

**Health Professions Council**  
**FINANCE AND RESOURCES COMMITTEE MEETING – 21 NOV 2005**

**RESERVES POLICY UPDATE**

**Executive Summary and Recommendations**

**1. Introduction**

The management response to recommendation 7.3 of the October Baker Tilly report was that 'the Executive confirms that the HPC Finance and Resources Committee will review the existing ..strategy at their next meeting on 21 November and will be requested to revise it as appropriate'. This paper is the proposed revised version. An extensive revision was deemed necessary and one that linked the Reserves policy to the Investment policy, with further reference to the Five Year Plan (fee setting).

**2. Decision**

The Council/Committee is asked to agree the following: that the proposed revised version replace the existing Reserves policy (reserves equal to three months overheads), from the date of this meeting.

**3. Background information**

Refer attached paper.

**4. Resource implications**

Nil

**5. Financial implications**

Nil

**6. Background papers**

Refer attached.

**7. Appendices**

Nil

**8. Date of paper**

21 November 2005