

**AGENDA ITEM**

7.3

**CTM BOARD**

**CWM TAF MORGANNWG NHS GENERAL CHARITABLE FUND ACCOUNTS  
AND ANNUAL REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

**Date of meeting**

28/01/2021

**FOI Status**

Open/Public

**If closed please indicate reason**

Not Applicable - Public Report

**Prepared by**

Daxa Varsani-Financial Accountant

**Presented by**

Steve Webster – Director of Finance

**Approving Executive Sponsor**

Executive Director of Finance & Procurement

**Report purpose**

FOR APPROVAL

**Engagement (internal/external) undertaken to date (including receipt/consideration at Committee/group)**

**Committee/Group/Individuals**

**Date**

**Outcome**

Audit Wales

On-going

Choose an item.

**ACRONYMS**

UHB

University Health Board

**1. SITUATION/BACKGROUND**

This report presents the Annual report and Accounts of the Cwm Taf Morgannwg NHS General Charitable Fund for approval.

The registered charity “Cwm Taf Morgannwg NHS General Charitable Fund” requires annual accounts and an annual report to be prepared and submitted to the Charity Commission prior to the 31 January 2021.

The Board act as Trustees to this fund, and this report is therefore presented in this capacity.

The format of the Accounts has remained unchanged from last year.

## **2. SPECIFIC MATTERS FOR CONSIDERATION BY THIS MEETING (ASSESSMENT)**

Annual accounts and an annual report for the period 1 April 2019 to 31 March 2020 have been prepared by Cwm Taf Morgannwg UHB and then audited by Audit Wales. These are attached to this report as Appendix 1.

Cwm Taf Morgannwg Letter of Representation by management is attached as Appendix 2.

The previous years' accounts, which were well below the audit threshold, were subject to an independent review rather than the full audit. Due to the transfer of Bridgend charitable funds from 1 April 2019, the monetary size of the charitable funds have increased and therefore the accounts for 2019-20 have been subject to a full audit process by Audit Wales.

An unqualified opinion is being proposed and the auditor's proposed report is attached as Appendix 1.

Once the accounts are approved and signed by the Trustees, these will be shared with Audit Wales for the Auditor General for Wales' certification.

## **3. KEY RISKS/MATTERS FOR ESCALATION TO BOARD/COMMITTEE**

As noted within section 2 of the report above, the charitable fund accounts for 2019-20 have been subject to a full audit instead of an independent review in the previous years. Due to the full audit and the increased time arising from the audit matters, the audit fee for 2019-20 has increased from £2k in the previous year to £38k for 2019-20.

The Health Board has agreed to meet the extra cost of the audit fee exclusively for 2019-20. There will be an increased audit cost in future years, but to lesser extent than in 2019-20, and this will need to be met by the charity.



#### 4. IMPACT ASSESSMENT

<b>Quality/Safety/Patient Experience implications</b>	There are no specific quality and safety implications related to the activity outlined in this report.
<b>Related Health and Care standard(s)</b>	Governance, Leadership and Accountability
	If more than one Healthcare Standard applies please list below:
<b>Equality impact assessment completed</b>	Yes
<b>Legal implications / impact</b>	Yes (Include further detail below)
	Charitable funds are required to be managed in accordance with charity legislation and requirements of the Charity Commissioner. This includes the production of accounts and annual report.
<b>Resource (Capital/Revenue £/Workforce) implications / Impact</b>	Yes (Include further detail below)
	The accounts highlights the resources received and the use of those resources for 2019-20 in accordance with Welsh Government and Charity Commission requirements. No specific workforce implications.
<b>Link to Strategic Well-being Objectives</b>	Provide high quality, evidence based, and accessible care

#### 5. RECOMMENDATION

The Trustees to the Cwm Taf Morgannwg NHS General Charitable Fund are requested to:

- a) **APPROVE** the annual report and accounts.
- b) **AUTHORISE** the Chairman to sign the annual report and accounts on their behalf.
- c) **SIGN** the Letter of Representation.
- d) **NOTE** increase in external audit fee charge.