~

~~(e) provide written consent to institutions borrowing on the security of Exchequer and local authority funded assets (paragraph 52);~~

~~(f) provide written consent to institutions for short term financial commitments where the institution's negative net cash exceeds the lower of five per cent of total income or £2 million for more than 30 consecutive calendar days (paragraph 54);~~

~~(g) retention of rental income and proceeds of sale of land or buildings (Appendix).~~

198 To request a formal Recovery Plan from the institutions that are in serious financial difficulty, or facing serious financial difficulty in the next two years, outlining the action the institution plans to take to remedy the financial position. Any such requests will be sent following Council approval or under authority delegated to the Chief Executive if considered urgent.

2049 To consult with the sector without recourse to the Council in situations where the consultation is a joint consultation with another body, or is small in scope and scale, or where it is a matter of urgency.

210 To authenticate documents for legal proceedings.

224 To execute documents to give effect to Council decisions whether or not expressly authorised by such decision.

Special Provision

| ~~232~~ In the event of the sudden loss or long-term debility of the Chief Executive, all general provisions and specific delegations in relation to the Chief Executive under this Scheme shall transfer to a Director. In the event that a Director is unable to take on this responsibility, the Chair shall determine which other senior officer should assume it instead.

| Last reviewed: ~~January~~ November 2015

Summary of approval requirements and delegation limits from Annex 3 to the *Framework Document* between HEFCW and the Welsh Government

Subject	Delegation Limit
Appointment of Chief Executive	Ministerial approval
Certain changes to staff structure (paragraph 3.2.1 of the <i>Framework Document</i> refers)	Ministerial approval
Staff remuneration and terms and conditions and annual pay remit for all staff	Ministerial approval
Pension arrangements and payment of redundancy or compensation	Ministerial Approval / Approval of sponsor team
Corporate and Operational Plan	Ministerial approval
Subsidiary companies and joint ventures	Approval of sponsor team
Virement outside of specified limits	Approval of sponsor team
Novel, contentious or repercussive proposals	Approval or sponsor team
Any lending, guarantees, indemnities or investment	Approval of sponsor team
IT projects	Approval of sponsor team for single projects above £100,000
Single tender departures	Approval of sponsor team above £50,000
Retention of receipts over and above limit set out in remit letter	Approval of sponsor team
Carry-over	In-year: 4% of total annual gross budget End-of-year: 2% of total annual gross budget