Local Government Elections Task Force

Local Government Elections: Scale and Scope

- ▶ Local Government Act and Vancouver Charter govern local government elections;
- ▶ Apply to:
 - ▶ Municipal and electoral area elections
 - ▶ By-elections
 - Other voting
 - Other local boards (e.g., Boards of Education, Islands Trust, Vancouver Parks Board)
- ➤ Over 1660 elected positions; 250 government bodies; over 3050 candidates in 2008

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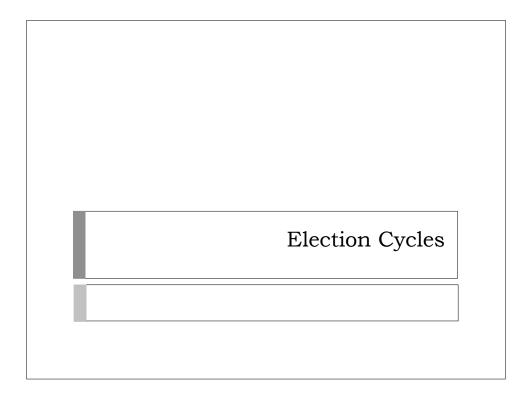
Local Government Elections: Glossary

- "Campaign participants": candidates, elector organizations, campaign organizers
- "Elector organizations": groups formed for the purpose of directly promoting a candidate or a point of view in an election
- "Campaign organizers": implement election campaigns supporting the election of candidates or elector organizations

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Local Government Elections: Overview

- Local governments administer own elections under election bylaws
 - E.g., register eligible voters; establish voting opportunities; conduct voting proceedings; keep required records
- ▶ Legislation directly regulates campaign participants
 - ▶ E.g., campaign finance disclosure; candidates eligibility
- Some local flexibility in administrating; standard provincial rules for campaign participants and some other matters



Election Cycles: Introduction

- ▶ Election cycle means local government term of office
- ▶ Since 1990, 3 year term
 - ▶ 1960s-1973: councillors annually, mayors biennially; no local choice
 - ▶ 1973-1990: councillors annually, mayors biennially; local choice for biennial councillors
- ▶ Should it be 4 years?

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Election Cycles: Comparison

BC Local

•3 years

Government

Local

Trend to 4 years

Governments

•ON, PEI, NB, SK recently extended term

in MB, SK, ON, length from 3 to 4 years

QC, NB, NS,

PEI, NFL

Provincial and •No more than 5 years

Federal

•Fixed election date in BC (4 years)

•Shorter time if loss of confidence or Governments

government choice

Election Cycles: Arguments For Status Quo (3 years) and Extension (4 years)

Status Quo

- Term length attracts candidates
- More opportunity for elector participation
- No cost saving in extension

- Consistent with federal/provincial terms
- More time to implement vision
- Reduce costs

Election Cycles: UBCM Position

- ▶ UBCM endorsed resolution (2007) for extension to 4 year term
- In favour: cost efficiencies; more time for strategic planning and delivery; consistency with other provinces
- Against: limit accessibility for candidates; diminish attractiveness for candidates (4 year commitment too long)

Election Cycles: Key Questions

- ▶ Should the term of office be extended to 4 years?
- What about impacts to accountability framework and some types of elections, such as EA directors?

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Corporate Vote: Introduction

- ▶ "Corporate vote" means businesses can vote
- ▶ No corporate vote in BC or other provinces
- ▶ Historically, some corporations could vote in BC local government elections

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Corporate Vote: History

Pre-1973: Corporations could vote in local elections

1973- Corporate vote discontinued

1976:

1976- Corporate vote reinstated (narrower eligibility)

1993:

1993- Corporate vote discontinued

present:

Corporate Vote: Arguments For and Against

Arguments For

- Local governments impact business
- Need to reflect business interests
- Paying taxes links to voting
- Symbolic value

Arguments Against

- Voting = <u>individual</u> right
- · Eligibility and fairness
- Won't solve tax issues
- Other ways to hear businesses

Corporate Vote: UBCM Position

- Since 1993 UBCM has debated 6 resolutions for restoring the corporate vote
- ▶ Only 1 endorsed (1995); no provincial action
- ▶ Current policy position: against corporate vote.

Corporate Vote: Key Questions

- ▶ Should there be a corporate vote?
- ▶ If a corporate vote were considered, what kind of criteria could be used to decide which businesses are eligible? How would businesses prove their eligibility?
- ► Can a corporate vote be reconciled with principles like "one person, one vote?"

