INDEPENDENT AUDITOR’S REPORT

To the City Clerk of the Town of Wasaga Beach:

Report on the Financial Statements

We have audited the accompanying form 4 financial statements of Brian F. Smith 2014 Municipal Campaign which comprise the statement of campaign income and expenses, the calculation of surplus or deficit, schedule 1 - contributions and schedule 2 - fundraising events and activities for the period from January 17, 2014 to December 31, 2014. The form 4 financial statements have been prepared by the candidate based on the financial reporting provisions of section 78 of the Municipal Elections Act.

The Candidate’s Responsibility for the Financial Statements

The candidate is responsible for the preparation and fair presentation of the form 4 financial statements in accordance with section 78 of the Municipal Elections Act, and for such internal control as the candidate determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on these form 4 financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the form 4 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the form 4 financial statements. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the form 4 financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the campaign’s preparation and fair presentation of the form 4 financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the candidate, as well as evaluating the overall presentation of the form 4 financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion.

Basis for Qualified Opinion

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, our verification of these transactions was limited to the amounts recorded in the accounting records of the candidate, and we were not able to determine whether any adjustments might be necessary to income and expenses, and surplus/deficit.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the form 4 financial statements of Brian F. Smith 2014 Municipal Campaign as at December 31, 2014 are presented fairly, in all material respects, in accordance with section 78 of the Municipal Elections Act.

Basis of Accounting and Restriction on Distribution and Use

The form 4 financial statements are prepared to assist the candidate to meet the requirements of section 78 of the Municipal Elections Act, 1996. As a result, the form 4 financial statements may not be suitable for another purpose. Our report is intended solely for the candidate and the Ministry of Municipal Affairs and Housing and should not be distributed to or used by parties other than the candidate and the Ministry of Municipal Affairs and Housing.

Collins Barrow SGB LLP

COLLINS BARROW SGB LLP
LICENSED PUBLIC ACCOUNTANTS
Owen Sound, Ontario
March 25, 2015
Instructions:
All candidates must complete Boxes A and B. Candidates who receive contributions or incur expenses beyond the nomination fee 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 his or her spouse) shall be paid immediately over to the clerk who was responsible for the conduct of the election.

For the campaign period from (day candidate filed nomination) 2014 01 17 to 2014 12 31

✓ Primary filing reflecting finances to December 31 (or 45th day after voting day in a by-election)
✓ Supplementary filing including finances after December 31 (or 45th day after voting day in a by-election)

Box A: Name of Candidate and Office
Candidate's name as shown on the ballot
Last Name Smith
Given Name(s) Brian F.
Name of office for which the candidate sought election Mayor
Ward name or no. (if any)
Name of Municipality Wasaga Beach
Spending limit issued by clerk $ 24,635.15

☐ I did not accept any contributions or incur any expenses other than the nomination fee. (Complete Box A and B only)

Box B: Declaration
I, ____________________________, a candidate in the municipality of ____________________________, hereby declare that to the best of my knowledge and belief that these financial statements and attached supporting schedules are true and correct.

Declared before (clerk or commissioner)
in the ____________________________ on (yyyy/mm/dd) 2015/03/26.

Signature of Clerk or Commissioner ____________________________

Date Filed in the Clerk's Office (yyyy/mm/dd) 2015/03/26

Signature of Candidate ____________________________

TWYLA DAWN NICHOLSON, a Commissioner, etc.,
Town Clerk, for the Corporation of the
Town of Wasaga Beach, County of Simcoe
**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) + $ 31,237.17
Refund of nomination filing fee + $ 200.00
Sign deposit refund + $ 100.00
Revenue from fund-raising events not deemed a contribution (From Part III of Schedule 2) + $ 3,670.00
Interest earned by campaign bank account + $ 

Other (provide full details)

1. 
2. 
3. 

Total Campaign Income (Do not include loan) = $ 35,207.17 C1

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

**Expenses subject to spending limit**
Nomination filing fee + $ 200.00
Inventory from previous campaign used in this campaign (list details in Table 5 of Schedule 1) + $ 
Advertising + $ 5,400.64
Brochures/flyers + $ 4,628.25
Signs (including sign deposit) + $ 7,546.11
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 + $ 27.35
Interest charged on loan until voting day + $ 

Other (provide full details)

1. Website + $ 750.00
2. Main Street Tech + $ 5,311.00
3. 

Total Expenses subject to spending limit = $ 23,863.35 C2

**Expenses not subject to spending limit**
Accounting and audit + $ 1,017.00
Cost of fund-raising events/activities (list details in Part IV of Schedule 2) + $ 13,041.93
Voting day party/appreciation notices + $ 1,266.97
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 + $ 21.11
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. 

Other (provide full details)

1. 
2. 
3. 

