Valkyrie Law Group LLP

Local Government Elected Officials: The Top "15" Things Every Elected Official Should Know

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1. Sources of Power

The Dartsmouth Port Authority thinks cruise ship passengers would flock to a local bowling alley. The PA leases space to Bowl-A-Way to build an alley. Bowl-A-Way offers free rental bowling shoes. Can the local municipality stop this development?





1. Sources of Power

- Constitution Act, 1867 divides jurisdiction between federal and provincial governments
- Community Charter and Local Government Act delegate powers to municipalities and regional districts
- Other legislation, e.g. Environmental Management Act, Freedom of Information & Protection of Privacy Act, Land Title Act, Vancouver Charter, private legislation



2. Authority Limitations

Drug-upped vagrants are becoming a problem in the Town of Plenty, and residents want something done. Can Council enact any laws to run these losers out of town?





2. Authority Limitations

- Constitutional limits
 - federal jurisdiction: shipping, airports, criminal law
- Charter of Rights and Freedoms
 - all local governmental actions must comply with Charter provisions
- Provincial legislation
 - bylaws subordinate to provincial legislation
 - Human Rights Code



3. Concurrent Jurisdiction

• Health-nut council members on Orange Town council want to require everyone in town to take at least one multi-vitamin a day, believing this will reduce the spread of seasonal influenza. Are they going too far?







3. Concurrent Jurisdiction

- Authority subject to concurrent jurisdiction with Province on health, environment, animals, buildings, soil removal
 - approval required for concurrent jurisdiction bylaws,
 except where regulation adopted, e.g. pesticides
- Municipal and RD bylaws no effect if inconsistent with Provincial laws
 - "inconsistent" compliance with bylaw does not contravene other enactment



4. Property Disposition

 After providing public notice of a recent sale of land to a neighbouring nudist colony, the Open Valley Regional District was inundated with letters from incensed electors.

Can the incensed electors challenge the validity of the sale?



4. Property Disposition

- FOR **SALE**
- Sale of municipal property (s. 26 CC)
 - notice required before disposition
 - no general requirement to make property available to the public for acquisition
- Regional districts, s. 186 LGA
 - notice required before disposition
 - must make available to the public, except disposition to not for profit corporation, public authority, land exchange, partnering agreement, owner of adjoining land



5. Prohibition on Assistance

- Wanting to provide more child care options in the City, Council leased the basement of its community center to Ms. Patience for \$1/ year so that she could operate a day-care facility. Soon fed up with screaming children, Ms. Patience assigned her lease to Kids & Co.
- Has the City contravened the law?





5. Prohibition on Assistance

- No assistance to businesses, unless under partnering agreement
- Assistance includes:
 - disposing of land for less than FMV
 - lending money
 - guaranteeing repayment of borrowing
 - granting an exemption from a tax or fee
- Notice required of authorized assistance





6. Elector Approval

- The City of Rainmore entered into a 10 year agreement with a neighbouring First Nation for the supply water services. Council conducted a community poll prior to signing the agreement, to ensure that it had the support of its residents.
- Any issues?



6. Elector Approval



- Alternative approval process (s. 86)
 - former counter petition
 - 10% of elector responses is threshold
 - required for certain bylaws, e.g. capital liabilities in agreements exceeding 5 years, certain borrowing bylaws
- Elector consent (referendum) occasionally required, always optional



7. What is a Meeting?

Goofville Town council wants to hold a council meeting in Las Vegas (there are a few gamblers on Council, and hey, what happens in Vegas stays in Vegas!). Are they out to lunch?



7. Meetings

- Regular meetings must advertise
- Special meetings rules for calling
- Closed meetings resolution required at public meeting
- What is a meeting?





8. Closed Meetings

 The Board recently closed its meeting to discuss a litigation matter. For once, members were all on the same page. Taking advantage of the "collegial atmosphere", the Chair tabled a number of other controversial matters for discussion, including a potential expropriation and a proposal to ban pit-bulls.

Any problems?





8. Closed Meetings

- Council meeting may be closed to the public to discuss
 - labour relations or employee negotiations
 - law enforcement matters
 - the acquisition or disposition of property
 - receiving legal advice
 - potential litigation





9. Reconsideration

A couple of council members are absent at a critical meeting. When they return, they object to the prior decision by Council to paint all the roads pink. Are they out of luck to overturn this cool decision?





9. Reconsideration



- Reconsideration (s. 131)
 - mayor may require council to reconsider any matter whether previously adopted or rejected
 - at the same council meeting or within 30 days
 - except where
 - matter has had approval or assent of the electors
 - previous reconsideration
 - no limitation where action taken by municipality
- Statutory power of mayor does not eliminate inherent power of council to reconsider
- Subject to procedure bylaw rules



10. Statutory Officers

- The CFO was caught with his hand in the "cookie jar". However, when Council voted on the CFO's termination, only 3 of the 7 members voted in favour of termination.
- Are they stuck with him?





10. Statutory Officers

- Statutory Officers: corporate, financial
- Chief Administrative Officer by bylaw
- Other officers may be designated by bylaw
- Termination:
 - for cause immediate termination without notice
 - in any other case, on reasonable notice
- Termination of officer without cause requires 2/3 vote of all members





11. Interference

Councillor Smart, an avid cyclist, regularly asks the town's planner to expedite development permits and approvals for residents who bike to work. These are the benefits of "being green"! Can she do this?





11. Interference

- Members are prohibited from interfering, hindering or obstructing an officer or employee in the performance of his/her duties
- CAO duties: operational management, policy implementation, advising
- Mayor/Chair duties: general direction to officers regarding implementation of policies



12. Delegation

The Board delegated responsibility for hiring and firing employees to the CAO. When faced with firing the district planner, who was also the CAO's bowling partner, the CAO called in sick and had the CFO carry out the termination instead – whew!





12. Delegation

- Council/board may delegate powers, duties and functions to member, committee, officer, employee, other body
- May not delegate:
 - making of a bylaw
 - power/duty exercisable only by bylaw
 - power/duty to give approval, consent
 - power/duty to hear appeals or reconsider an action or decision
 - power/duty to terminate officer
 - power to impose a remedial action requirement



13. Liabilities Under Agreements

The City Manager has committed Redfern City to a 10-year contract to purchase pencils from Lead Industries, since he thinks their erasers are great. Can he do this?

Can Council overturn his decision?





13. Liabilities Under Agreements

- Community Charter s. 175
 - from 5 year rule elector approval required
 - regulatory exception
 - for operational liability
 - for capital liability where cost of servicing aggregate liabilities less than 25% of annual calculation revenue
 - partnering agreement concept
 - includes nature of the activity, work or facility, maximum term, maximum liability and any other information required by regulation



14. Fiduciary Duties

The Regional District's CFO, who loves going to the track, tells the Board that she has "a tip on a great horse". Having had a good year selling surplus property, the Board authorizes the CFO to place a \$20K bet using the Regional District's "rainy day" reserve fund.

Problems?







14. Fiduciary Duties

- Personal liability for expenditures contrary to law
- Exception where member relied on information from an officer or employee who was guilty of dishonesty, gross negligence or malicious or wilful misconduct







- The Town of Pleasantville was in the process of negotiating for the acquisition of a large piece of industrial property. While golfing with his neighbour, the Mayor, Bob Loblaw, let it slip that the Town could probably "go as high as \$800K".
- No big deal, right?



15. Confidentiality

- Confidentiality
 - Members must



- keep in confidence any record held in confidence
- keep information received in closed meeting confidential
- If confidentiality breached and loss results, local government may recover from member



Questions