Campaign Financing

Contribution Limits, Expense Limits, Public Financing

Contribution Limits: Introduction

- ▶ Restrictions on:
 - ▶ Who can contribute and/or
 - ▶ How much can be contributed
- ▶ In BC, no limits on who can contribute or how much can be contributed to local government elections
 - Regulate how contributions are made, accepted, recorded and disclosed.

Contribution Limits: Other Jurisdictions No contribution limits by bylaw Mandatory contribution limits

Contribution Limits: Limiting Who Can Contribute Arguments For Increases transparency Accountability to community/ electorate Arguments Against Reduces transparency How to decide?

Contribution Limits: Limiting Contribution \$ Amount

Arguments For

- Broadens support base
- Reduces concerns about undue influence
- Other jurisdictions do it

Arguments Against

- Reduces transparency
- Impacts communities differently
- Existing rules address undue influence

Campaign Contributions Limits: UBCM Position

- ▶ 2003 UBCM resolution:
 - ► Limit who can contribute (ban union and corporate donations)
- ▶ Resolution was not endorsed by UBCM members
- ▶ In 2009, the City of Vancouver proposed a resolution to ban contributions from outside Canada; resolution referred to Elections Task Force

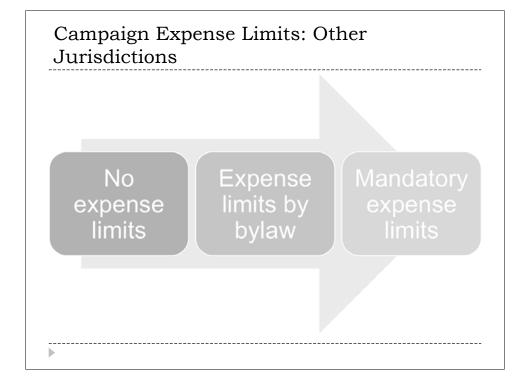
Campaign Contributions Limits: Key Questions

- Should there be restrictions on who can make contributions?
- ▶ Should there be limits on the amount that can be contributed?
- Should amount limits or source restrictions be Province-wide? Or should there be local choice to opt- in or out?
- Would restrictions have administrative and enforcement impacts for local governments and campaign participants?

Campaign Expense Limits

Campaign Expense Limits: Introduction

- ▶ No expense limits in BC local government elections
- Overall campaign spending low; spending in some communities is relatively high
- ▶ Some call for expense limits
- ▶ BC provincial elections have expense limits



Campaign Expense Limits: Arguments For and Against

Arguments For

- Equal opportunity to communicate ideas
- · Accessibility for candidates
- Less need for large contributions
- Increases engagement and broadens support base
- Consistent with federal, provincial and other municipal jurisdictions

Arguments Against

- Unnecessarily limits free speech
- Limits education and reduces citizen participation
- · Reduces transparency
- · Impacts communities differently
- · Increases administrative burden

Campaign Expense Limits: UBCM Position

- No endorsed UBCM resolutions for expense limits in local government elections
- ▶ In 2009, the City of Vancouver proposed a resolution to institute expense limits; resolution referred to Elections Task Force

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Campaign Expense Limits: Key Questions ▶ Should there be limits on election expenses? ▶ Should election expense limits be Province-wide? Or should there be local choice to opt-in or out? Would such limits have administrative and enforcement impacts for local governments and campaign participants? **Public Financing**

Public Financing: Introduction

- Publicly funding candidates and parties and providing benefits to contributors
- ▶ Not available for BC local government elections
- ▶ Some public financing for BC provincial elections
- ▶ A few other provinces provide some local public financing

Public Financing: Most Common Forms

Reimbursement

- Compensates candidates and/or parties for a portion of expenses
- · Only available in Quebec

Tax Benefits

- Tax reduction (credits or rebates) for contributors
- Required in Quebec; optional in Manitoba and Ontario
- All but Quebec use municipal taxes

Public Financing: Arguments For and Against

Arguments For

- Supports democratic rights
- Reduces financial inequalities between candidates
- Increases fundraising capabilities of candidates

Arguments Against

- Makes system less accessible
- More accounting requirements
- Financial pressure on governments
- Disconnect between source of money and benefit

Public Financing: UBCM Position

- ▶ 2 endorsed UBCM resolutions regarding public financing for local government elections:
 - ▶ 1994 (North Vancouver): make contributions to local government election campaigns income tax deductible
 - ▶ 2003 (Peachland): provide income tax credits for local government election campaign contributions
- Provincial response: no public financing due to complexity, cost, and questionable appropriateness of providing provincial funding

Public Financing: Key Questions

- Would local governments want the choice to fund public financing from local government revenues?
- What impacts would local public financing have on communities?

