

TERMS OF REFERENCE

FOR JOINT COMPLIANCE AUDIT COMMITTEE MANDATE

1. Authority:

The powers and functions of the Compliance Audit Committee (hereinafter referred to as the "Committee") are set out in Section 81 of the *Municipal Elections Act, 1996*.

2. Purpose of Committee:

- (a) Within 30 days of receipt of an application requesting a compliance audit, the Committee shall consider the compliance audit application and decide whether it should be granted or rejected;
- (b) If the application is granted, the Committee shall appoint an auditor to conduct a compliance audit of the candidate's election campaign finances;
- (c) The Committee will review the auditor's report within 30 days of receipt and decide whether legal proceedings should be commenced; and
- (d) If the auditor's report indicates that there were no apparent contraventions and if there appears there were no reasonable grounds for the application, the Committee shall advise Council accordingly.

3. Eligibility to Serve on Committee:

- (a) The Clerk or designate of each participating municipality shall be appointed as a Committee member for those participating municipalities as set out on Schedule "A" attached hereto.
- (b) If a designate is appointed in place of the Clerk, the designate must have the necessary qualifications and experience in municipal elections and accounting to perform the duties as a Committee member.
- (c) Any person who has:
 - (i) participated as a candidate in the elections of the participating municipalities on whose Committee he or she is appointed as a member; or
 - (ii) conducted audits or provided financial advice in respect of such campaigns,is not eligible to be appointed to the Committee for the participating municipalities during the subject term.
- (e) Members of Council, staff and candidates who are running for office in the 2014 municipal election are not eligible to be appointed to the Committee.

4. Rules Governing Committee Members:

- (a) In the event that a Committee member at any time during the term of his or her appointment, either accepts employment with or registers as a candidate for any of the participating municipalities on whose Committee he or she serves as a Member, his or her appointment to the Committee shall be terminated effective upon commencement of such employment or registration of candidacy.
- (b) Each Committee Member shall agree in writing that he or she will not at any time during the term of his or her appointment work for, or provide advice to, any candidate running for municipal office within the participating municipalities on whose Committee he or she serves as a Member.

- (c) To avoid any potential conflict of interest, any Committee member who has an accounting or auditing background shall agree in writing that he or she will not offer his or her services to any municipal election candidate.

5. Committee Composition:

The Committee of each participating municipality shall be comprised of three members.

When a municipality is in receipt of a compliance audit application, the Clerk of the municipality receiving the application shall contact that municipality's Committee members, as shown on Schedule "A" hereto, and shall arrange for the three Members to hear the audit request. In the event that one of the three appointed Committee members is unable to participate when the Committee is required to process a compliance audit application, the alternate cited in Schedule "A" shall be deemed to be appointed to the Committee in place of the member who is unable to participate.

5. Term of Appointment:

The term of appointment to the Committee shall be equivalent to the term of Council during which the appointment was made.

6. Committee Chair:

The three member Committee called to hear a request for a compliance audit shall, at its first meeting, select one of its Members to act as a Chair for the balance of its term of appointment.

7. Proposed Meeting Schedule:

The Committee shall meet as required when a compliance audit application is received. Committee meetings shall be scheduled by the Clerk of the municipality in which an application is received, in consultation with the Committee Chair.

8. Staffing and Funding:

Staff from the municipality requiring the services of the Committee shall provide administrative support to the Committee.

A municipality requiring the services of the Committee shall be responsible for all expenses associated with the Committee's processing of an application for a compliance audit on its behalf. The municipality requiring the compliance audit shall reimburse Committee members for mileage at the rate established by his or her municipality and for expenses incurred for which supporting documentation is provided.

9. Meetings:

Meetings of the Committee shall be conducted in accordance with the open meeting requirements of the provisions in the *Municipal Act, 2001*. Fax or email will be utilized to communicate the meeting notices and agendas.

10. Remuneration

Municipalities shall pay no retainer fee for participating in this agreement.

SCHEDULE “A”
to
Terms of Reference for Joint Compliance Audit Committee Mandate

Joint Compliance Audit Committee membership for each Participating Municipality

NAME OF MUNICIPALITY	FIRST COMMITTEE MEMBER	SECOND COMMITTEE MEMBER	THIRD COMMITTEE MEMBER	ALTERNATE COMMITTEE MEMBER
Atikokan	Fort Frances	Alberton	LaVallee	Dawson
Fort Frances	Atikokan	Emo	Dawson	Chapple
Alberton	Fort Frances	Atikokan	Lake of the Woods	Morley
LaVallee	Fort Frances	Alberton	Atikokan	Lake of the Woods
Emo	Dawson	Alberton	LaVallee	Fort Frances
Chapple	Morley	Emo	Lake of the Woods	Rainy River
Morley	Rainy River	Emo	Lake of the Woods	Atikokan
Lake of the Woods	Rainy River	Chapple	LaVallee	Alberton
Dawson	Rainy River	Chapple	Morley	LaVallee
Rainy River	Dawson	Chapple	Morley	Emo