



Expenses Policy and Procedure


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Directors Signature

Date	Name	Role	
20/07/20	Serina Doran	Operational Director	
	Alice Berill	Clinical Director	

1. Background

The Ambulance Wish Foundation (AWF) is involved in undertaking the wishes of patients who are in the last stages of life

2. Applicability

All Trustees, Members, Staff, Associates and Volunteers are entitled to be reimbursed for out-of-pocket expenses which they legitimately incur while promoting and supporting the delivery of the charity's objectives.

These Policies & Procedures apply to all persons involved with Small Charity Support, though employees are also subject to taxation law in relation to such payments.

These Policies & Procedures are based on the Charity Commission's guidance on reimbursing out-of-pocket expenses incurred by Trustees as in its publication "***Trustee Expenses and Payments***" (CC11)

www.gov.uk/government/publications/trustee-expenses-and-payments-cc11/trustee-expenses-and-payments

Some sections of this policy have been taken verbatim from that publication.

(Crown copyright acknowledged).

3. Expenses vs Remuneration

In all cases, it is important to ensure that the reimbursement of out-of-pocket expenses is not – OR DOES NOT APPEAR TO BE – a disguise for making income payments (remuneration) to the recipient(s).

4. Expenses vs Purchases

Note that although claims for the reimbursement of purchases which have been personally and properly made on behalf of the charity are usually made together with claims for the reimbursement of out-of-pocket expenses, they are not counted as expenses.

Instead they are accounted for as part of the charity's general expenditure in the usual way.

5. Waiving Expenses (Donating Expenses as “Gifts-in-Kind”)

Supporters who generously waive their expense or purchases as “donations” to the Charity inadvertently create some difficulties. If reimbursement of expenses/purchases is not claimed they cannot be entered into the Charity's accounts to show both the true costs of running the Charity and the generosity of its supporters. This can hamper funding applications.

Furthermore, even if the amount of the waived expenses/purchases is notified to the Charity and entered into the accounts, the Charity is not able to claim any Gift Aid that might otherwise have been available on the donation because Gifts-in-Kind are specifically excluded from Gift Aid under HMRC rules.

Supporters who are thinking of waiving their expenses/purchase claims should therefore first read the section on ***Deferred Reimbursement of Expenses & Purchases***.

6. Changes to the Policy

The Charity reserves the right to change its Expenses Policies & Procedures to maintain consistency with current accepted Best Practice, and otherwise to meet the needs of the Charity.

Whenever possible the Charity will give appropriate advance notice of any such changes.

However the Charity reserves the right to change these Expenses Policies & Procedures with minimal or no notice when reasonably expedient to do so.

7. Policy

If volunteers would like to claim for expenses, they must collect receipts and submit them with the form contained within appendix 1 to their branch manager.

This will be sent to director level for approval

8. Scope

Employees and volunteers are entitled to be reimbursed by the Charity for all travelling and other expenses actually, necessarily, reasonably and incidentally incurred by them in carrying out their duties, on submission of an appropriately authorised claim form and relevant supporting point-of-sale receipts. However, taxation law does NOT permit paid employees to claim travel expenses from their home to their normal place of work.

“Actually” means that the claimant actually incurred the claimed expenditure. eg: the bus fare for a journey cannot be claimed if the claimant had decided to leave earlier and walk the journey instead;

“Necessary” means that the charitable activity could not have been undertaken efficiently and effectively without incurring the expenditure;

“Reasonable” means that the cost of the expense must be commensurate with prudent, value-for-money use of the Charity’s funds to promote & deliver its charitable purposes. Thus, the cost incurred must be competitive with (ie: similar to) the costs of alternatives of similar quality and suitability-for-purpose.

However, this does NOT mean that the cheapest goods/services must always be purchased. Where the additional benefits TO THE CHARITABLE ACTIVITY

BEING PROMOTED/DELIVERED demonstrably outweigh the additional cost of more expensive goods/service they can be chosen in preference to the cheaper alternatives. However, the claimant must always be ready and able to give a credible justification for their choice if challenged.