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Campaign Financing

Third Party Advertising, Disclosure

Third Party Advertising: Introduction

- Campaign finance disclosure rules apply to "campaign organizers" (3rd party advertisers) who spend more than \$500
- ▶ 2008 election experience identified some pressure points:
 - Rules not understood
 - No sponsorship on election advertising required
 - Enforcement issues

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Third Party Advertising: UBCM Position

- ▶ 2000 endorsed resolution called for UBCM to request Ministry review of legislation to address issue of anonymous election advertising
- ▶ In 2009, the City of Vancouver proposed a resolution for contribution limits, limiting contributions from sources outside of Canada, and expense limits for all campaign participants including campaign organizers; resolution referred to the Elections Task Force

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Third Party Advertising: Key Questions

- ▶ How can the disclosure rules for campaign organizers be made more effective?
- ▶ Should there be sponsorship disclosure on election advertising by campaign organizers?
- ▶ If expense and contribution limits are imposed for candidates and elector organizations, should similar limits be imposed for campaign organizers?

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Campaign Finance Disclosure

Campaign Finance Disclosure: Introduction

- ▶ Current rules:
 - ▶ Campaign participants disclose campaign contributions, expenses, surpluses, and deficits
 - ▶ Disclosure 120 days after election
 - Disclosure filed with local governments and available for 7 years

Campaign Finance Disclosure: Pressure Points

- ▶ Disclosure required, but some pressure points
 - Difficulties following/applying disclosure rules
 - Requirements too onerous for small campaigns
 - Requirements not stringent enough
 - Disclosure is too late
 - Disclosure statements not consistently accessible

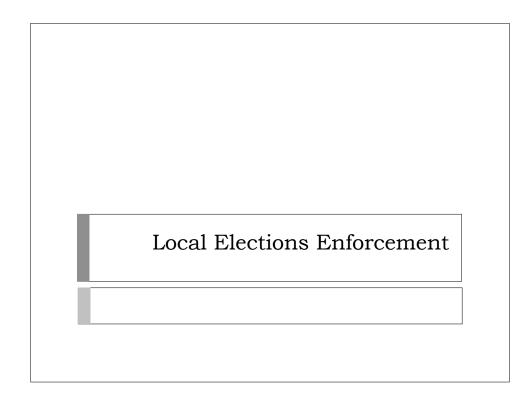
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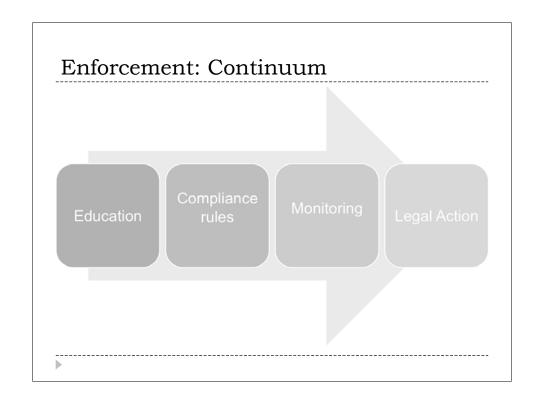
Campaign Finance Disclosure: UBCM Position

- 2000 UBCM endorsed resolution: exempt candidates who accept no contributions from campaign account requirements
- ▶ 2008: Province created legislative exemption
- ▶ In 2009, the City of Vancouver proposed a resolution for disclosure requirements for "other voting"; resolution referred to Elections Task Force

Campaign Finance Disclosure: Key Ouestions

- ▶ How can public accessibility of disclosure statements be improved?
- What is the earliest date that campaign disclosure could be made?
- ▶ Should the same disclosure rules apply to all campaigns – regardless of campaign size?
- ▶ Should disclosure rules apply to "other voting"?





