

UNMODIFIED

INDEPENDENT AUDITOR'S REPORT ON FORM 922, CANDIDATE'S FINANCIAL STATEMENTS AND SUPPORTING SCHEDULES

To **Doug Hamm**, official agent for **Kelvin Goertzen**,

Opinion

We have audited Form 922, Candidate's Financial Statements and Supporting Schedules, prepared in accordance with the accounting requirements of The Election Financing Act of Manitoba and Accounting Guide – Accounting For Purposes of The Election Financing Act issued by the Chief Electoral Officer, for the candidacy of **Kelvin Goertzen** for the candidacy period from **January 15, 2019, to November 12, 2019** relating to the election held on **September 10, 2019** in the electoral division of **Steinbach**.

In our opinion, Form 922, Candidate's Financial Statements and Supporting Schedules for **Kelvin Goertzen** are presented fairly, in all material respects, in accordance with the accounting requirements of The Election Financing Act of Manitoba and Accounting Guide – Accounting For Purposes of The Election Financing Act issued by the Chief Electoral Officer.

Basis for Opinion

We conducted our audit in accordance with the accounting requirements of The Election Financing Act of Manitoba and Accounting Guide – Accounting For Purposes of The Election Financing Act issued by the Chief Electoral Officer. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Form 922, Candidate's Financial Statements and Supporting Schedules 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 statement in Canada, and we have fulfilled our other 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 opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Form 922, candidate's financial statements and supporting schedules, which describes the basis of accounting. Form 922, candidate's financial statements and supporting schedules are prepared to assist the candidacy of **Kelvin Goertzen** to meet the requirements of The Election Financing Act of Manitoba. As a result, Form 922, candidate's financial statements and supporting schedules may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for Form 922, Candidate's Financial Statements and Supporting Schedules

The official agent and the candidate are responsible for the preparation and fair presentation of Form 922, candidate's financial statements and supporting schedules in accordance with The Election Financing Act of Manitoba and the Accounting Guide – Accounting for Purposes of The Election Financing Act, and for such internal control they determine is necessary to enable the preparation of Form 922, candidate's financial statements and supporting schedules that is free from material misstatement, whether due to fraud or error. Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Form 922, Candidate's Financial Statements and Supporting Schedules

Our objectives are to obtain reasonable assurance about whether Form 922, candidate's financial statements and supporting schedules 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 The Election Financing Act and Accounting Guide – Accounting For Purposes of The Election Financing Act issued by the Chief Electoral Officer 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 this financial statement.

As part of an audit in accordance with The Election Financing Act of Manitoba and Accounting Guide – Accounting For Purposes of The Election Financing Act issued by the Chief Electoral Officer, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of Form 922, candidate's financial statements and supporting schedules, 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 entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by the official agent and candidate.
- Evaluate the overall presentation, structure and content of by Form 922, candidate's financial statements and supporting schedules, including the disclosures, and whether Form 922, candidate's financial statements and supporting schedules represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, amongst 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.



Mabel Wieler, FCPA, FCGA
Winnipeg, MB
December 13, 2019

922

Candidate's Financial Statements and Supporting Schedules



To be filed within four months after election day.

For the candidacy period

RECEIVED
FEB 05 2020
ELECTIONS MANITOBA

RECEIVED
JAN 02 2020
ELECTIONS MANITOBA

DATE
January 15, 2019

To

DATE
November 12, 2019

Candidate

| |
|--|
| NAME Goertzen, Kelvin |
| ELECTORAL DIVISION Steinbach |
| REGISTERED PARTY / INDEPENDENT PC Party of Manitoba |

Official Agent

| |
|-------------------|
| NAME Doug Hamm |
|-------------------|

Auditor

| |
|---|
| NAME OF AUDITOR Wieler & Wieler Chartered Professional Accountants |
| NAME OF PUBLIC ACCOUNTANT TO WHOM INQUIRY MAY BE DIRECTED (if different than above) Mabel Wieler |

DECLARATION

I, the undersigned official agent, hereby file a completed Form 922 – Candidate's Financial Statements and Supporting Schedules – along with an Auditor's Report from a qualified auditor. I declare that to the best of my knowledge and belief the information contained herein is complete, true and correct and in compliance with The Election Financing Act.

