

Independent Practitioner's Audit Report

To the City Clerk for Bob Chapman Election Campaign

Qualified Opinion

We have audited the accompanying Form 4 ("the financial statements") of Bob Chapman Election Campaign, for the campaign period from June 16, 2022 to December 31, 2022 relating to the City of Oshawa Municipal Election held on October 24, 2022.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report, the accompanying financial statements present fairly, in all material respects, the financial position of Bob Chapman, Candidate, as at December 31, 2022 and his income and expenses for the campaign period from June 16, 2022 to December 31, 2022 in accordance with the requirements of the Municipal Elections Act, 1996.

Basis for Qualified Opinion

Due to the nature of the types of transactions inherent in any election campaign, the completeness of the various categories of income and expenses is not susceptible of satisfactory audit verification. Accordingly, our verification of income and expenses was limited to the amounts recorded in the records of the Bob Chapman Election Campaign and we were not able to determine whether any adjustments might be necessary to income and expenses and the campaign period surplus or deficit. Our audit opinion on the financial statements for the campaign period from June 16, 2022 to December 31, 2022 was modified accordingly because of the possible effects of this limitation of scope.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Bob Chapman Election Campaign in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with those requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Other Matter

The financial statements, which have not been, and are not intended to be, prepared in accordance with Canadian generally accepted accounting principles, are solely for the information and use of the City Clerk to comply with the requirements of the Municipal Elections Act, 1996. The financial statements are not intended to be and should not be used by anyone other than the specified users or for any other purpose.

Responsibilities of Management and Those Charged with Governance for the Financial Statements Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian generally accepted auditing standards and the requirements of the Municipal Elections Act, 1996 relevant to preparing such financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



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Continued

Those charged with governance are responsible for overseeing the Bob Chapman Election Campaign's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole free from material misstatement, whether due to fraud or error, and to issue an auditor's report includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that audit conducted in accordance with Canadian generally accepted auditing standards will always detect material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. As part of an audit in accordance Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether
- fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design
- procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion
- the effectiveness of the Campaign's internal control.
- Evaluate the overall presentation, structure and content of the financial statements, and whether
- the financial statements represent the underlying transactions and events in a manner that achieves presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

TURNERMOORE LLP

April 19, 2023

Ajax, Ontario

Chartered Professional Accountants

Licensed Public Accountants



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Instructions

All candidates must complete Boxes A and B. Candidates who receive contributions or incur expenses must complete Boxes C, D, Schedule 1 and Schedule 2 as appropriate. Candidates who receive contributions or incur expenses in excess of \$10,000 must also attach an Auditor's Report.

All surplus funds (after any refund to the candidate or their spouse) shall be immediately paid to the clerk who is responsible for the conduct of the election.

For the campaign period from (day clerk received nomination)

YYYY	MM	DD
2 0 2 2	0 6	1 6

 to

YYYY	MM	DD
2 0 2 3	0 1	0 3

Initial filing reflecting finances from start of campaign to December 31 (or 45 days after voting day in a by-election)

Supplementary filing reflecting finances from start of campaign to end of extended campaign period

Box A: Name of Candidate and Office

Candidate's name as shown on the ballot

Last Name or Single Name CHAPMAN	Given Name(s) Bob
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Office for Which the Candidate Sought Election Regional & City Councillor	Ward Name or Number (if any) Ward 3
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Municipality
City of Oshawa

Spending Limit General \$29,410.30	Parties and Other Expressions of Appreciation \$2,941.01	Contribution Limit Contributions from Candidate and Spouse \$10,743.60
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I did not accept any contributions or incur any expenses. (Complete Boxes A and B only)

Box B: Declaration

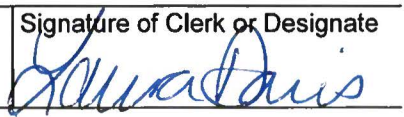
I, Robert (Bob) Chapman, declare that to the best of my knowledge and belief that these financial statements and attached supporting schedules are true and correct.



