

Lanark Renfrew Health & Community Services

Finance Committee – Terms of Reference

PURPOSE:

The Finance Committee, a standing committee of the Board of Directors, is responsible to the Board of Directors ensuring that the organization's financial affairs meet generally acceptable professional standards. The Committee is also responsible for monitoring all other operating activities that have a financial impact on the organization. Specifically, the committee advises the Board of Directors and the Executive Director as detailed below.

FUNCTIONS:

Within the framework of LRHCS mission and vision, taking into account any broad objectives for programs and services defined by the funders, and taking into account the resources available to the organization, the responsibilities of the Finance Committee shall be to:

1. Review LRHCS budgets and financial matters in detail and interpret them to the Board of Directors and to funders.
2. Provide advice that the organization's books are audited; receive the Auditor's report, and review it.
3. Review and approve the Annual Financial Statement for consideration of the Board of Directors.
4. Review grant applications over \$10,000.00 and make recommendations to the Board of Directors for approval.
5. Plan for the on-going financial viability of the organization and recommends fundraising strategies accordingly.
6. Ensure adherence to legislation governing the financial operation of the organization and maintain an awareness of legislative changes and their implications.
7. Advise with respect to space requirements and financial implications of changes thereto.
8. Ensure that general liability, fire and theft insurance are adequate.
9. Ensure that the distribution of financial resources is appropriate and adequate to provide for efficient and on-going operation of the organization.
10. Review Human Resource policies that have a liability or financial impact and indicators.
11. Monitor IT risk for cost effective replacement strategies.
12. Monitor capital projects as required.
13. Other duties as required by the Board of Directors.

MEMBERSHIP:

The Finance Committee shall consist of a minimum of two Board Directors, the Director of Finance and the Executive Director, and up to three members of the community at large who may be recruited to

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supplement the Committee's expertise. One of the Board Director's shall be the Treasurer of the Board and this person shall also serve as Chair of the Committee.

FREQUENCY OF MEETINGS:

Monthly as per the Finance Committee Workplan or as required.

REPORTING REQUIREMENTS:

The committee is responsible to report to the Board of Directors

QUORUM:

One more than half of the members of the Committee, where at least one member is a Board Director, shall constitute a quorum for the purposes of meetings of the Committee.