Signature of official agent

December 20/2019
Date (mm/dd/yyyy)

Statement of Assets, Liabilities and Surplus (Deficit) as at the End of the Candidacy Period

Assets

| | | | |
|-----|--------------------------------|----------|-------|
| 100 | Cash | \$ 52.12 | _____ |
| 110 | Accounts receivable | | _____ |
| 115 | Inventory* | | _____ |
| | Other assets (provide details) | | _____ |
| 130 | _____ | | _____ |
| 135 | _____ | | _____ |

190 Total assets (total of lines 100 to 135) line 190 \$ 52.12 _____

Liabilities and Surplus

| | | | |
|-----|-------------------------------------|----------|-----------------|
| 200 | Accounts payable | \$ _____ | ← From line 840 |
| 205 | Overdraft/ line of credit** | | _____ |
| 220 | Loans** | | _____ |
| | Other liabilities (provide details) | | _____ |
| 230 | _____ | | _____ |
| 240 | _____ | | _____ |
| 275 | Candidacy period surplus/(deficit) | 52.12 | ← From line 440 |

Lines 190 and 290 must be the same.

290 Total liabilities and surplus (total of line 200 to 275) line 290 \$ 52.12 _____

* Inventory as of the end of the candidacy period would include items purchased but not used (i.e. expensed). Inventory should also be taken as of 8 p.m. on election day in order to exclude the value from the amount reported as election expenses.
 ** A written copy of each loan agreement must be filed separately if there was a loan, line of credit, or bank overdraft in existence at any time to the candidate during the candidacy period.

Statement of Income, Expenses and Transfers for the Candidacy Period

Income and Transfers

| | | |
|---|-----------------------|---------------------------|
| 300 Contributions | \$ 27,226.00 | ← From line 630, column C |
| 310 Transfers from constituency associations | _____ | ← From line 760 |
| 320 Transfers from endorsing registered party | _____ | ← From line 720 |
| 330 Fundraising | _____ | |
| Other income (provide details) | _____ | |
| 360 Interest | 1.84 | |
| 390 Total income and transfers (total of lines 300 to 360) | line 390 \$ 27,227.84 | |

Expenses and Transfers

| | | |
|--|-----------------------|---------------------------|
| 400 Election expenses | \$ 14,150.78 | ← From line 595 |
| 405 Non – election expenses | 13,024.94 | ← From line 590, column D |
| 415 Transfer of money to endorsing registered party | _____ | |
| 420 Transfer of property and services to endorsing registered party | _____ | |
| 430 Total expenses and transfers (total of line 400 to 420) | line 430 \$ 27,175.72 | |
| 440 Total period surplus/ (deficit) (line 390 minus line 430) | line 440 \$ 52.12 | ↑ To line 275 |

Schedule 1 – Expenses (INCLUDING NON-MONETARY EXPENSES)