Signature of Candidate

2023/04/21

Date (yyyy/mm/dd)

Date Filed (yyyy/mm/dd) <u>2023/04/24</u>	Time Filed <u>8:39 am.</u>	Initial of Candidate or Agent (if filed in person) <u>RC</u>	Signature of Clerk or Designate 
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Box C: Statement of Campaign Income and Expenses

LOAN

Name of bank or recognized lending institution

Amount borrowed
\$

INCOME

Total amount of all contributions (from line 1A in Schedule 1)	+ \$	21,710.00
Revenue from items \$25 or less	+ \$	
Sign deposit refund	+ \$	
Revenue from fundraising events not deemed a contribution (from Part III of Schedule 2)	+ \$	
Interest earned by campaign bank account	+ \$	
Other (provide full details)		
1.	+ \$	
2.	+ \$	
3.	+ \$	
4.	+ \$	
5.	+ \$	
6.	+ \$	

Total Campaign Income (Do not include loan)

= \$ 21,710.00 C1

EXPENSES (Note: Include the value of contributions of goods and services)

1. Expenses subject to general spending limit

Inventory from previous campaign used in this campaign (list details in Table 2 of Schedule 1)	+ \$	585.00
Advertising	+ \$	2,267.52
Brochures/flyers	+ \$	2,239.56
Signs (including sign deposit)	+ \$	1,944.29
Meetings hosted	+ \$	
Office expenses incurred until voting day	+ \$	160.32
Phone and/or internet expenses incurred until voting day	+ \$	2,270.27
Salaries, benefits, honoraria, professional fees incurred until voting day	+ \$	
Bank charges incurred until voting day	+ \$	35.07
Interest charged on loan until voting day	+ \$	
Other (provide full details)		
1. Professional Fees	+ \$	4,500.22
2. Postage	+ \$	4,285.80
3.	+ \$	
4.	+ \$	
5.	+ \$	
6.	+ \$	

Total Expenses subject to general spending limit

= \$ 18,288.05 C2

2. Expenses subject to spending limit for parties and other expressions of appreciation

1. Tim Horton Gift Cards	+ \$	200.00
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2. Esso Gift Cards	+ \$	250.00	
3.	+ \$		
4.	+ \$		
5.	+ \$		
Total Expenses subject to spending limit for parties and other expressions of appreciation	= \$	450.00	C3

3. Expenses not subject to spending limits

Accounting and audit	+ \$	1,808.00	
Cost of fundraising events/activities (list details in Part IV of Schedule 2)	+ \$		
Office expenses incurred after voting day	+ \$		
Phone and/or internet expenses incurred after voting day	+ \$	62.34	
Salaries, benefits, honoraria, professional fees incurred after voting day	+ \$		
Bank charges incurred after voting day	+ \$	30.82	
Interest charged on loan after voting day	+ \$		
Expenses related to recount	+ \$		
Expenses related to controverted election	+ \$		
Expenses related to compliance audit	+ \$		
Expenses related to candidate's disability (provide full details)			
1.	+ \$		
2.	+ \$		
3.	+ \$		
4.	+ \$		
5.	+ \$		
Other (provide full details)			
1.	+ \$		
2.	+ \$		
3.	+ \$		
4.	+ \$		
5.	+ \$		
Total Expenses not subject to spending limits	= \$	1,901.16	C4

Total Campaign Expenses (C2 + C3 + C4) = \$ **20,639.21** **C5**

Box D: Calculation of Surplus or Deficit

Excess (deficiency) of income over expenses (Income minus Total Expenses) (C1 – C5)	+ \$	1,070.79	D1
If there is a surplus, deduct any refund of candidate's or spouse's contributions to the campaign	- \$	1,070.79	
Surplus (or deficit) for the campaign	= \$		D2

If line D2 shows a surplus, the amount must be paid in trust, at the time the financial statements are filed, to the municipal clerk who is responsible for the conduct of the election.

