



INDEPENDENT AUDITOR'S REPORT

December 5, 2022

To Rachel Tyczinski, City Clerk, Region of Sault Ste. Marie

Qualified Opinion

I have audited the Financial Statement - Auditor's Report Candidate - Form 4 (the "Financial Statement") of Matthew Shoemaker (the "Candidate"), which comprises the Statement of Campaign Income and Expenses and Statement of Determination of Surplus or Deficit and Disposition of Surplus for the period from May 2, 2022 to December 5, 2022 (relating to the election held on October 24, 2022), and other explanatory information.

In my opinion, except for the possible effects of the matter described in the *Basis of Qualification* section of my report, the accompanying Financial Statement of the Candidate for the period from May 2, 2022 to December 5, 2022 (relating to the election held on October 24, 2022) is prepared, in all material respects, in accordance with Section 88 of the Municipal Elections Act, 1996 (the "Act").

Basis of Qualification

Due to the nature of the types of transactions inherent in an election campaign, the completeness of donations of goods and services and receipts and disbursements is not susceptible to satisfactory audit verification. Accordingly, my verification of these transactions was limited to the amounts recorded in the accounting records of the Candidate. Therefore, I am not able to determine whether any adjustments might be necessary to income and expenses and surplus/deficit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of Financial Statements* section of my report. I am independent of the Candidate in accordance with the ethical requirements that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Use

The Financial Statement is prepared to assist the Candidate to meet the requirements of the Act referred to above. As a result, the Financial Statement may not be suitable for another purpose. My report is intended solely for the Candidate and Rachel Tyczinski, City Clerk, Region of Sault Ste. Marie and should not be distributed to or used by parties other than the Candidate and Rachel Tyczinski, City Clerk, Region of Sault Ste. Marie. My opinion is not modified in this manner.

Responsibilities of the Candidate for the Financial Statement

The Candidate is responsible for the preparation and fair presentation of the Financial Statement in accordance with the Act, and for such internal control as the Candidate determines is necessary to enable the preparation of the Financial Statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statement

My 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 my 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. 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 the Financial Statement.

As part of an audit in accordance with Canadian generally accepted auditing standards, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the Financial Statements, 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 my 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 Candidate's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Candidate.

I 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 I identify during my audit.



Chartered Professional Accountant
Professional Corporation
Authorized to practice public accounting by The Chartered Professional Accountants of Ontario
Sault Ste. Marie, Canada

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 5 | 0 2 |

 to

| | | |
|---------|-----|-----|
| YYYY | MM | DD |
| 2 0 2 2 | 1 2 | 0 5 |

- 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 Shoemaker | | Given Name(s) Matthew | |
| Office for Which the Candidate Sought Election Mayor | | Ward Name or Number (if any) | |
| Municipality Sault Ste. Marie | | | |
| Spending Limit General \$55,641.45 | | Parties and Other Expressions of Appreciation \$5,564.15 | Contribution Limit Contributions from Candidate and Spouse \$18,827.40 |

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

Box B: Declaration

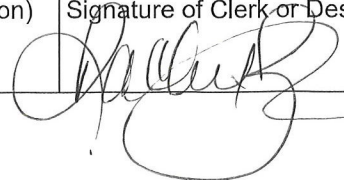
I, Matthew Shoemaker, declare that to the best of my knowledge and belief that these financial statements and attached supporting schedules are true and correct.



Signature of Candidate

2022/12/05

Date (yyyy/mm/dd)

| | | | |
|--|---------------------------|--|--|
| Date Filed (yyyy/mm/dd) 2022/12/12 | Time Filed 1:35 | Initial of Candidate or Agent (if filed in person) MS. | Signature of Clerk or Designate  |
|--|---------------------------|--|--|

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) | + \$ | <u>55,520.09</u> |
| 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)

= \$ 55,520.09 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) + | \$ | <u>500.00</u> |
| Advertising | + \$ | <u>25,953.68</u> |
| Brochures/flyers | + \$ | <u>9,778.43</u> |
| Signs (including sign deposit) | + \$ | <u>13,266.50</u> |
| Meetings hosted | + \$ | _____ |
| Office expenses incurred until voting day | + \$ | <u>503.81</u> |
| Phone and/or internet expenses incurred until voting day | + \$ | _____ |
| Salaries, benefits, honoraria, professional fees incurred until voting day | + \$ | _____ |
| Bank charges incurred until voting day | + \$ | <u>156.00</u> |
| Interest charged on loan until voting day | + \$ | _____ |
| Other (provide full details) | | |
| 1. <u>PayPal Fees</u> | + \$ | <u>1,308.91</u> |
| 2. _____ | + \$ | _____ |
| 3. _____ | + \$ | _____ |
| 4. _____ | + \$ | _____ |
| 5. _____ | + \$ | _____ |
| 6. _____ | + \$ | _____ |

