



Jersey Bank Depositors Compensation Scheme

Specification for members of the Jersey Bank Depositors Compensation Board (the Board)

Background

The Board is an independent body that administers the Jersey Bank Depositors Compensation Scheme (**DCS**) in accordance with the Banking Business (Depositors Compensation) (Jersey) Regulations 2009 (**DCS Regulations**). The DCS aims to ensure that, in the event of a Jersey bank failure, depositors will have timely access to compensation.

The Board meets four times a year, although additional time commitments are required on an ad hoc basis to meet the requirements of the Board's role. The Board is expected to be able to convene at short notice and meet regularly in the event of a bank default. In the event of default, Board members will be paid on a *per diem* basis.

It is expected that, once established, the role of the Bank Depositors Compensation Board will be transferred to the Jersey Resolution Authority. The Jersey Resolution Authority will exist to plan for, and manage, the resolution of failing banks with a presence in Jersey. In anticipation of this, the appointment will be made on the basis of a 2-year term and may cease at the point at which the Jersey Resolution Authority is established.

A vacancy has arisen on the Board due to an existing Board member's term expiring.

Qualities of Board Members

Members of the DCS Board must be individuals of authority and integrity who will contribute positively to Jersey's reputation as an international finance centre through the work of the Board. Applicants should have significant experience in the financial services, accounting and/or legal industries. Experience of project management, systems implementation and crisis management would be particularly welcome.

Board members should be resident in Jersey. By law, a person cannot be a member of the Board if s/he is a member of the States of Jersey, bankrupt or subject to a disqualification order.

Process

In accordance with the DCS Regulations, the appointment to the Board will be made by the Minister for External Relations after consulting with the Jersey Appointments Commission. The appointment will be made in compliance with the procedures of the Jersey Appointments Commission.

To discuss the role further, potential applicants are invited to contact either:

James Roberts, Financial Services Unit, Government of Jersey, 448839, j.roberts3@gov.je;

or



Jersey Bank Depositors Compensation Scheme

Board Chairman Paul Leary on 01534 449500 or by email to paul.leary@jdcs.je

Applications should be made by submitting a CV and covering letter to Mr Roberts by email.

Applicants will be shortlisted for interview. The interview panel will be chaired by the Chairman of the Board.

Board members' commitment

Board members are expected to commit appropriate time to ensure that they are up to speed with developments that may impact on their role and ability to make informed decisions individually and collectively as part of the Board. It is anticipated that Board members will need to commit a minimum of 7 days a year dedicated to preparing for and attending Board meetings as scheduled. There are also likely to be additional tasks delegated by the Chairman to Board members to be included within the annual compensation payable to Board members. Board Members will be paid £5,000 annually.

Board members' role

A non-exhaustive list of the Board's tasks is set out below. This is a description of the overall tasks of the Board; an individual member of the Board would be expected to participate in a reasonable subset of these tasks.

1. Make their own efforts, personally and collectively as a Board, to develop and maintain knowledge of domestic and international law, standards and operational practice relating to deposit guarantee schemes.
2. Participate in information-sharing between the Board, the JFSC and other public bodies. The Board and the JFSC must meet at least annually to discuss developments and changes in the structure of the banking industry. This requirement is met through the Crisis Planning Group which meets quarterly. (Only the Chairman of the Board is required to attend these meetings.)
3. Occasionally attend meetings and conferences with stakeholders, public or industry representative bodies, the JFSC, other deposit guarantee schemes and appropriate international bodies to exchange information and knowledge.
4. Respond to queries and information requests from other public and/or government bodies and international organisations.
5. Manage the Board's budget and cash flows and settle appropriate expenses in accordance with the Board's budget. Prepare accounts in accordance with generally accepted accounting principles.
6. Maintain an outsourcing contract for support in a default event and meet with the outsourcer when required to review and/or test the default event arrangements.
7. Review Board packs and attend Board meetings.



Jersey Bank Depositors Compensation Scheme

8. Obtain and analyse annual deposit data from banks and consider consequences for the DCS.
9. Calculate appropriate bank levies and send notices to the banks of the bank levies each year. Ensure all bank levies are paid.
10. Carry out testing of default event planning, procedures and systems, including the provision and use of bank data.