

FINANCE COMMITTEE

TERMS OF REFERENCE

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1 Background

Finance Committee's mandate was agreed by the Board in March 2010 through Board circular 67 and slightly modified by the 2013-2016 EITI Board through Board paper 24-5. Its mandate is to advise the EITI Board on strategic issues relating to the financing of the EITI International Management (Board and Secretariat). This includes advising on securing funding to the levels agreed by the EITI Board when approving EITI Secretariat workplans and budgets, financial reporting, investment of liquidity, approving levels and use of the reserve fund, and oversight of financial operations in general. In 2016, it will review the funding principles adopted by the Board and seek to establish a new funding model. The Committee is also tasked with monitoring and reviewing the EITI's expenditure.

The role of the Committee should be distinguished from that of the Audit Committee whose role is to undertake the formal role of control and oversight of the audited EITI accounts. The role of the Finance Committee, on the other hand, is predominantly policy focused.

2 Responsibilities

With support from the EITI International Secretariat:

1. The Finance Committee shall advise the EITI Board on strategic issues relating to the financing of the EITI International Management (Board and Secretariat). This includes advising on the securing of funding to the levels agreed by the EITI Board when approving EITI Secretariat work plans and budgets, financial reporting, investment of liquidity and accepting of financial operations. In 2016, it will review the funding principles adopted by the Board.
2. The Finance Committee is also tasked with monitoring and reviewing the EITI's expenditure, including ensuring that it understands what the Secretariat uses its funds for, whether the Secretariat has appropriate decision-making processes for taking decisions with financial implications and whether it considers that the Secretariat makes effective and appropriate use of its funding within its budget.

3 Committee Composition

The committee was established through Board Circular 210. The members are:

Countries

Ms Marine de Carné de Trécesson

Mr Ismail Fall

Mr Enkhbayar Nemekhbayar

Ms Mary Warlick

Companies

Mr Carlos Aranda

Mr Dominic Emery

Civil society
Mr Moses Kulaba
Mr Oleksiy Orlovsky

On 10 May 2016 the Finance Committee agreed to appoint Mr Moses Kulaba as Chair for the remainder of 2016 and for Mr Dominic Emery as Chair from January 2017 for the Finance Committee.

The Committee will be supported by the EITI International Secretariat to fulfil its Terms of Reference. The contact points are Eddie Rich (erich@eiti.org), Leah Krogsund (lkrogsund@eiti.org) and Brynjar Wiersholm (bwiersholm@eiti.org). This support will include drafting agenda, papers and minutes for consideration by the Committee.