



EUROPEAN  
ORGANIZATION  
OF REGIONAL  
AUDIT INSTITUTIONS

## **EXPLANATORY MEMORANDUM FOR THE MODIFICATION OF THE STATUTES OF EURORAI**

This memorandum is issued in order to inform the members of the European Organisation of Regional External Public Finance Audit Institutions, EURORAI, of the modifications to the statutes proposed by the Management Committee within the framework and terms of the session of the General Assembly to be held on 21 October 2022.

The proposed modifications to the statutes are essentially based on two premises:

- a) a) Adapting the current Statutes to the Spanish Organic Law 1/2002, of 22 March, regulating the right of association insofar as it is legally required by the law itself.
- b) b) Establishing a more efficient and simple framework for the financial and administrative operation of EURORAI.

To that effect, although a large number of articles of the current statutes are amended, due to the aforementioned legal necessity to adapt the Spanish Organic Law 1/2002, the amendments cannot be considered as substantial but they do completely respect the aims and principles which currently govern EURORAI, as well as the structure and composition of its current governing bodies, thus maintaining the philosophy which has governed EURORAI since its inception.

The following are the main proposed modifications to the statutes for the approval of the members at the meeting of the General Assembly:

- Article 1: The indefinite nature of EURORAI is introduced along with the supplementary application of Spanish Organic Law 1/2002 of 22 March, regulating the right of association and the regulations developed therein as regards matters not provided for in the statutes.
- Article 3: The rights and responsibilities of the members of EURORAI are closely regulated in accordance with the requirements of the aforementioned law.
- Article 6: The requirement to hold an annual General Assembly is established in order to approve annual accounts, and the procedure for calling and content of this meeting.
- Article 8: Among the powers of the General Assembly, the power to approve annual accounts is given along with the authority to exercise all those powers which are not attributed to another corporate body.
- Article 9: Holding General Assembly meetings electronically is standardised as a way of enabling them to take place.

- Article 10: The current composition of the Management Committee is maintained but its operation is developed in detail: length of term of office, reasons for the departure of members and methods of meeting.
- Article 11: It is established that the Management Committee shall extend its activity, in general, to all the events which constitute the purposes and activities of EURORAI, provided that they do not require the express authorisation of the General Assembly. Furthermore, the committee is expressly entrusted with the drawing up of the annual accounts as well as taking decisions on the admission of new members.
- Article 12: As with the General Assembly, the possibility of holding Management Committee meetings electronically is stipulated as a way of enabling them to take place.
- Article 13: The duties of the President are set out in detail and institutional and administrative duties may be delegated to the Secretary General. It is expressly stipulated that the Vice-President shall replace the President in the case of absence or illness thereof, and shall have the same powers.
- Article 15: The powers of the General Secretariat regarding the financial and administrative management of EURORAI are developed in detail. It is responsible for, among other things, bookkeeping and maintaining the remaining corporate documentation, the drawing up of annual accounts and the representation of EURORAI as delegated by the President. The Secretariat is also responsible for the management of bank accounts, being able to delegate this task to those in charge of the financial and administrative management of the General Secretariat. Joint action (two signatures) is always required on the bank accounts of EURORAI.
- Article 17: The Association's financial year will be annual and ends on 31 December of each calendar year. The annual budget is also increased, estimated at two hundred thousand euros (€200,000). This may be updated by agreement of the General Assembly at the proposal of the Management Committee.
- Article 19: In the event of the dissolution and liquidation of EURORAI, it is stipulated that once debts are paid, the net balance will be distributed among its members. The members shall allocate it to purposes that do not undermine the not-for-profit nature of EURORAI.

Valencia, 20 September 2022