“Incidental” means that the expense(s) must not have been determined by considerations unrelated to the charity activity being promoted/delivered. For example: the claimant had attended a meeting the venue for which had been chosen specifically because it also enabled the claimant to visit a nearby friend. In such a scenario, even though the costs of attending the meeting in that venue would otherwise have been necessary and reasonable, they would not also have been incidental and, therefore would not be eligible for reimbursement.

9. Authorisation

Expenses may only be incurred, and subsequently reimbursed by the Charity, in respect of activities which are part of the Charity’s agreed and budgeted programme of charitable activities (*ie:* by PRIOR agreement with the relevant budget-holder).

Likewise, goods and/or services may only be purchased on behalf of the Charity, and subsequently reimbursed, in respect of activities which are part of the Charity’s agreed and budgeted programme of charitable activities (*ie:* by PRIOR agreement with the relevant budget-holder).

10. Gifts in Kind (Waived or Unclaimed Expenses/Purchases)

Some Trustees, Members, Staff, Associates and Volunteers occasionally choose to waive, or not to claim, a reimbursement of expenses and/or purchases to which they would otherwise be entitled.

The Charity greatly appreciates the generosity of all who choose to act in this way.

However not claiming reimbursement of legitimate expenses/purchases is not necessarily in the best interests of the charity:-

1. It causes the real costs of the Charity's activities (ie: including those costs which are subsidised by supporters) to be under-recorded and, therefore, under-reported (eg: in the Charity's Annual Report & Financial Statements);
2. It can undermine effective budgeting if a volunteer who has hitherto not claimed their expenses is unable to continue to do so, or is replaced by someone else who is unwilling to do so;
3. It hides the true generosity of the Charity's supporters, particularly their financial generosity which goes unrecorded and, therefore, unreported;
4. It means that the effective gift of their expenses is not eligible for supplementation by Gift Aid;
5. Under-reporting the Charity's costs and the generosity of its supporters can hamper the making of effective appeals and applications for further funds for the Charity.

11. Accordingly, the Charity encourages all those who can legitimately claim reimbursement of their expenses do so.

This includes those supporters who are minded to waive or not claim their reimbursement as a personal gift to the Charity. Rather they should claim the reimbursement to which they are entitled and then back-donate it to the Charity, thereby making it eligible for Gift Aid.

The procedures for doing that are detailed later under the heading

“Waiving” Reimbursed Expenses/Purchases as a Gift Aided Donation.

“Waiving” Reimbursed Expenses/Purchases as a Gift Aided Donation

12. HM Revenue & Customs Guidelines – ie: Rules – on Gift Aid Donations

HM Revenue & Customs guidelines on what constitutes a Gift Aid donation are absolutely specific, if frustratingly pedantic and bureaucratic:

*3.4.4 A donation must be a payment of a sum of money.
A donation can't be made in kind, by loan waiver or by debt/
loan conversion.*

What this means is there cannot be any form of *quid-pro-quo* exchange or “deal” between the Charity and the claimant/donor along the lines of “*don't reimburse my expenses claim, keep the money as a donation*”. The Charity first has to make an actual repayment of the expenses claim in a way that is verifiable by HMRC (usually by BACS transfer or by cheque to the claimant's own account) and then the claimant must separately make a similar, reciprocal, verifiable donation to the Charity. The donation has to be made by cheque or BACS/online payment (and also by debit or credit card if the Charity is able to accept such card payments).

This makes life particularly difficult for supporters who frequently incur small expenses which they are happy to “donate” to their charity and would be even happier to be able to add the extra “bonus” of Gift Aid to their generosity. But, not surprisingly, the rigmarole of each time having to claim an actual monetary reimbursement of their expenses and then make a separate actual monetary donation to their charity on a claim-by-claim basis simply makes the process hideously inefficient and impractical for most small claims.