Enforcement: Background

- Election enforcement rules apply to all election activities:
 - Elections administration activities
 - ▶ Regulation of "campaign participants"
- Various bodies involved in enforcement process
- ▶ Enforcement approaches in other provinces generally same as BC; there are exceptions

Enforcement: Pressure Points

- Election administration enforcement rules?
- ▶ Campaign participant regulation
 - ▶ Campaign participants lack information
 - Lack of authoritative compliance advice
 - Barriers to enforcement

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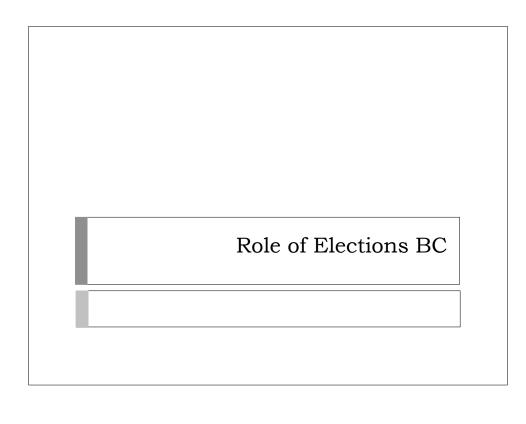
Enforcement: UBCM Position

▶ There have not been any resolutions specifically on the issue of enforcement

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Enforcement: Key Questions

- ▶ Are there gaps in relation to regulating campaign participants?
- ▶ What are the gaps? For example, is there a gap in compliance monitoring and the investigation of complaints?
- ▶ Is there a role for a new neutral player in any of these issues?



Role for EBC in Local Elections: Introduction

- Local governments run all aspects of local electionsadministration to oversight
- ▶ Elections BC (Provincial CEO) administers and oversees provincial elections
- ▶ Should a neutral body, such as Elections BC, have a role in local elections?

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Different Roles in Different Jurisdictions

- In most provinces, local governments run local elections
- ▶ Provincial CEO involved in some local government elections: New Brunswick, PEI, Yukon, and Quebec
- ▶ Great variation in role from running elections to overseeing specific aspects

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Elections BC: Pressure Points

- Potential perception of conflicts
- ▶ Access to campaign finance information
- ▶ Campaign finance rules:
 - ▶ Lack of clarity and understanding
 - ▶ Responsibility for bringing forward allegations
 - Enforcement process and outcomes

Elections BC: UBCM Position

▶ There have not been any resolutions specifically on the role of Elections BC

Elections BC: Key Questions

- ▶ Should Elections BC play a role?
- ▶ If so, in which aspects of elections administration and what role?
- ▶ What would be the impact of such a role (e.g., costs)?

Other Issues

Employee and Volunteer Eligibility for Office

Employee Eligibility: Introduction

- BC local government employees are ineligible for office in their local government or related local government
- ▶ Should exceptions be made for:
 - Volunteer firefighters: Cultus Lake (2008) Court finds volunteer firefighter is an "employee" so ineligible to run for office
 - ▶ Related local government: Anmore (2008) Mayoralty candidate ineligible as employed by GVRD

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Employee Eligibility: Background

- ▶ Before 1993, every candidate with local government financial interests ineligible; since 1993, expanded eligibility with required conflict of interest disclosure
- Local government employees remain ineligible as inherently conflicted

Employee Eligibility: Arguments For and Against (Volunteer Firefighters)

Arguments For

- Community service, not financial reward is key
- Employment obligations not that strong
- Legal test for "employees" has different purpose
- Need to encourage public volunteer service and elected public service, especially in small communities
- Exceptions made in other jurisdictions

Arguments Against

- Pecuniary [financial] conflicts of interest
- Other potential conflicts employment obligations
- "Declare and absent yourself" rule not adequate
- Cost, uncertainty, and public concern
- · Treat all employees the same

Employee Eligibility: Arguments For and Against (Employed by Related LG)

Arguments For

- Exception warranted if employee's work not undertaken by the related local government
- "Declare and absent yourself" rule is adequate for pecuniary interests
- Few other conflicts e.g., limited interaction

Arguments Against

- Pecuniary [financial] conflicts of interest – interlocking interests of municipality and regional district
- Same potential conflicts as employee of their own local government
- Same concerns over declaring and absenting; cost, uncertainty, and public confidence

Employee Eligibility: UBCM Position

- ▶ 2009 proposed UBCM resolution to exempt volunteer firefighters from being designated as employees for election purposes
- ▶ 2009 proposed UBCM resolution to allow regional district employees to hold office on council of a municipality within the regional district. UBCM resolutions committee referred resolution to Executive Committee with recommendation not to endorse
- Both resolutions referred to Elections Task Force

Employee Eligibility: Key Questions

- ▶ Should there be exceptions to employee ineligibility rule?
- ▶ If so, should there be exceptions for:
 - ▶ Volunteer firefighters if so, which kind?
 - ► Employees elected to a related local government if so, in what circumstances?
- What impact would such exceptions have on local government administration and on conflict of interest rules?

Next S	teps		