

**Financial Statement - Auditor's Report
Candidate - Form 4**
Municipal Elections Act, 1996 (Section 88.25)
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 paid immediately over to the clerk who is responsible for the conduct of the election.

	YYYY	MM	DD		YYYY	MM	DD						
For the campaign period from (day candidate filed nomination)	2	0	1	8	to	2	0	1	8	1	2	3	1

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

 Supplementary filing including finances after December 31 (or 45 days after voting day in a by-election)

Box A: Name of Candidate and Office

Candidate's name as shown on the ballot

Last Name or Single Name

Merulla

Given Name(s)

Sam

Office for which the candidate sought election

Councillor

Ward name or no. (if any)

Ward 4

Municipality

Hamilton

Spending Limit - General

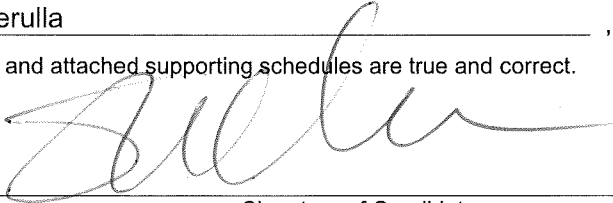
\$ 27,383.90

Spending Limit - Parties and Other Expressions of Appreciation

\$ 2,738.39

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

I, Sam Merulla, 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

2019/03/26

Date (yyyy/mm/dd)

Date Filed (yyyy/mm/dd)

2019/03/26

Time Filed

10:30 AM

Initial of Candidate or Agent (if filed in person)



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)	+ \$	31,006.62
Revenue from items \$25 or less	+ \$	0
Sign deposit refund	+ \$	0
Revenue from fundraising events not deemed a contribution (from Part III of Schedule 2)	+ \$	0
Interest earned by campaign bank account	+ \$	0
Other (provide full details)		
1. _____	+ \$	
2. _____	+ \$	
3. _____	+ \$	
4. _____	+ \$	
5. _____	+ \$	
Total Campaign Income (Do not include loan)	= \$	31,006.62 c1

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

Expenses subject to general spending limit

Inventory from previous campaign used in this campaign (list details in Table 4 of Schedule 1)	+ \$	144.50
Advertising	+ \$	
Brochures/flyers	+ \$	13,143.91
Signs (including sign deposit)	+ \$	5,805.94
Meetings hosted	+ \$	387.69
Office expenses incurred until voting day	+ \$	3,239.06
Phone and/or internet expenses incurred until voting day	+ \$	271.02
Salaries, benefits, honoraria, professional fees incurred until voting day	+ \$	
Bank charges incurred until voting day	+ \$	41.00
Interest charged on loan until voting day	+ \$	
Other (provide full details)		
1. Direct calls to voters	+ \$	3,390.00
2. _____	+ \$	
3. _____	+ \$	
4. _____	+ \$	
5. _____	+ \$	
Total Expenses subject to general spending limit	= \$	26,423.12 c2

EXPENSES

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

1. Election night party	+ \$	2,700.00
2. _____	+ \$	
3. _____	+ \$	
4. _____	+ \$	
5. _____	+ \$	
Total Expenses subject to spending limit for parties and other expressions of appreciation	= \$	2,700.00 c3

Expenses not subject to spending limits

Accounting and audit	+ \$	1,073.50	
Cost of fundraising events/activities (list details in Part IV of Schedule 2)	+ \$		
Office expenses incurred after voting day	+ \$	66.09	
Phone and/or internet expenses incurred after voting day	+ \$		
Salaries, benefits, honoraria, professional fees incurred after voting day	+ \$	375.00	
Bank charges incurred after voting day	+ \$	100.05	
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	= \$	1,614.64	C4

Total Campaign Expenses (C2 + C3 + C4) = \$ 30,737.76 **C5**

Box D: Calculation of Surplus or Deficit

Excess (deficiency) of income over expenses (Income minus Total Expenses) (C1 – C5)	+ \$	268.86	D1
Eligible deficit carried forward by the candidate from the last election (applies to 2018 regular election only)	- \$	0	D2
Total (D1 – D2)	= \$	268.86	
If there is a surplus, deduct any refund of candidate's or spouse's contributions to the campaign	- \$		
Surplus (or deficit) for the campaign	= \$	268.86	D3