18.1 Deferred Reimbursement of Expenses & Purchases

Where a claimant is intending to donate the reimbursement of their expenses/purchases claim back to their charity, the rigmarole of having to go through a separate “claim – reimbursement – donation” procedure on each occasion can be reduced if the claimant is willing make the claim in the usual way but to

allow the charity to defer the reimbursement (*eg*: till the end of the charity's financial year).

18.2 Procedure

- Claimants who are considering waiving their claim as a gift to the charity should tick the “Defer Reimbursement” box on the Expenses & Purchases Reimbursement Claim Form (attached).
- The Charity will maintain a record of those deferred claims in the same way as for any other outstanding payment.
- About a month before the end of the deferred payment date (*ie*: the end of the Charity's financial year) it will make to the claimant one single reimbursement for the total of all their outstanding (*ie*: deferred) expenses claims.
- The claimant then has 3 options:
 1. They can decide that they would like to keep the reimbursement of their expenses after-all. In that case they need take no further action (other than banking the cheque if that is the method of reimbursement).

It is emphasised that everyone is completely entitled to do that – it will not cause any difficulty or embarrassment to the Charity and nor should it to the claimant. Donations to the Charity are, and always will be, entirely voluntary. So claimants should not feel obliged to honour any earlier suggestion that they would donate the reimbursement of their expenses back to the Charity.

2. Having received/banked the reimbursement of their expenses the claimant then makes a single donation of their choice (*ie*: it could be for the same amount as their total reimbursement, or less, or more as they see fit) by cheque, BACS transfer, or – if the Charity is able to receive it – by debit or credit card.

If the claimant has included (or has previously made) a Gift Aid Declaration the Charity will then be able to reclaim the Gift Aid on their donation. The current version of the HMRC Gift Aid Declaration

form can be found by searching the internet for “*Gift Aid Declaration Form*” (but make sure that you only use the form from a **gov.uk** website).

Note: *You can re-create the form to reflect your charity’s own “branding” – ie: include the name of the charity at the top of the form using your charity’s logo rather than having to write it in by hand – but you MUST reproduce all the other wording, and collect all the same donor details, exactly as on the HMRC example form.*

3. If, having received reimbursement by cheque, the claimant feels that the rigmarole of banking it and writing another cheque back to the Charity isn’t worth the time and effort (particularly if the amount is small or they are not able to Gift Aid it) they can still waive the reimbursement for the benefit of the Charity. They just write “Cancelled” on the front of the cheque and return it to the Charity.

This will enable the Charity to document the expenses claimed and the claimant’s generosity in waiving them, but the Charity will not then be able to claim Gift Aid on the amount.

Appendix 1: Expenses form

How to claim expenses:

- Please complete and email to info@ambulancewishfoundation.org.uk
- You will need to attach all receipts to this form and number them according to the claim.

- Expenses will be repaid in cash within 5 working days from the date that the form is received.
- Please read over our Expenses Policy before claiming any expenses.
- Please discuss with the volunteer manager in advance if you are unsure if any expenses can be claimed.

Date	Description of activity	Description of expenses	Travel		Receipt Number	Total (£)
			Method of transport: bike/	Mileage		

NOTES:

Mileage is calculated at 45p mile for cars and vans; 24p mile for motorcycles, 20p mile for bikes, and 5p per passenger per mile. The cheapest bus and rail should be purchased. If you need to make telephone calls in connection with your volunteering, please try and keep this at the cheapest rate.

If your expenses claim includes car mileage please tick box to confirm that you hold a full driving licence, have insurance cover, that your car is roadworthy, taxed and has a current MOT Certificate.

Any volunteer who does not want to claim expenses can donate the amount back to the project by ticking the box; we will then set up the gift aid process. On behalf of, thank you very much.



Signed by volunteer: _____ Date: _____

Approved by: _____ Date: _____

Implementation Plan	
Audience	All
Dissemination	
Communications	
Training	
Monitoring	