



PROFESSIONAL STANDARDS COMMITTEE (PSC)

TERMS OF REFERENCE

1. PURPOSE

The Professional Standards Committee ("PSC" or "the Committee"):

- oversees the CII Group's activity in terms of building, promoting and protecting professional standards throughout the insurance and financial planning sectors. This includes ensuring the effectiveness of initiatives that seek to promote and support professionalism, including competence and ethical behaviour across CII and PFS membership, in order to engender public trust; and
- supports the CII Group by maintaining and developing positions on its policy agenda, and the underlying evidence base, with a view to promoting professionalism by influencing specific policy decisions or outcomes through advocacy, public education, and building relationships with stakeholders, establishing the CII Group as a reliable source of insight and analysis, and as a credible and influential voice for insurance and financial planning.

2. SCOPE AND AUTHORITY

The Professional Standards Committee's scope is the consideration of membership standards, corporate chartered standards, and ethics, policy, public affairs and advocacy, for the wider profession. It is authorised by the CII Group Board to carry out the duties below in relation to the CII, the CII's subsidiary undertakings and the CII Group as a whole, as appropriate, and will work collaboratively across the subsidiary entities to ensure a holistic approach to Professional Standards matters that secures coherence across the Group.

3. DELIVERABLES

- 3.1 Assist in the development of, approve and monitor policy, standards and rules for professional and ethical conduct and trust, including disciplinary and membership eligibility procedures, competence and the code of ethics and/or conduct.
- 3.2 Assist in the development of, approve and monitor the requirements and rules for membership schemes such as the Continuing Professional Development and Statements of Professional Standing over and above those required by any regulators.
- 3.3 Assist in the development of, approve and monitor the requirements and rules for corporate schemes such as Corporate Chartered Status and Corporate Affiliates.
- 3.4 To provide advice to the Local Institute National Forum on the development of professional standards for Local Institutes where issues arise.

- 3.5 Assist in the development of, approve and monitor the standards and rules by which affiliated institutes must adhere to obtain and or maintain their affiliated status.
- 3.6 Ensure that the CII continues to meet the requirements of Accredited Body status. The Committee will escalate matters to the CII Board as required.
- 3.7 Provide expert insight on public trust matters and promote professionalism and the adoption of high standards within the Societies and the Profession as well as with Government, Regulators and Consumers.
- 3.8 Identify leadership themes and encourage leadership for membership and the Profession as a whole.
- 3.9 Review all standards and policies against the STAR (standards, training, accreditation and refresh) principle.
- 3.10 Promote the communication of the above standards to encourage the highest possible level of compliance to all CII members and committees.
- 3.11 Provide advice on appropriate policy and standards for CII Governance including accountability, consumer representation and transparency including identifying and providing guidance on conflicts of interest.
- 3.12 Assist in the development of, and monitor the outcome of, the CII Group's policy and public affairs strategic priorities contributing to a compelling public agenda for change.
- 3.13 Provide advice on the development of the CII Group's advocacy and research/insight activities developed in support of the aim to position it as a reliable source of analysis and informed views.

4. INDEPENDENT REVIEW POOL

- 4.1 The Committee will oversee the Independent Review Pool (IRP), which will be authorised to deal with the disciplinary and membership eligibility matters set out in its terms of reference which will be approved by the Committee.

5. MEMBERSHIP

- 5.1 Members of the Committee shall be:
 - a) An Independent Chair who shall also be a member of the Board
 - b) Two independent consumer representatives
 - c) Three market representatives from across the Insurance and Financial Planning industry
 - d) A Higher and Professional Education Representative
 - e) A member appointed from the Local Institutes National Forum (LINF)
 - f) A representative from the Personal Finance Society Board
- 5.2 A member of the Committee shall be nominated to be the champion for diversity and inclusion matters.

- 5.3 Only members of the Committee have the right to attend Committee meetings. Other individuals may be invited to attend for all or part of any meeting, as and when appropriate. A standing invitation is extended to the Chief Executive, Executive Director, Strategy, Advocacy and Professional Standards, Professional Standards Manager, Policy and Public Affairs Director and Governance Director or their nominee who may advise the Committee and make representations on agenda matters and otherwise.
- 5.4 A representative from the New Generation Programme may be invited to attend Committee meetings as an Observer.
- 5.5 In the absence of the Committee Chair, the remaining members present shall elect one of their number to chair the meeting.
- 5.6 Appointments to the Committee in respect of the Independent Chair, consumer representatives, market representatives and Higher & Professional Education Representative shall be for a term of up to three years, which may be extended, subject to Board approval, for one further three-year term provided the member remains eligible throughout that period.
- 5.7 The Board may appoint an Independent Chair at any time during the CII year.