| | Election expenses used in election period | | | D Non-election expenses in candidacy period | E Total expenses (columns A plus B plus C plus D) |
|---|--|-------------------|---|---|--|
| | A Cash/Credit | B Non-monetary | C Property and services used and received through transfers | | |
| 500 Advertising | 4,542.70 | | | 250.00 | 4,792.70 |
| 505 Posters, pamphlets, promotional | 2,276.63 | | | 5,299.07 | 7,575.70 |
| 511 Disability | | | | | |
| 512 Child care | | | | | |
| 515 Fundraising | | | | | |
| 520 Furniture and equipment rental | | | | | |
| 525 Honoraria/salaries | 1,100.00 | | | 3,000.00 | 4,100.00 |
| 530 Interest and bank charges | 5.15 | | | 35.57 | 40.72 |
| 535 Audit fee (amount in excess of subsidy) | | | | | |
| 545 Office occupancy (rent, utilities) | | | | | |
| 550 Office supplies and postage | 1,611.36 | | | 673.59 | 2,284.95 |
| 555 Polling (opinion surveys/market research) | | | | | |
| 560 Signs and structural support | 582.40 | | | | 582.40 |
| 565 Transportation, accommodation and food | 3,640.04 | | | 3,745.03 | 7,385.07 |
| 570 Telephone | 392.50 | | | 21.68 | 414.18 |
| 575 Personal | | | | | |
| Other (provide details) | | | | | |
| 580 _____ | | | | | |
| 585 _____ | | | | | |
| 590 Total (Total of 500 to 585) | 14,150.78 | | | 13,024.94 | 27,175.72 |
| 595 Total election expenses (Total of line 590 column A, B and C) | 14,150.78 | | | 13,024.94 | 27,175.72 |

From
schedule
7, line 850

From
schedule
8, line 860

Provide the amount of bank charges and loan interest incurred from election day to four months after election day. (Not required if candidate did not qualify for reimbursement)

Loan interest line 597 \$ _____
Bank Charges line 598 \$ _____

Schedule 2 – Contributions to a Candidate

(INCLUDING NON-MONETARY CONTRIBUTIONS)

A. Contribution summary

| | | A | B | C (A plus B) |
|------------|-------------------------|------------------------|----------------------------|----------------------------|
| | Aggregate contributions | Monetary contributions | Non-monetary contributions | Total of all contributions |
| 600 | \$250 or more | 22,111.00 | | 22,111.00 |
| 610 | Less than \$250 | 5,115.00 | | 5,115.00 |
| 630 | Total | \$ 27,226.00 | \$ | \$ 27,226.00 |

↑
To line 300

B. Contributions of \$250 or more

Complete part B only if the aggregate value of the contributions (monetary and non-monetary) from any individual normally resident in Manitoba was \$250 or more.

| Name of contributor | \$ Aggregate value of contribution |
|---------------------|---------------------------------------|
| Harms, Helen | 250.00 |
| Derksen, Rick | 250.00 |
| Magnusson, Les | 250.00 |
| Krahn, William | 250.00 |
| Driedger, David | 250.00 |
| Hamm, Doug | 250.00 |
| Kehler, Brad | 300.00 |
| Rempel, Raymond | 400.00 |
| Miller, A.J. | 400.00 |
| Penner, Jon | 400.00 |
| Koepke, Jim | 400.00 |
| Nurkkala, Hannu | 400.00 |
| Warkentin, Randy | 400.00 |
| Brandt, Steve | 500.00 |
| Barkman, Alan | 500.00 |
| Penner, Milton | 515.00 |
| Friesen, Glenn | 515.00 |
| Friesen, Marilyn | 515.00 |

Additional pages attached? Yes No

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| Name of Contributor | Aggregate Value of Contribution |
|---------------------|---------------------------------|
| Penner, Ingrid | 515.00 |
| Penner, Reg | 515.00 |
| Dyck, Robert | 515.00 |
| Van De Velde, Henry | 515.00 |
| Toews, Stanley | 515.00 |
| Neufeld, Len | 515.00 |
| Neustaedter, Paul | 515.00 |
| Penner, Darrel | 515.00 |
| Klassen, Leonard | 515.00 |
| Peters, John | 515.00 |
| Bartel, Gordon | 515.00 |
| Pankratz, Helmut | 515.00 |
| Warkentin, Darrin | 515.00 |
| Schinkel, Robert | 515.00 |
| Beckett, Elaine | 515.00 |
| Penner, Damian | 516.00 |
| Giesbrecht, Bob | 600.00 |
| Bergen, Abe | 600.00 |
| Bergen, Abe | 600.00 |
| Banman, Gerald | 600.00 |
| Banman, Teresa | 400.00 |
| Goertzen, Kelvin | 750.00 |
| Penner, Bev | 1000.00 |
| Penner, Milton | 1000.00 |
| Schinkel, Robert | 1575.00 |