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 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 3 and Table 4)	+ \$	556.62
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).	\$	100.00
Total value of contributions exceeding \$100 per contributor (from line 1B on page 5; list details in Table 1 and Table 2)		
• 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).	\$	30,350.00
Less: Contributions returned 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)	= \$	31,006.62 1A

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

Table 1: Monetary contributions from individuals other than candidate or spouse

Name	Full Address	Date Received	Amount Received \$	Amount \$ Returned to Contributor or Paid to Clerk
See attachment.			30,350.00	
Total			30,350.00	

Additional information is listed on separate supplementary attachment

Description of Goods or Services	Date Received (yyyy/mm/dd)	Value \$
Description of Goods or Services	Date Received (yyyy/mm/dd)	Value \$
Description of Goods or Services	Date Received (yyyy/mm/dd)	Value \$
Description of Goods or Services	Date Received (yyyy/mm/dd)	Value \$
Food for meetings	2018/09/08	11.30
Food for meetings	2018/09/19	32.25
Food for meetings	2018/09/25	9.65
Food for meetings	2018/09/26	14.45
Food for meetings	2018/09/27	8.10
Food for meetings	2018/09/29	67.60
Food for meetings	2018/09/30	10.80
Food for meetings	2018/10/01	11.70
Food for meetings	2018/10/02	12.20
Food for meetings	2018/10/03	13.00
Food for meetings	2018/10/06	34.79
Food for meetings	2018/10/11	18.50
Food for meetings	2018/10/13	13.00
Food for meetings	2018/10/13	9.05
Food for meetings	2018/10/14	23.00
Food for meetings	2018/10/16	13.00
Food for meetings	2018/10/17	16.20
Food for meetings	2018/10/21	48.10
Food for meetings	2018/10/21	24.43

Description of Goods or Services	Date Received (yyyy/mm/dd)	Value \$
Food for meetings	2018/10/21	21.00
<input type="checkbox"/> Additional information is listed on separate supplementary attachment	Total	412.12

Table 4: 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 \$
Description	Date Acquired (yyyy/mm/dd)	Supplier	Quantity	Current Market Value \$
Description	Date Acquired (yyyy/mm/dd)	Supplier	Quantity	Current Market Value \$
Description	Date Acquired (yyyy/mm/dd)	Supplier	Quantity	Current Market Value \$
Description	Date Acquired (yyyy/mm/dd)	Supplier	Quantity	Current Market Value \$
Signs (current price per sign - \$2.89)	2014/10/13	Lakefront Graphix Technology	50	144.50

Additional information is listed on separate supplementary attachment

Total

144.50

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 _____

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

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

	\$	0	2A	
X		_____	2B	
				= \$
				<u>0</u>

Total Part I (2A X 2B) (include in Part 1 of Schedule 1)

Part II – Other revenue deemed a contribution

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

Provide details

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

Total Part II (include in Part 1 of Schedule 1)

= \$ _____

Part III – Other revenue not deemed a contribution

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

Provide details

- | | | | | |
|----|-------|---|----|-------|
| 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. | _____ | + | \$ | _____ |
| 6. | _____ | + | \$ | _____ |
| 7. | _____ | + | \$ | _____ |
| 8. | _____ | + | \$ | _____ |

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

Hamilton

Date (yyyy/mm/dd)

2019-02-11

Contact Information

Last Name or Single Name

Pettinelli

Given Name(s)

Gene

Licence Number

8963

Address

Suite/Unit No.

6th Fl

Street No.

One

Street Name

James Street South

Municipality

Hamilton

Province

Ontario

Postal Code

L8P 4R5

Telephone No. (including area code)

905 522-6555

Email Address

genep@petmas.ca

The report must be done in accordance with generally accepted auditing standards and must:

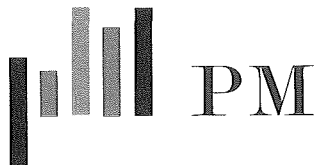
- set out the scope of the examination
- provide an opinion as to the completeness and accuracy of the financial statement and whether it is free of material misstatement

 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.

