

ANDRAS ADAIKKALAM
CANDIDATE FOR COUNCILLOR IN THE CITY OF AJAX
FINANCIAL STATEMENT (FORM 4)
ELECTION HELD ON OCTOBER 24, 2022
PERIOD ENDED DECEMBER 31, 2022

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INDEPENDENT AUDITOR'S REPORT

To Andras Adaikkalam, candidate for Councillor in the City of Ajax, and to the City Clerk of Ajax.

Opinion

We have audited the accompanying financial statement (Form 4) of Andras Adaikkalam, candidate for Councillor in the City of Ajax at Municipal election held on October 24, 2022, which comprise of the statement of campaign income and expenses, the statement of the calculation of surplus or deficit, schedule 1 – contribution and schedule 2 – fundraising events and activities for campaign period ended December 31, 2022 and summary of significant accounting policies and other explanatory information. The financial statements have been prepared by the Candidate based on financial reporting provisions of the Municipal Elections Act, 1996 and guidance issued by Ministry of Municipal Affairs.

In our opinion, the accompanying financial statements present fairly, in all material respects, the contributions and expenses of Andras Adaikkalam for the campaign period ending December 31, 2022 in accordance with the financial reporting provisions of the Municipal Elections Act, 1996 and guidance issued by Ministry of Municipal Affairs.

Basis for Opinion

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 candidate in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis of Accounting and Restriction on Use

Without modifying our opinion, we draw attention to the Notes to the financial statements, which describe the basis of accounting. These financial statements are prepared to assist the Candidate to meet the requirements of the Municipal Election Act, 1996 and guidance issued by Ministry of Municipal Affairs. As a result, these financial statements may not be suitable for another purpose.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addresses in the context of our audit of the financial statements as a whole and, in forming our opinion thereon, we do not provide a separate opinion on these matters.

Key audit matters for the financial statements of the current period are as follows:

Ineligible Contributions:

Description

Refer to 2022 Candidates' guide for Ontario municipal council and school board elections, ineligible contributions should be returned or paid to the clerk if the contribution is:

- Made outside campaign period
- From an anonymous source (except for donations of \$25 or less at a fundraising event)
- From ineligible source (e.g. someone who does not live in Ontario, a corporation, etc.)
- Greater than the individual \$1,200 limit
- A cash contribution greater than \$25
- From funds that do not belong to the contributor who gave them to you.

How our audit addressed the matter

We performed the following audit procedure on the above key audit matter:

- a) We selected samples from contributions to vouch the supporting documents – deposit records, copies of cheques received and other documents to verify the contributors.
- b) Tested on total cash receipts and compare to total bank transactions and the eligibility criteria.

Campaign Expenses Subject to the Spending Limit

Description

The clerk provides the general spending limit and spending limit for parties and expressions of appreciation for the campaign. If the campaign is convicted of exceeding the spending limit, there may be fines and penalties.

How our audit addressed the matter

We performed the following audit procedure on the above key audit matter:

- a) We selected samples from expenses to vouch the invoice to verify their nature and assess if they are recorded in the correct categories – expenses subject to general spending limit, spending limit for parties and other expressions of appreciation or expenses not subject to spending limits.

Responsibility of Candidate for the Financial Statements

The Candidate is responsible for the preparation and fair representation of these financial statements in accordance with the financial reporting provisions of the Municipal Elections Act, 1996 and the guidance by the Ministry of Municipal Affairs and for such internal control as 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 for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are 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. 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 or user taken on the basis of these financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks or material misstatements of the Financial Statements whether due to fraud or error, design and perform audit procedure 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 procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the candidate.
- Conclude on the appropriateness of the candidate's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the candidate 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 the audit.

Val Purushothaman CPA Forensic Corporation

Toronto, Canada
March 10, 2023

Val Purushothaman, MFAcc, CPA, CA, CA-IFA, CFF
Chartered Professional Accountant, Licensed Public Accountant

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 | 3 1 |

 to

| | | |
|---------|-----|-----|
| YYYY | MM | DD |
| 2 0 2 2 | 1 2 | 3 1 |

- 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 Adaikkalam | Given Name(s) Andras |
|--|-------------------------|

| | |
|--|---|
| Office for Which the Candidate Sought Election Municipal Election | Ward Name or Number (if any) Ward #1 |
|--|---|

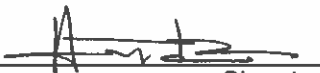
Municipality
Ajax

| | | |
|---|--|---|
| Spending Limit General \$ 30 454.10 | Parties and Other Expressions of Appreciation \$ 3 045.41 | Contribution Limit Contributions from Candidate and Spouse \$ 10 989.20 |
|---|--|---|



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

Box B: Declaration

I, Andras Adaikkalam, 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

March 13, 2023
Date (yyyy/mm/dd)

| | | | |
|---------------------------------------|-------------------------|---|--|
| Date Filed (yyyy/mm/dd) 2023/03/14 | Time Filed 10 15 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) | + \$ | 15,140.85 |
| 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)**= \$ 15,140.85 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 | + \$ | 3,104.55 |
| Brochures/flyers | + \$ | 4,191.42 |
| Signs (including sign deposit) | + \$ | 3,330.68 |
| Meetings hosted | + \$ | |
| Office expenses incurred until voting day | + \$ | 1,309.47 |
| Phone and/or internet expenses incurred until voting day | + \$ | 1,949.25 |
| Salaries, benefits, honoraria, professional fees incurred until voting day | + \$ | |
| Bank charges incurred until voting day | + \$ | 15.67 |
| Interest charged on loan until voting day | + \$ | |
| Other (provide full details) | | |
| 1. Election filing fee | + \$ | 100.00 |
| 2. | + \$ | |
| 3. | + \$ | |
| 4. | + \$ | |
| 5. | + \$ | |
| 6. | + \$ | |