Schedule 3 – Transfers from Endorsing Registered Party

Complete only if the candidate's campaign received transfers from the endorsing registered party:

- A. Total value of all **cash transfers** received during the candidacy period from the endorsing registered party: line 700 \$ _____

- B. Total value of all **transfers of property or services** received during the candidacy period from the endorsing registered party: line 710 \$ _____

- C. Total transfers from endorsing registered party: (total of line 700 to 710) line 720 \$ _____ ← To line 320

- D. If you entered an amount on line 710, report the value of property or services that were **used** in the election period: line 730 \$ _____

Schedule 4 – Transfers from Candidate’s Constituency Association

Complete only if the candidate’s campaign received transfers from the constituency association:

- A. Total value of all **cash transfers** received during the candidacy period from the constituency association: line 740 \$ _____
- B. Total value of all **transfers of property or services** received during the candidacy period from the constituency association: line 750 \$ _____
- C. Total transfers from constituency association: (total of line 740 to 750) line 760 \$ _____ ← To line 310
- D. If you entered an amount on line 750, disclose the value of property or services that were used during the election period: line 770 \$ _____

If the aggregate value of transfers, as calculated on line 760 is \$250 or more, provide the following information:

E. Were there contributions of \$250 or more to the constituency association during the candidacy period?

- No (no further information is required)
- Yes (complete the schedule below)

| Name of contributors of \$250 or more to the constituency association (attach list if necessary) | \$ Aggregate value of contribution |
|---|--|
| | |
| | |
| | |
| | |
| | |
| | |

1. List attached? Yes _____ No _____

Schedule 5 – Reconciliation of Income Tax Receipts

Complete only if the candidate was registered to issue income tax receipts.

Total number of income tax receipts received from Elections Manitoba: line 780 125

Total number of income tax receipts returned to Elections Manitoba:

- Issued to contributors line 790 101 ←

| |
|---|
| Return Elections Manitoba copies only. |
|---|
- Voided or cancelled line 800 2 ←

| |
|-----------------------------|
| Return all three copies. |
|-----------------------------|
- Unused line 810 22 ←

| |
|-----------------------------|
| Return all three copies. |
|-----------------------------|

Total number of income tax receipts returned to Elections Manitoba
(total of line 790 to 810) line 820 125

Total unreturned income tax receipts (line 780 minus line 820) line 830 0

Please provide receipt numbers and an explanation for unreturned income tax receipts.

Schedule 9 – Pre-Election Period Advertising Expenses

(90-DAY PERIOD BEFORE THE START OF THE ELECTION PERIOD IN THE YEAR OF A FIXED DATE ELECTION)

Complete the following schedule to calculate the amount of advertising expenses subject to the pre-election period advertising limits. [s.58(2)]

Record your expenses if your candidacy period start date commenced before or during this 90-day pre-election period.

Advertising means advertising that promotes or opposes (directly or indirectly) a registered party, candidate, or leadership contestant. [s.115]

Endorsed candidate (from line 940) line 910 \$ _____

Individuals (from line 950) line 920 \$ _____

930 Total pre-election period advertising expenses

(total line 910 and 920) **line 930** **\$ _____**

A. Advertising expenses incurred by the candidate in the pre-election period.*

| Details of expense | \$ Amount |
|--------------------|---------------------------|
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| Total | line 940 \$ |

B. Advertising expenses incurred by an individual on the candidate's behalf with the candidate's knowledge and consent in the pre-election period.*

| Name of individual | \$ Amount |
|--------------------|---------------------------|
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| Total | line 950 \$ |

* Attach separate list if necessary.