

INDEPENDENT AUDITOR'S REPORT

To the Clerk of the municipality of Oshawa

Qualified Opinion

We have audited the accompanying Financial Statement – Auditor's Report Candidate – Form 4 (the "financial statement") of Campaign for John Gray, candidate for Oshawa City Councillor – Ward 5 for the campaign period from July 25, 2022 to January 3, 2023 relating to the election held on October 24, 2022, in accordance with the financial reporting provision in the Municipal Elections Act, 1996 (Section 88.25).

In our opinion, except for the effect of adjustments, if any, which might have determined to be necessary had we been able to satisfy ourselves as to the completeness of the records as described in the Basis for Qualified Opinion paragraph, the financial statement presents fairly, in all material respects, in accordance with the financial reporting provisions prescribed by the Municipal Elections Act, 1996 (Section 88.25).

Basis for Qualified Opinion

Due to the nature of the types of transactions inherent in an election campaign, it is impracticable through auditing procedures to determine that the accounting records include all contributions of goods and services, and receipts and disbursements. Accordingly, our verification of these transactions was limited to ensuring that the financial statement reflects the amounts recorded in the accounting records of John Gray, candidate in accordance with the accounting procedures established by the Municipal Elections Act, 1996 (Section 88.25) and we were not able to determine whether any adjustments might be necessary to the financial statement.

Emphasis of Matter – Basis of Accounting and Restriction on Use

The financial statement is prepared to assist the Campaign in complying with the financial reporting provisions of the Municipal Elections Act, 1996 (Section 88.25). As a result, the financial statement may not be suitable for another purpose. Our report is intended solely for the Campaign for John Gray, the City of Oshawa, and the Ontario Ministry of Municipal Affairs and Housing. This report should not be distributed to or used by parties other than the Campaign for John Gray, the City of Oshawa, or the Ontario Ministry of Municipal Affairs and Housing. Our opinion is not modified in respect of this matter.

Responsibilities of the Candidate for the Financial Statement

The Candidate is responsible for the preparation and fair presentation of the financial statement in accordance the accounting provisions established by the Municipal Elections Act, 1996 (Section 88.25), and for such internal control as the Candidate determines is necessary to enable the preparation of financial statement that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatement 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 this financial statement.

As part of an audit in accordance with 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 statement, whether due to 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 audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the campaign's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Candidate.
- Evaluate the overall presentation, structure and content of the financial statement, including the separate schedules, and whether the financial statement represents the underlying transactions and events in a manner that achieves fair 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.

Mississauga, Ontario
March 24, 2023

Mac Gillivray Brampton

CHARTERED PROFESSIONAL ACCOUNTANTS
LICENSED PUBLIC ACCOUNTANTS



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 | YYYY | MM | DD |
| 2 0 2 2 | 0 7 | 2 5 | to | 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 Gray | Given Name(s) John |
| Office for Which the Candidate Sought Election City Councillor | Ward Name or Number (if any) Ward 5 |

Municipality
Oshawa

| | | |
|--|---|--|
| Spending Limit General \$26,544.95 | Parties and Other Expressions of Appreciation \$2,654.50 | Contribution Limit Contributions from Candidate and Spouse \$10,069.40 |
|--|---|--|

I did not accept any contributions or incur any expenses. (Complete Boxes A and B only)

Box B: Declaration


I, John Gray, 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 03 28

Date (yyyy/mm/dd)

| | | | |
|---------------------------------------|------------------------|--|--|
| Date Filed (yyyy/mm/dd) 2023/03/28 | Time Filed 11:17 am | Initial of Candidate or Agent (if filed in person) JG | Signature of Clerk or Designate  |
|---------------------------------------|------------------------|--|--|

Box C: Statement of Campaign Income and Expenses

LOAN

Name of bank or recognized lending institution
TD Bank at King and Stevenson Road

Amount borrowed
\$

INCOME

| | | |
|--|------|-----------|
| Total amount of all contributions (from line 1A in Schedule 1) | + \$ | 16,768.00 |
| 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)

= \$ 16,768.00 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)

Advertising

Brochures/flyers

Signs (including sign deposit)

Meetings hosted

Office expenses incurred until voting day

Phone and/or internet expenses incurred until voting day

Salaries, benefits, honoraria, professional fees incurred until voting day

Bank charges incurred until voting day

Interest charged on loan until voting day

Other (provide full details)

1. automobile fuel

2. feed volunteers

3.

4.

5.

6.

+ \$ 4,168.00

+ \$ 1,261.08

+ \$ 3,354.97

+ \$ 1,325.59

+ \$

+ \$ 240.69

+ \$

+ \$ 3,000.00

+ \$ 117.71

+ \$

+ \$ 888.08

+ \$ 296.57

+ \$

+ \$

+ \$

+ \$

Total Expenses subject to general spending limit

= \$ 14,652.69 C2

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

1. Victory Party

+ \$ 539.44

| | | | |
|---|-------------|-----------------|-----------|
| 2. Gift Cards | + \$ | 650.00 | |
| 3. | + \$ | | |
| 4. | + \$ | | |
| 5. | + \$ | | |
| Total Expenses subject to spending limit for parties and other expressions of appreciation | = \$ | 1,189.44 | C3 |

3. Expenses not subject to spending limits

| | | | |
|---|-------------|-----------------|-----------|
| Accounting and audit | + \$ | 1,130.00 | |
| Cost of fundraising events/activities (list details in Part IV of Schedule 2) | + \$ | | |
| Office expenses incurred after voting day | + \$ | 321.25 | |
| Phone and/or internet expenses incurred after voting day | + \$ | | |
| Salaries, benefits, honoraria, professional fees incurred after voting day | + \$ | | |
| Bank charges incurred after voting day | + \$ | 9.90 | |
| 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 | = \$ | 1,461.15 | C4 |

Total Campaign Expenses (C2 + C3 + C4) = \$ **17,303.28** **C5**

Box D: Calculation of Surplus or Deficit

| | | | |
|---|------|---------|----|
| Excess (deficiency) of income over expenses (Income minus Total Expenses) (C1 – C5) | + \$ | -535.28 | D1 |
| If there is a surplus, deduct any refund of candidate's or spouse's contributions to the campaign | - \$ | | |
| Surplus (or deficit) for the campaign | = \$ | -535.28 | 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 | + \$ | |
| Contributions in goods and services from candidate and spouse (include value listed in Table 1 and Table 2) | + \$ | 4,168.00 |
| 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). | + \$ | |
| 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). | + \$ | 12,600.00 |
| 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) | = \$ | 16,768.00 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 (\$) |
|--------------|-------------------------------|----------|----------|---------------------------|
| Large signs | 2014/09/09 | | 110 | 1,617.00 |
| Small signs | 2014/09/09 | | 378 | 2,551.00 |
| | | | | |
| | | | | |
| Total | | | | 4,168.00 |

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

| 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) \$ 12,600.00 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 revenueAdmission 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

CPA, CA

Municipality

Mississauga

Date (yyyy/mm/dd)

2023/03/24

Contact Information

Last Name or Single Name

Kroeker

Given Name(s)

Kyle

Licence Number

3-3190835

Address

Suite/Unit Number

600

Street Number

6605

Street Name

Hurontario Street

Municipality

Mississauga

Province

ON

Postal Code

L6T 0A3

Telephone Number

905-696-0707

Email Address

kyle.kroeker@macgillivray.com

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.