Total Expenses subject to general spending limit

= \$ 51,467.33 C2

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

| | | |
|--|------|-----------------|
| 1. <u>Volunteer Lunches / Election Night Party</u> | + \$ | <u>2,216.51</u> |
|--|------|-----------------|

| | | | |
|---|-------|------|--------------------|
| 2. | _____ | + \$ | _____ |
| 3. | _____ | + \$ | _____ |
| 4. | _____ | + \$ | _____ |
| 5. | _____ | + \$ | _____ |
| Total Expenses subject to spending limit for parties and other expressions of appreciation | | = \$ | 2,216.51 C3 |

3. Expenses not subject to spending limits

| | | | |
|---|-------|------|--------------------|
| Accounting and audit | | + \$ | 1,836.25 |
| 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 | | + \$ | _____ |
| Salaries, benefits, honoraria, professional fees incurred after voting day | | + \$ | _____ |
| Bank charges incurred after voting day | | + \$ | _____ |
| 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 | | = \$ | 1,836.25 C4 |

Total Campaign Expenses (C2 + C3 + C4) = \$ **55,520.09 C5**

Box D: Calculation of Surplus or Deficit

| | | | |
|---|------|-------|-----------|
| Excess (deficiency) of income over expenses (Income minus Total Expenses) (C1 – C5) | + \$ | _____ | 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 | = \$ | _____ | 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 | + \$ | <u>618.06</u> |
| Contributions in goods and services from candidate and spouse (include value listed in Table 1 and Table 2) | + \$ | <u>500.00</u> |
| 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). + | \$ | <u> </u> |
| 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). + | \$ | <u>54,402.03</u> |
| Less: Ineligible contributions paid or payable to the contributor Contributions paid or payable to the clerk, including contributions from anonymous sources exceeding \$25 – | – \$ | <u> </u> |
| Total Amount of Contributions (record under Income in Box C) | = \$ | <u>55,520.09</u> 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 (\$) |
|--------------|-------------------------------|----------|----------|---------------------------|
| Sign Frames | 2018/09/01 | Lyon's | 2 | 500.00 |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| Total | | | | 500.00 |

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 Schedule | | | 54,402.03 | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| Total | | | 54,402.03 | |

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) \$ 54,402.03 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

CPA

| | |
|----------------------------------|---------------------------------|
| Municipality Sault Ste. Marie | Date (yyyy/mm/dd) 2022/12/05 |
|----------------------------------|---------------------------------|

Contact Information

| | | |
|------------------------------------|----------------------|---------------------------|
| Last Name or Single Name Ruscio | Given Name(s) Joe | Licence Number 1-18158 |
|------------------------------------|----------------------|---------------------------|

Address

| | | |
|--------------------------|----------------------|----------------------------------|
| Suite/Unit Number 201 | Street Number 405 | Street Name Queen Street East |
|--------------------------|----------------------|----------------------------------|

| | | |
|----------------------------------|----------------|------------------------|
| Municipality Sault Ste. Marie | Province ON | Postal Code P6A 1Z5 |
|----------------------------------|----------------|------------------------|

| | |
|----------------------------------|------------------------------------|
| Telephone Number 705-949-1221 | Email Address joeruscio@jrpc.ca |
|----------------------------------|------------------------------------|

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.