Total Expenses not subject to spending limit = $ 15,347.01 C3

Total Campaign Expenses (C2 + C3) = $ 39,210.36 C4

9503P (2013/11)
Box D: Calculation of Surplus or Deficit

Excess (deficiency) of income over expenses (Income – Total Expenses)  
(C1 – C4)  

+ $ -4,003.19 D1

Eligible deficit carried forward by the candidate from the last election  

− $ D2

Total (D1 – D2)  

= $ -4,003.19

If there is a surplus, deduct any refund of candidate's or spouse's contributions to the campaign  

− $ D3

Surplus (or deficit) for the campaign  

= $ -4,003.19

If line D3 shows a surplus, the amount must be paid in trust, at the time the financial statements are filed, to the municipal clerk who was responsible for the conduct of the election.

Wasaga Beach

Amount of $ ___________________ paid to municipal clerk in the municipality of ________________________________.
Schedule 1 - Contributions

Part I – Summary of Contributions

Contribution from candidate (include the value of inventory listed in Table 5)
+ $ 15,710.00
Contribution from spouse
+ $ 

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).
+ $ 8,150.00

Total value of contributions exceeding $100 per contributor (from line 1B; list details
in Tables 1 – 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).
+ $ 7,377.17

Less: Contributions returned or payable to the contributor
- $ 

Contributions paid or payable to the clerk, including contributions from
anonymous sources exceeding $10
- $ 

Total Amount of Contributions (Record in Box C)
= $ 31,237.17 1A

Part II – List of Contributions from Each Single Contributor Totalling more than $100
Table 1: Monetary contributions from individuals other than candidate or spouse

<table>
<thead>
<tr>
<th>Name</th>
<th>Full Address</th>
<th>Amount $</th>
</tr>
</thead>
<tbody>
<tr>
<td>Alex Smardenka</td>
<td>23 Wally Drive, Wasaga Beach, ON L9Z 0E4</td>
<td>750.00</td>
</tr>
<tr>
<td>Victor Miller</td>
<td>31 Woodland Drive, Wasaga Beach, ON L9Z 2V5</td>
<td>750.00</td>
</tr>
<tr>
<td>Robert Thompson</td>
<td>30 Oaklea Blvd, Wasaga Beach, ON L9Z 2V1</td>
<td>150.00</td>
</tr>
<tr>
<td>Ian Vicent</td>
<td>72 29th Street North, Wasaga Beach, ON L9Z 2E1</td>
<td>200.00</td>
</tr>
<tr>
<td>Name</td>
<td>Full Address</td>
<td>President or Business Manager</td>
</tr>
<tr>
<td>-----------------------</td>
<td>---------------------------------------</td>
<td>-------------------------------------</td>
</tr>
<tr>
<td>JJBG Holdings</td>
<td>281 First Street, Collingwood, ON L9Y 1B2</td>
<td>Janet Trude</td>
</tr>
<tr>
<td>1167915 Ontario Inc.</td>
<td>1420 Midway Blvd, Mississauga, ON, L9Z 2J8</td>
<td>Barbara and Drew McKennan</td>
</tr>
<tr>
<td>Wasaga River Docks</td>
<td>361 Mosley Street, Wasaga Beach, ON L9Z 2J8</td>
<td>Richard Marcolini</td>
</tr>
<tr>
<td>Andersons' Edgewater</td>
<td>72 Main Street, Wasaga Beach, ON L9Z 2K9</td>
<td>Jamie and Shirley Anderson</td>
</tr>
</tbody>
</table>

Table 3: Contributions in goods or services from individuals other than candidate or spouse
(Note: must also be recorded as expenses in Box C)

<table>
<thead>
<tr>
<th>Name</th>
<th>Full Address</th>
<th>Description of Goods or Services</th>
<th>Value $</th>
</tr>
</thead>
</table>

Total 1,850.00

Total 2,500.00
<table>
<thead>
<tr>
<th>Name</th>
<th>Full Address</th>
<th>Description of Goods or Services</th>
<th>Value $</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rick Siep</td>
<td>66 River Avenue, Ctt's, WASAGA BEAC</td>
<td>Signs/Equipment</td>
<td>552.17</td>
</tr>
<tr>
<td>Kevin Deabreau</td>
<td>41 BRIDGESWOOD CRES, WASAGA BEAC</td>
<td>Bar Fridge</td>
<td>400.00</td>
</tr>
<tr>
<td>Vincent Miller</td>
<td>191 Dyer Dr, WASAGA BEAC</td>
<td>Painting</td>
<td>650.00</td>
</tr>
<tr>
<td>Rocco Socco</td>
<td>22 Law Crescent, Richmond Hill, ON, L4C 5K8</td>
<td>Silent Auction items</td>
<td>675.00</td>
</tr>
</tbody>
</table>

☐ Additional information is listed on separate supplementary attachment

Total 2,277.17
### Table 4: Contributions in goods or services from corporations or unions (Note: must also be recorded as expenses in Box C)