MONETARY CONTRIBUTIONS FROM INDIVIDUALS OTHER THAN THE CANDIDATE OR THE CANDIDATE'S SPOUSE TOTALING MORE THAN \$100

Name	Address	Date Received	Amount	Amount Returned To Contributor Or Paid To Clerk
Derek Morgan	522 Dundurn Street South, Hamilton, ON, L8P 4L9	August 4, 2018	1,200.00	0.00
Darivoj Vranich	1301 Greeneagle Drive, Oakville, ON, L6M 2M9	August 3, 2018	1,200.00	0.00
Dino Tomassetti	87 Tollgate Drive, Ancaster, ON, L9G 5E1	August 23, 2018	1,200.00	0.00
Frank Spallacci	10 Corinaldo Drive, Hamilton, ON, L8W 3J7	August 23, 2018	1,200.00	0.00
Louisa Spallacci	27 Rousseaux Street, Ancaster, ON, L9G 2W5	August 23, 2018	1,200.00	0.00
Anna Gabriel	108 Murray Street East, Hamilton, ON, L8L 3G4	August 23, 2018	750.00	0.00
Sandra Sergio	14 Como Place, Hamilton, ON, L9B 2W5	August 23, 2018	1,000.00	0.00
Dominic Musitano	14 Como Place, Hamilton, ON, L9B 2W5	August 23, 2018	1,000.00	0.00
Loren Spallacci	63 Rousseaux Street, Ancaster, ON, L9G 2W6	August 23, 2018	1,200.00	0.00
Adrian Spallacci	63 Rousseaux Street, Ancaster, ON, L9G 2W6	August 23, 2018	1,200.00	0.00
Rudi Spallacci	338 Mountain Brow Boulevard, Hamilton, ON, L8T 1A6	August 23, 2018	1,200.00	0.00
Giovanni Fiscoletti	23 Summervind Drive, Hamilton, ON, L9B 0E5	August 23, 2018	1,200.00	0.00
Sergio Manchia	94 Rousseaux Street, Ancaster, ON, L9G 3M1	September 9, 2018	500.00	0.00
Angela Manchia	94 Rousseaux Street, Ancaster, ON, L9G 3M1	September 9, 2018	500.00	0.00
Sacha Aide	5122 Blue Spruce Avenue, Burlington, ON, L7L 6G7	September 9, 2018	1,000.00	0.00
Matthew Johnston	77 Mansfield Drive, Ancaster, ON, L9G 1M6	September 9, 2018	500.00	0.00
Riccardo Persi	35 Elmhurst Drive, Hamilton, ON, L8T 1C5	September 10, 2018	500.00	0.00
Avrom Marr	88 Davenport Road, Suite 1104, Toronto, ON, M5R 0A5	September 10, 2018	500.00	0.00
Jagtar Chahal	77 Falcon Road, Stoney Creek, ON, L8E 0E3	September 12, 2018	500.00	0.00
Ronald Vankleef	52 Toulon Avenue, Ancaster, ON, L9K 0E6	September 12, 2018	1,200.00	0.00
John Lewis	126 Dalewood Crescent, Hamilton, ON, L8S 4B7	September 12, 2018	500.00	0.00
Adam Hulley	629 Woodland Avenue, Burlington, ON, L7R 2S6	September 12, 2018	1,200.00	0.00
John Kemp	1382 Winterberry Drive, Burlington, ON, L7P 4T6	September 15, 2018	750.00	0.00
Liansi Tan	29 Springview Drive, Brampton, ON, L6X 4M3	September 15, 2018	300.00	0.00
Anthony Locane	8418 Twenty Road East, Hamilton, ON, L9B 1H8	September 6, 2018	250.00	0.00
Michael Macaluso	25 Edgehill Drive, Hamilton, ON, L9B 0A8	September 19, 2018	250.00	0.00
Carla Macaluso	161 Kellogg Avenue SS 5, Mount Hope, ON, L0R 1W0	September 19, 2018	250.00	0.00
Gabe Macaluso	50 Elodia Court, Hamilton, ON, L9C 7R2	September 19, 2018	500.00	0.00
Clement Chan	39 Giffin Road, Dundas, ON, L9H 7N5	September 21, 2018	600.00	0.00
John Lecluse	201 Langford Church Road, Brantford, ON, N3T 5L4	September 21, 2018	600.00	0.00
Ralph Pagliuso	50 McGregor Crescent, Ancaster, ON, L9G 1B4	September 26, 2018	300.00	0.00
Joseph Mancinelli	3 Mountain Park Avenue, Hamilton, ON, L9A 1A1	September 26, 2018	500.00	0.00
Douglas Burns	14 Peppertree Crescent, Ancaster, ON, L9G 4L8	September 25, 2018	1,200.00	0.00
Tedoro Valeri	55 Balfour Drive, Hamilton, ON, L9C 7A5	September 25, 2018	750.00	0.00
Paul Valeri	261 Golf Links Road, Ancaster, ON, L9G 2N5	September 25, 2018	750.00	0.00
Anthony Valeri	41 Balfour Drive, Hamilton, ON, L9C 7A5	September 25, 2018	750.00	0.00
Sam Mercanti	17 Lakeview Drive, Stoney Creek, ON, L8E 5A5	September 27, 2018	250.00	0.00
Matthew Firmi	6320 English Church Road, Mount Hope, ON, L0R 1W0	September 28, 2018	200.00	0.00
Gabriele Desantis	10 Lorado Drive, Stoney Creek, ON, L8E 5Z6	September 30, 2018	500.00	0.00
Dave Valvasori	7 Roelfson Drive, Ancaster, ON, L9K 1P1	October 1, 2018	500.00	0.00
Michael Valvasori	7049 Twenty Road East, Hannon, ON, L0R 1P0	October 1, 2018	500.00	0.00
Vince Agro	132 Jackson Street East, Hamilton, ON, L8N 1L3	October 5, 2018	200.00	0.00
			<u>30,350.00</u>	<u>0.00</u>