Matthew Shoemaker
Reports

Individuals \$100 and Over for Contribution

| DONOR | AMOUNT |
|---------------------|-------------|
| Kevin Bernardo | \$ 100.00 |
| Maria Coccimiglio | \$ 103.30 |
| Eugene Correale | \$ 206.28 |
| Rosa Correale | \$ 206.28 |
| Orlando Rosa | \$ 1,200.00 |
| Steven Shoemaker | \$ 1,200.00 |
| Dennis Tatasciore | \$ 1,200.00 |
| Emily Coccimiglio | \$ 100.00 |
| J Paul R Cassan | \$ 1,200.00 |
| Jim Liguori | \$ 50.00 |
| Marc Capancioni | \$ 515.24 |
| James Caicco | \$ 1,200.00 |
| Gordon Acton | \$ 1,200.00 |
| Sam Biasucci | \$ 1,200.00 |
| Anna Biasucci | \$ 1,200.00 |
| Joey Biasucci | \$ 1,200.00 |
| LRJ Barbarie | \$ 50.00 |
| Carlo Gervasi | \$ 1,200.00 |
| Nuala Kenny | \$ 103.30 |
| Carlo Biasucci | \$ 1,200.00 |
| Orlando Coccimiglio | \$ 100.00 |
| Mark Lajambe | \$ 750.00 |
| Terry Kelly | \$ 515.24 |
| David Wrona | \$ 500.00 |
| Jean Bright | \$ 309.27 |
| Paul Skeggs | \$ 250.00 |
| John Paul Paciocco | \$ 250.00 |
| john martella | \$ 1,200.00 |
| Terrence McCoy | \$ 515.24 |
| Joe Wright | \$ 1,200.00 |
| Justin Furano | \$ 1,030.18 |
| Kent Floreani | \$ 200.00 |
| Mauro Vallecorsa | \$ 103.30 |
| Christopher Rollin | \$ 103.30 |
| Leni Mazzuca | \$ 103.30 |
| Jeff Tuckett | \$ 20.00 |
| Jason Naccarato | \$ 1,000.00 |
| Mark Palombi | \$ 500.00 |
| Brandon Stubbs | \$ 1,030.18 |
| Mike Gallivan | \$ 200.00 |
| Dan Nogalo | \$ 250.00 |
| Brad Gregorini | \$ 1,000.00 |
| Bud Jones | \$ 206.28 |
| Patty Sutton | \$ 103.30 |
| Michael McNally | \$ 1,200.00 |
| Daniel Fremlin | \$ 1,200.00 |
| Jenna Shoemaker | \$ 100.00 |
| Chris Tossell | \$ 100.00 |
| Rico Briglio | \$ 500.00 |
| Joseph Ruscio | \$ 1,000.00 |
| Jennifer Edgar | \$ 200.00 |
| David Ruscio | \$ 1,000.00 |
| martin pochtaruk | \$ 257.78 |
| Nadia Shoemaker | \$ 500.00 |
| Ryan Rocchetta | \$ 1,000.00 |
| Don Ford | \$ 206.28 |
| Peter Mitchell | \$ 103.30 |
| Albert Giommi | \$ 1,200.00 |
| Laura Disano | \$ 1,200.00 |
| Bill Siddall | \$ 500.00 |
| Roseanne DelBianco | \$ 100.00 |
| John Paul Ventrella | \$ 412.26 |
| Roseanne DelBianco | \$ 103.30 |
| Mary Harrison | \$ 77.55 |
| art tombari | \$ 100.00 |
| Steve McGuire | \$ 103.30 |
| Tony Porco | \$ 1,200.00 |
| julie turcotte | \$ 1,000.00 |

| | | |
|-------------------------|----|----------|
| John Hollingsworth | \$ | 500.00 |
| Robert Cohen | \$ | 725.00 |
| Steven Toppan | \$ | 1,200.00 |
| Peter Feifel | \$ | 1,200.00 |
| Susan Myers | \$ | 100.00 |
| Cecilia Bruno | \$ | 309.27 |
| Brian Gualazzi | \$ | 430.00 |
| Joe Greco | \$ | 1,200.00 |
| Isaiah Bressan | \$ | 350.00 |
| Hugh MacDonald | \$ | 400.00 |
| Frank D'Addetta | \$ | 1,000.00 |
| Greg & Franca Shoemaker | \$ | 500.00 |
| John Sebecic | \$ | 100.00 |
| Michael Sebecic | \$ | 500.00 |
| Wayne Mosher | \$ | 500.00 |
| Maria Rino | \$ | 500.00 |
| Matthew Shoemaker | \$ | 500.00 |
| Francine Floreani | \$ | 500.00 |
| Frank Shunock | \$ | 1,200.00 |
| Nicole Shoemaker | \$ | 400.00 |
| Peter Bortolussi | \$ | 1,200.00 |
| Jordan Rochetta | \$ | 750.00 |
| Joe Bisceglia | \$ | 500.00 |
| Claudia Daniels | \$ | 500.00 |
| Brian DeLorenzi | \$ | 500.00 |
| Matthew Shoemaker | \$ | 18.06 |