<table>
<thead>
<tr>
<th>Name of Corporation (Legal and Carrying on Business As)</th>
<th>Full Address</th>
<th>President or Business Manager</th>
<th>Authorized Representative</th>
<th>Description of Goods or Services</th>
<th>Value $</th>
</tr>
</thead>
<tbody>
<tr>
<td>Georgian Bay Select</td>
<td>Wasaga Beach</td>
<td>Dave and Laura Snell</td>
<td></td>
<td>Website</td>
<td>750.00</td>
</tr>
</tbody>
</table>

Additional information is listed on separate supplementary attachment

Total 750.00

**Total Part II Contributions (Add Totals from Tables 1–4) (Record in Part I – Summary)**

$ 7,377.17

---

### Part III – Inventory

Table 5: Inventory of Campaign Goods and Materials from Previous Campaign used in this Campaign
(Note: value must be recorded as a contribution from the candidate and as an expense)

<table>
<thead>
<tr>
<th>Description</th>
<th>Date Acquired (yyyy/mm/dd)</th>
<th>Supplier</th>
<th>Current Market Value $</th>
<th>Quantity</th>
<th>Total Value $</th>
</tr>
</thead>
</table>

---

9503P (2013/11)
<table>
<thead>
<tr>
<th>Description</th>
<th>Date Acquired (yyyy/mm/dd)</th>
<th>Supplier</th>
<th>Current Market Value $</th>
<th>Quantity</th>
<th>Total Value $</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

☐ Additional information is listed on separate supplementary attachment

Total
Schedule 2 – Fundraising Events and Activities

Fundraising Event/Activity
Complete a separate schedule for each event or activity held

☑ Additional schedule(s) attached

Description of fundraising event/activity  Dance

Date of event/activity (yyyy/mm/dd)  2014/10/03

Part I – Ticket Revenue
Admission charge (per person)
(If there are a range of ticket prices, attach complete breakdown of all ticket sales)
Number of tickets sold
Total Ticket Revenue (2A X 2B) (Include in Schedule 1)

+ $ 25.00 2A
x 328 2B
= $ 8,200.00

Part II – Other revenue deemed a contribution
(provide details (e.g. revenue from goods sold in excess of fair market value))

1. In Kind contributions <100  + $ 125.00
2. In Kind Contributions - items for silent auction  + $ 2,435.00
3. 
4. 
5. 
Total Part II Revenue (include in Schedule 1)

= $ 2,560.00

Part III – Other revenue not deemed a contribution
(provide details (e.g. contributions of $10 or less; market value of goods or services sold))

1. Silent auction item revenue sold for less than market value  + $ 1,381.00
2. Bar sales (sold at market value)  + $ 2,289.00
3. 
4. 
5. 
Total Part III Revenue (include in Box C)

= $ 3,670.00

Part IV – Expenses related to fundraising event or activity (provide details)

1. See Page 11 for a breakdown  + $ 13,041.93
2. 
3. 
4. 
5. 
6. 
7. 
8. 
Total Part IV Expenses (include in Box C)

= $ 13,041.93
Auditor's Report
Municipal Elections Act, 1996 (Section 78)

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
Owen Sound

Date (yyyy/mm/dd)
2014/03/25

Contact Information

<table>
<thead>
<tr>
<th>Last Name</th>
<th>First Name</th>
<th>Licence Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Kreutzweiser</td>
<td>Kristine</td>
<td>1-17896</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Address</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Suite/Unit No.</td>
<td>Street No.</td>
<td>Street Name</td>
</tr>
<tr>
<td>201</td>
<td>3rd</td>
<td>Avenue East</td>
</tr>
<tr>
<td>City/Town</td>
<td>Province</td>
<td>Postal Code</td>
</tr>
<tr>
<td>Owen Sound</td>
<td>ON</td>
<td>N4K 5P7</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Telephone No. (including area code)</th>
<th>Fax No.</th>
<th>Email Address</th>
</tr>
</thead>
<tbody>
<tr>
<td>519 376-5850 ext.</td>
<td></td>
<td><a href="mailto:kgkreutzweiser@collinsbarrow.com">kgkreutzweiser@collinsbarrow.com</a></td>
</tr>
</tbody>
</table>

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 78 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.
<table>
<thead>
<tr>
<th>Expense</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Band</td>
<td>3,600.00</td>
</tr>
<tr>
<td>Canada Ticket Printing</td>
<td>63.51</td>
</tr>
<tr>
<td>Hall Rental</td>
<td>1,292.02</td>
</tr>
<tr>
<td>Insurance</td>
<td>367.36</td>
</tr>
<tr>
<td>Misc. Items</td>
<td>108.23</td>
</tr>
<tr>
<td>Alcohol</td>
<td>1,788.06</td>
</tr>
<tr>
<td>Radio Advertising</td>
<td>762.75</td>
</tr>
<tr>
<td>In Kind Contributions - silent auction items</td>
<td>2,435.00</td>
</tr>
<tr>
<td>Catering</td>
<td>2,500.00</td>
</tr>
<tr>
<td>In Kind Contributions &lt; 100 per</td>
<td>125.00</td>
</tr>
<tr>
<td></td>
<td>13,041.93</td>
</tr>
</tbody>
</table>