



## MINUTES OF THE COMPLIANCE AUDIT COMMITTEE

### MEETING 3

June 7, 2007  
June 12, 2007

The Compliance Audit Committee met on June 7, 2007, in Committee Room 2, City Hall, Toronto, commencing at 10:00 a.m. and continued its meeting on June 12, 2007, in Room 302, Metro Hall, Toronto, commencing at 11:00 a.m.

#### Attendance:

Members were present for all of the time period indicated:

Members: Douglas Colbourne, Chair  
Ron Love  
Virginia MacLean, Q.C.

Staff: Greg Essensa, Director, Elections & Registry Services  
Bonita Pietrangelo, Manager, Election Services  
Wendy Walberg, Solicitor, Legal Services

Also Present: Mr. Larry Perlman, Applicant  
Mr. Giorgio Mammoliti, Candidate  
Mr. James Ayres representing Mr. Giorgio Mammoliti  
Mr. Anthony Romanelli representing Emery Village Business Improvement Area  
Mr. Dino Giuliani from Approved Appraisal Services (June 12 only)  
Mr. Nunzio Bianchi, landlord of 15 Toryork Drive (June 12 only)

No declarations of interest pursuant to the *Municipal Conflict of Interest Act* were made.

#### **1. Confirmation of Minutes**

On motion by Mr. Love, the Compliance Audit Committee confirmed the minutes of the meeting held on May 2, 2007.

#### **2. Selection of Auditor for Conducting Compliance Audits**

The Committee considered the responses to an Expression of Interest for audit services sent out by the City Clerk's Office on behalf of the Committee.

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On a motion by Mr. Love, the Committee selected Krishan Suntharalingam, CA as the auditor for conducting the compliance audit of Donald Blair's election finances.

On a motion by Virginia MacLean, the Committee selected Amarjit (A.J.) Manhas, CA as the alternate auditor in the event that Krishan Suntharalingam is unable, for any reason, to conduct the audit.

**3. Consideration of an Application for Compliance Audit of the Election Campaign Finances of Giorgio Mammoliti**

The Compliance Audit Committee considered a request from Mr. Larry Perlman for a compliance audit of the election campaign finances of Mr. Giorgio Mammoliti.

The Committee received the following communications in respect to the matter:

- Communications dated May 18, 2007 and June 1, 2007 from Larry Perlman
- Communication dated June 4, 2007 from Anthony Romanelli of Robins, Appleby & Taub representing the Emery Village Business Improvement Area (BIA)
- Communication dated June 6, 2007 from James Ayres of Cassels Brock & Blackwell representing the candidate, Giorgio Mammoliti

Mr. Perlman addressed the Committee and submitted the following additional documents for the Committee's consideration:

- Colour copy of flyer produced by Emery Village BIA
- Letter from City of Toronto Municipal Licensing & Standards dated November 30, 2006 regarding Mr. Mammoliti's election campaign signs
- Photographs of the campaign offices which were viewed by the Committee and by Mr. Ayres via digital camera.

Mr. Anthony Romanelli addressed the Committee with respect to the allegations made in Mr. Perlman's application regarding the Emery Village BIA's involvement in Mr. Mammoliti's election campaign.

Mr. James Ayres, counsel for Mr. Giorgio Mammoliti addressed the Committee and his client's position on the application. He also submitted the following documents for the Committee's consideration:

- Affidavit regarding Election Signs
- Appraisal Report from Dino Giuliani of Approved Appraisal Services

The Committee recessed from 10:55 a.m. to 11:30 am to permit the Members the opportunity to review all the materials.

The Chair provided an opportunity for the Members to ask further questions of clarification.

Mr. Ayres requested an adjournment in order to arrange for Mr. Giuliani of Approved Appraisal Services to be present to respond to the Committee's questions.

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The Committee approved Mr. Ayres request for an adjournment and asked that Mr. Ayres and Mr. Mammoliti provide additional information with respect to the office rent and the relationship between two companies that contributed to Mr. Mammoliti's campaign.

The meeting was adjourned at 12:20 p.m. on June 7, 2007.

The meeting resumed at 11:05 a.m. on June 12, 2007 in Room 302 at Metro Hall, Toronto.

Mr. Ayres addressed the Committee with respect to the two areas identified by the Committee on June 7, 2007

Mr. Ayres submitted the following documents for the Committee's consideration:

- Addendum to the Appraisers June 5, 2007 Report
- Copies of rental invoices from Sandra Bussin's and Norm Kelly's campaigns
- City of Toronto Planning Reports
- Email from Mr. Niral Merchant, CFO for Royal Laser Corp.
- Royal Laser Corp. Annual Information Form
- Letter from Bernard Nayman, Auditor for Giorgio Mammoliti

On motion by Doug Colbourne and seconded by Ron Love the Committee rejected Mr. Larry Perlman's application for a compliance audit of Mr. Giorgio Mammoliti's campaign finances. Virginia MacLean, Q.C. was recorded as voting in the negative.

**Adjournment**

The Committee adjourned its meeting at 11:35 a.m. on June 12, 2007.

*original signed by*

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Douglas S. Colbourne, Chair

*original signed by*

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Ronald Love, Member

*original signed by*

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Virginia MacLean, Q.C., Member