Schedule 1 – Contributions

Part I – Summary of Contributions

Contributions in money from candidate and spouse	+ \$ 2,000.00
Contributions in goods and services from candidate and spouse (include value listed in Table 1 and Table 2)	+ \$ 585.00
Total value of contributions not exceeding \$100 per contributor • Include ticket revenue, contributions in money, goods and services where the total contribution from a contributor is \$100 or less (do not include contributions from candidate or spouse).	+ \$ 25.00
Total value of contributions exceeding \$100 per contributor (from line 1B; list details in Table 3 and Table 4) • Include ticket revenue, contributions in money, goods and services where the total contribution from a contributor exceeds \$100 (do not include contributions from candidate or spouse).	+ \$ 19,100.00
Less: Ineligible contributions paid or payable to the contributor	– \$
Contributions paid or payable to the clerk, including contributions from anonymous sources exceeding \$25	– \$
Total Amount of Contributions (record under Income in Box C)	= \$ 21,710.00 1A

Part II – Contributions from candidate or spouse

Table 1: Contributions in goods or services

Description of Goods or Services	Date Received (yyyy/mm/dd)	Value (\$)
Total		

Additional information is listed on separate supplementary attachment, if completed manually.

**Table 2: Inventory of campaign goods and materials from previous municipal campaign used in this campaign
(Note: Value must be recorded as a contribution from the candidate and as an expense.)**

Description	Date Acquired (yyyy/mm/dd)	Supplier	Quantity	Current Market Value (\$)
Signs	2018/09/10	Callaghan & Associates	50	585.00
Total				585.00

Additional information is listed on separate supplementary attachment, if completed manually.

Part III – Contributions exceeding \$100 per contributor – individuals other than candidate or spouse

Table 3: Monetary contributions from individuals other than candidate or spouse

Name	Full Address	Date Received (yyyy/mm/dd)	Amount Received (\$)	Amount Returned to Contributor or Paid to Clerk (\$)
See attached list			19,100.00	
Total			19,100.00	

Additional information is listed on separate supplementary attachment, if completed manually.

**Table 4: Contributions in goods or services from individuals other than candidate or spouse
(Note: Must also be recorded as Expenses in Box C.)**

Name	Full Address	Description of Goods or Services	Date Received (yyyy/mm/dd)	Value (\$)
Total				

Additional information is listed on separate supplementary attachment, if completed manually.

**Total for Part III – Contributions exceeding \$100 per contributor
(Add totals from Table 3 and Table 4 and record the total in Part 1 – Summary of Contributions) \$ 19,100.00 1B**

Schedule 2 – Fundraising Events and Activities

Complete a separate schedule for each event or activity held.

Additional schedule(s) attached, if completed manually.

Fundraising Event/Activity 1

Description of fundraising event/activity _____

Date of event/activity (yyyy/mm/dd) _____

Part I – Ticket revenue

Admission charge (per person) \$ _____ 2A

(If there are a range of ticket prices, attach complete breakdown of all ticket sales)

Number of tickets sold x _____ 2B

Total Part I (2A X 2B) (include in Part I of Schedule 1) = \$ _____

Part II – Other revenue deemed a contribution

Provide details (e.g., revenue from goods sold in excess of fair market value)

1.	_____	+ \$	_____
2.	_____	+ \$	_____
3.	_____	+ \$	_____
4.	_____	+ \$	_____
5.	_____	+ \$	_____

Total Part II (include in Part I of Schedule 1) = \$ _____

Part III – Other revenue not deemed a contribution

Provide details (e.g., contribution of \$25 or less; goods or services sold for \$25 or less)

1.	_____	+ \$	_____
2.	_____	+ \$	_____
3.	_____	+ \$	_____
4.	_____	+ \$	_____
5.	_____	+ \$	_____

Total Part III (include under Income in Box C) = \$ _____

Part IV – Expenses related to fundraising event or activity

Provide details

1.	_____	+ \$	_____
2.	_____	+ \$	_____
3.	_____	+ \$	_____
4.	_____	+ \$	_____
5.	_____	+ \$	_____

Total Part IV Expenses (include under Expenses in Box C) = \$ _____

Auditor's Report – Municipal Elections Act, 1996 (Section 88.25)

A candidate who has received contributions or incurred expenses in excess of \$10,000 must attach an auditor's report.