Total Expenses subject to general spending limit**= \$ 14,001.04 C2****2. Expenses subject to spending limit for parties and other expressions of appreciation**

| | | |
|----|------|--|
| 1. | + \$ | |
|----|------|--|

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

3. Expenses not subject to spending limits

| | | | |
|---|-------|-------------|--------------------|
| Accounting and audit | | + \$ | 1,356.00 |
| Cost of fundraising events/activities (list details in Part IV of Schedule 2) | | + \$ | 370.49 |
| 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 | | + \$ | 25.25 |
| 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 | | = \$ | 1,751.74 C4 |

Total Campaign Expenses (C2 + C3 + C4) = \$ **15,752.78 C5**

Box D: Calculation of Surplus or Deficit

| | | | |
|---|--|-------------|-------------------|
| Excess (deficiency) of income over expenses (Income minus Total Expenses) (C1 – C5) | | + \$ | -611.93 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 | | = \$ | -611.93 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 | + | \$ | 6,140.85 |
| Contributions in goods and services from candidate and spouse (include value listed in Table 1 and Table 2) | + | \$ | _____ |
| 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). | + | \$ | 9,000.00 |
| 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) | = | \$ | 15,140.85 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 (\$) |
|--------------|-------------------------------|----------|----------|---------------------------|
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| Total | | | | |

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 (\$) |
|-------------------------------|--|----------------------------|----------------------|--|
| THURAIRAJAH, ANGELA | 7264 REESOR ROAD, MARKHAM, ON, L6B 1A8 | 2022/09/28 | 1,200.00 | |
| KRISHNAMOORTHY, JEYASANKER | 7264 REESOR ROAD, MARKHAM, ON, L6B 1A8 | 2022/09/28 | 1,200.00 | |
| KONESWARAN, RANJITH | 68 WANDERING TRAIL, SCARBOROUGH, ON, M1X 1J8 | 2022/10/02 | 1,000.00 | |
| PERINPANATHAN, MAUREEN | 376 MORRISH ROAD, SCARBOROUGH, ON, M1C 1G1 | 2022/10/02 | 1,000.00 | |
| KONESWARAN, SANJAY | 21 SPALL COURT, SCARBOROUGH, ON, M1C 0B1 | 2022/10/02 | 1,000.00 | |
| PEDAOVANA, ANTHONY MARY | 41 CARONIA SQUARE, SCARBOROUGH, ON, M1B 2Z9 | 2022/10/02 | 300.00 | |
| MARIYATHAS, PHILIPPUPILLAI | 153 FEATHERSTONE AVE, SCARBOROUGH, ON, L3S 3M7 | 2022/10/02 | 100.00 | |
| THURAIRAJAH, THUSHIYENTHAN | 7 ARTESIAN DRIVE, WHITBY, ON, L1P 1X7 | 2022/10/02 | 1,000.00 | |
| BHATIA, JAY | 41 SUGARBUSH SQUARE, SCARBOROUGH, ON, M1C 3M6 | 2022/10/02 | 1,200.00 | |
| THANIGASALAM, SIVAJITH | 26 MALTHOUSE CRESCENT, AJAX, ON, L1Z 0S1 | 2022/10/02 | 1,000.00 | |
| Total | | | 9,000.00 | |

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) \$ 9,000.00 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 BBQ

Date of event/activity (yyyy/mm/dd) 2022/10/02

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. | Memon Market | + \$ | 74.36 |
| 2. | Tim Hortons | + \$ | 33.37 |
| 3. | Costco | + \$ | 244.26 |
| 4. | Nofrills | + \$ | 18.50 |
| 5. | _____ | + \$ | _____ |

Total Part IV Expenses (include under Expenses in Box C) = \$ **370.49**

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

MFAcc, CPA, CA, CA-IFA, CFF

| | |
|-------------------------|---------------------------------|
| Municipality Toronto | Date (yyyy/mm/dd) 2023/03/10 |
|-------------------------|---------------------------------|

Contact Information

| | | |
|---|-----------------------------|----------------|
| Last Name or Single Name Purushothaman | Given Name(s) Vallipuram | Licence Number |
|---|-----------------------------|----------------|

| | | |
|--------------------------|---------------------|--------------------------------------|
| Address | | |
| Suite/Unit Number 204 | Street Number 10 | Street Name Milner Business Court |

| | | |
|-----------------------------|----------------|------------------------|
| Municipality Scarborough | Province ON | Postal Code M1B 3C6 |
|-----------------------------|----------------|------------------------|

| | |
|----------------------------------|-------------------------------|
| Telephone Number 647-629-9395 | Email Address val@valca.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.

ANDRAS ADAIKKALAM
NOTES TO ONTARIO MUNICIPAL CANDIDATE'S FINANCIAL STATEMENT

ELECTION HELD ON OCTOBER 24, 2022

1. BASIS OF ACCOUNTING

The Candidate's Financial Statement (Form 4) has been prepared in accordance with the financial reporting provisions of Municipal Elections Act, 1996 and 2022 Candidate's Guide for Ontario Municipal Council and School Board Elections issued by Ministry of Municipal Affairs.

The Financial Statement is prepared to assist the candidate to meet the requirements of the *Municipal Elections Act, 1996*. The Financial Statement is intended solely for the use of the candidate and the City Clerk. Accordingly, readers are cautioned that the Financial Statement may not be suitable for another purpose.