

## Introduction

Section 15(1) of the *Auditor General Act* requires the Auditor General to report to the Lieutenant-Governor in Council instances the Auditor General becomes aware of during the course of an audit which may involve improper retention or misappropriation of public money or another activity that may constitute an offence under the *Criminal Code* or another Act.

A matter of this nature came to my attention during my audit of the House of Assembly relating to constituency allowance claims by Members of the House of Assembly.

As outlined by the Commission of Internal Economy, “*Each Member [of the House of Assembly] is entitled to an accountable constituency allowance. This allowance is for the payment of expenditures incurred in the performance of constituency business and may cover such items as office rental, equipment, supplies, secretarial and other support services, information material such as newspapers, advertising, purchase of flags, pins, etc..*”

The maximum amount which may be paid to each Member of the House of Assembly varies by district and is set by the Commission of Internal Economy.

## Findings

On 21 June 2006 I reported through the Minister of Finance, to the Lieutenant-Governor in Council, that a review of expenditures at the House of Assembly identified excess constituency allowance claims by Mr. Edward J. Byrne, M.H.A. totalling \$326,642 relating to fiscal years 2003 and 2004. These excess claims were made by Mr. Byrne on Members Constituency Expense Claim forms signed and filed by him with the Office of the Clerk of the House of Assembly. For this two-year period the Commission of Internal Economy approved a total of \$31,500 (\$15,750 per year) for his constituency allowance while Mr. Byrne submitted claims totalling \$358,142, resulting in the excess claims of \$326,642. The attached schedule provides details on the excess claims made by Mr. Byrne.

I also reported that there is evidence that this practice also occurred in fiscal years prior to 2003.

I recommended that the Lieutenant-Governor in Council refer the matter of Mr. Byrne's excess constituency allowance claims for fiscal years 2003, 2004 and prior to the Department of Justice.