February 8, 2019

Independent Auditor's Report

To Sam Merulla, Candidate and Janet Pilon, City Clerk,

We have audited the accompanying campaign period financial statements ("the financial statements") of Sam Merulla ("the Candidate"), which comprise the statement of campaign income and expenses, calculation of surplus or deficit and all related schedules for the period May 3, 2018 to December 31, 2018. The financial statements have been prepared by the Candidate in accordance with the Municipal Elections Act, 1996 ("the Act").

Candidate's Responsibility for the Financial Statements

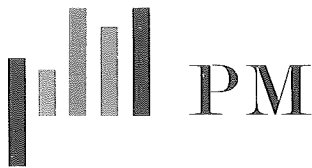
The Candidate is responsible for the preparation and fair presentation of the financial statements in accordance with the Act and for such internal control as the Candidate determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due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

Auditor's Responsibility

Our responsibility is to express an opinion on the 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 financial statements are free from material misstatement.

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

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



Independent Auditor's Report, continued

Basis for Qualified Opinion

Due to the nature of the types of transactions inherent in an election campaign, the completeness of campaign income and expenses is not susceptible to satisfactory audit verification. Accordingly, our verification of campaign income and expenses 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 the statement of campaign income and expenses, calculation of surplus or deficit and all related schedules for the period May 3, 2018 to December 31, 2018.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the campaign income and expenses and surplus for the period May 3, 2018 to December 31, 2018 in accordance with the Act.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to the Note to the financial statements, which describes the basis of accounting. The financial statements have been prepared to assist the Candidate to meet the requirements of the Act. As a result, the financial statements may not be suitable for another purpose. Our Report is intended solely for the use of the Candidate and the municipality of Hamilton and should not be distributed to parties other than the Candidate and the municipality of Hamilton.

Chartered Accountants
Licensed Public Accountants

Hamilton, Ontario

Note to Financial Statements

The campaign period financial statements ("the financial statements") have been prepared in accordance with the Election Campaign Finances provisions contained in the Municipal Elections Act, 1996 ("the Act").

The financial statements have been prepared to assist Sam Merulla ("the Candidate") to meet the requirements of the Act. The financial statements are intended solely for the use of the Candidate and the municipality of Hamilton. As a result, the financial statements may not be suitable for another purpose.