6. MEETING ARRANGEMENTS

6.1 Secretary

The Governance Director, or their nominee (with the approval of the CEO), shall act as the Secretary of the Committee.

6.2 Quorum

- 6.2.1 The quorum necessary for the transaction of business shall be one third of the total number on the Committee, or three members, whichever is the greater.
- 6.2.2 A duly convened meeting of the Committee, at which a quorum is present, shall be competent to exercise all or any of the authorities, powers and discretions vested in, or exercisable by, the Committee.

6.3 Meeting Administration

- 6.3.1 The Committee shall meet at least four times a year and at such other times as the Chair of the Committee shall require. One of those meetings will focus on the Committee's strategy and plans for the forthcoming calendar year.
- 6.3.2 If any member of the Committee fails to attend three consecutive meetings, without good cause, they may be removed from the Committee by the Chair, subject to Board approval.
- 6.3.3 Non-attendance by the Chair at three consecutive meetings, without good cause, shall be referred by the Governance Director to the Board for discussion and if thought fit, consideration of removal.
- 6.3.4 The Committee may meet in the absence of any staff or invited members.

- 6.3.5 The Committee may transact business by correspondence only where the subject of such business has undergone a committee-approved process. Any decision made via email shall be valid and effective as if it had been passed at a meeting of the Committee provided that details of the proposed business have been given in advance to each member, and a quorum of Committee members participates in the decision. All email approvals must be ratified at the next PSC meeting and recorded in the minutes.

6.4 Notice of Meetings

- 6.4.1 Meetings of the Committee shall be convened by the Secretary of the Committee or otherwise at the request of the Chair of the Committee.
- 6.4.2 Unless otherwise agreed, notice of each meeting, confirming the venue, time and date, together with an agenda of items to be discussed, shall be forwarded to each member of the Committee and any other person required to attend, no later than five working days before the date of the meeting. Supporting papers shall be sent to Committee members and to other attendees by electronic or other means as appropriate, at the same time.

6.5 Minutes of Meetings

- 6.5.1 The Secretary shall minute the proceedings and resolutions of all Committee meetings, including the names of those present and in attendance.
- 6.5.2 Minutes of Committee meetings shall be circulated within four weeks of the meeting to all members of the Committee. An action list shall be issued two weeks following the meeting for information.

7. REPORTING

- 7.1 The Committee Chair shall report to the Board on its proceedings at each Board meeting.
- 7.2 The Committee shall make whatever recommendations to the Board it deems appropriate on any area within its remit.
- 7.3 The Committee shall make a statement in the to Annual Report and Financial Statements about its activities.
- 7.4 The Chair of the Committee or his/her nominee shall attend the Annual General Meeting and be prepared to respond to any questions on the Committee's activities.

8. RESOURCES AND BUDGET

- 8.1 The Committee is authorised to seek any information it requires from any employee of the CII in order to perform its duties.
- 8.2 The Committee shall have access to sufficient resources in order to carry out its duties and is authorised to obtain, at the CII's expense, outside legal or other professional advice on any matters within its terms of reference, such advice, in the aggregate not to exceed ten thousand pounds, per calendar year, without the further approval of the Board.

9. REVIEW

The Committee shall, at least once a year, review its own performance, constitution and terms of reference to ensure it is operating at maximum effectiveness and recommend any changes it considers necessary to the Board for approval.

10. ADDITIONAL NOTES

- 10.1 The Committee shall be provided with an appropriate and timely induction programme for new members and training on an ongoing basis for all members when required.
- 10.2 The Committee shall give due regard to applicable laws and regulations and any published guidelines or recommendations regarding appointments as applicable to the CII.
- 10.3 The Committee shall keep up to date and fully informed about strategic issues and commercial changes affecting the company and the market in which it operates.
- 10.4 The Committee shall ensure that diversity and inclusion considerations are taken into account when carrying out all its duties and reflected in its decisions and recommendations, ensuring that Equality Impact Assessments (EIAs) on related processes are undertaken by staff when required.
- 10.5 The Committee may work and liaise with all other Group Standing Committees as it sees fit.

11. GLOSSARY

“CII Group” shall mean the CII and its associated and affiliated companies

“Committee” shall mean the Professional Standards Committee.

“Board” shall mean the CII's governing Board.

“Independent” means a person who is not a member of the CII.

“Member” or “members” includes members of the Board and Committees.

“Staff” means the employees of the CII excluding the executive members of the Board.