Professional Designation of Auditor
Chartered Professional Accountant

Municipality Ajax	Date (yyyy/mm/dd) 2023/04/19
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Contact Information

Last Name or Single Name Peters	Given Name(s) Gordon	Licence Number L-215694
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Address

Suite/Unit Number 2	Street Number 458	Street Name Fairall St
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Municipality Ajax	Province ON	Postal Code L1S 1R6
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Telephone Number 905-427-6768	Email Address gpeters@turnermoore.com
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The report must be done in accordance with generally accepted auditing standards and must:

- set out the scope of the examination
- provide an opinion as to the completeness and accuracy of the financial statement and whether it is free of material misstatement

Report is attached

Personal information, if any, collected on this form is obtained under the authority of sections 88.25 and 95 of the *Municipal Elections Act, 1996*. Under section 88 of the *Municipal Elections Act, 1996* (and despite anything in the *Municipal Freedom of Information and Protection of Privacy Act*) documents and materials filed with or prepared by the clerk or any other election official under the *Municipal Elections Act, 1996* are public records and, until their destruction, may be inspected by any person at the clerk's office at a time when the office is open. Campaign financial statements shall also be made available by the clerk in an electronic format free of charge upon request.

Monetary contributions from individuals over \$100

Name	Address	Date Rec'd	Amount
Olena Lysyk	885 Beaufort Crt Oshawa ON L1G 7J7	20-Aug-22	\$500.00
Ala Lysyk-Smith	885 Beaufort Crt Oshawa ON L1G 7J7	20-Aug-22	\$500.00
Ihor Lysyk	71 Southwood St Oshawa ON L1G 6L6	20-Aug-22	\$500.00
Ola Lysyk	65 Riverside Dr Oshawa ON L1J 2J7	20-Aug-22	\$500.00
Paul Lysyk	65 Riverside Dr Oshawa ON L1J 2J7	20-Aug-22	\$500.00
Natalie Lysyk	579 Flagstone Ct Oshawa ON L1K 2Z8	20-Aug-22	\$500.00
Anthony Lysyk	579 Flagstone Ct Oshawa ON L1K 2Z8	20-Aug-22	\$500.00
Tania Lysyk	71 Southwood St Oshawa ON L1G 6L6	20-Aug-22	\$500.00
Orysia Lysyk	934 Snowbird St Oshawa ON L1J 8J8	20-Aug-22	\$500.00
Dr. George Lysyk	934 Snowbird St Oshawa ON L1J 8J8	20-Aug-22	\$500.00
Roland Papahani	44 Charles St King City ON L7B 1J7	29-Aug-22	\$1,200.00
Ari Silverberg	400 Glengrove Av Toronto ON M5N 1W9	7-Sep-22	\$1,200.00
Kevin Brown	10 Flanders Rd Toronto ON M6C 3K6	7-Sep-22	\$1,200.00
Kevin Watt	2131 Denby Dr Pickering ON L1X 1Z4	7-Sep-22	\$1,200.00
Adriana Corapi	60 Pritchard Av Toronto ON M6N 1T3	7-Sep-22	\$200.00
Stephen Brown	221 Ava Rd Toronto ON M6C 1W9	7-Sep-22	\$1,200.00
William Kelly	344 Northglen Blvd Bowmanville ON L1C 7E2	12-Sep-22	\$400.00
Stephen Lennox	3060 Con 7 Pickering ON L1Y 1C4	15-Sep-22	\$1,200.00
Leslie Fisher	925 Deer Valley Dr Oshawa ON L1J8N8	15-Sep-22	\$1,200.00
Lawson Gay	PO Box 1697 Hwy 2 Courtice ON L1E 3G6	16-Sep-22	\$250.00
Stavros Apostolopoulos	488 Worthington Av Richmond Hill ON L4E 4R6	16-Sep-22	\$1,200.00
George Sittlinger	1042 Regent Dr Oshawa ON	19-Sep-22	\$100.00
Ray Bilsky	257 Blue Heron Dr Oshawa ON L1G 6X7	30-Sep-22	\$150.00
Steven Libfeld	12 Kereven St Toronto ON M5M 4J8	6-Oct-22	\$500.00
Al Libfeld	1815 Ironstone Manor Pickering ON L1W 3W9	6-Oct-22	\$500.00
Maharshi Shah	7 Langbourne Place North York ON M3B 1A8	24-Oct-22	\$1,200.00
Maulik Rana	608 Van Horne Av North York ON M2J 2V4	24-Oct-22	\$1,200.00
			\$19,100.00