

INDEPENDENT AUDITORS' REPORT

To the Financial Officer of the Manitoba Liberal Party:

We have audited the accompanying Form 920 – Annual Financial Statement of a Registered Party of the Manitoba Liberal Party, which comprises the Statement of Assets, Liabilities and Surplus (Deficit) as at December 31, 2016, Statement of Income, Expenses and Transfers (excluding the campaign period) and schedules 1 – 5 for the year ending December 31, 2016 and a note describing the basis of accounting (the Statement).

The Statement has been prepared by the Financial Officer based on the financial reporting provisions of *The Election Financing Act* of Manitoba.

Financial Officer's Responsibility for the Statement

The Financial Officer is responsible for the preparation of the Statement in accordance with the financial reporting provisions of *The Election Financing Act* of Manitoba, and for such internal control as the Financial Officer determines is necessary to enable the preparation of the Statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the Statement 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 Statement is free from material misstatement.

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

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 and types of transactions inherent in any political party, the completeness of income and expenses is not susceptible of satisfactory audit verification. Accordingly, our testing of income and expenses was limited to the amounts recorded in the accounting records of the Party. Therefore, we were not able to determine whether any adjustments might be necessary to income, expenses and surplus (deficit) for the year ending December 31, 2016, assets and liabilities as at December 31, 2016 and the surplus (deficit) as at January 1, 2016 and December 31, 2016.

Opinion

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, Form 920 – Annual Financial Statement of a Registered Party for the Manitoba Liberal Party as at, and for the year ending December 31, 2016, is prepared, in all material respects, in accordance with the financial reporting provisions of *The Election Financing Act* of Manitoba.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the Statements, which describes the basis of accounting. The Statement is prepared to comply with the financial reporting provisions of *The Election Financing Act* of Manitoba. The Statement is filed with Elections Manitoba in accordance with *The Election Financing Act* of Manitoba. As a result, the Statements may not be suitable for another purpose.

CHARTERED PROFESSIONAL ACCOUNTANTS

Winnipeg, Manitoba
April 12, 2017

The Manitoba Liberal Party

Note to Form 920 - Annual Financial Statement of a Registered Party
For the year ending December 31, 2016

1. Basis of accounting

The Form 920 – Annual Financial Statement of a Registered Party (Statement) is prepared to comply with the financial reporting provisions of *The Election Financing Act* of Manitoba. Income transfers and expenses have been accounted for in accordance with *The Election Financing Act* of Manitoba. The Statement is filed with Elections Manitoba in accordance with *The Election Financing Act* of Manitoba. As a result, the Statement may not be suitable for another purpose.

2. Ownership

The Manitoba Liberal Party holds 50% ownership in the Liberal Headquarters Inc. This ownership is not reflected in the Form 920 for 2015. The purpose of the Liberal Headquarters Inc. is to gather rents from the Federal and Provincial Parties Headquarters and to maintain the building, which houses both parties

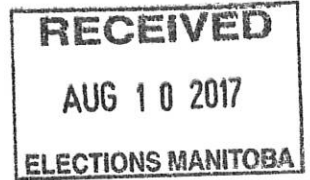
920

**Annual Financial Statement of a
Registered Party**



(To be filed within 3 months after the end of every year by the Financial Officer of a registered party.)

For the year ending December 31, 2016



Note: In any year where an election occurs do not include on this statement the income, election expenses and transfers of the party during the campaign period in any electoral division in which the election is being contested by the party. A separate statement with those details, Form 921 Statement of Income Transfers and Election Expenses, must be filed with the Chief Electoral Officer within 30 days after the expiry of the campaign period for the election.

Registered
Party

Name MANITOBA LIBERAL PARTY

Name of Auditor TODD THORNTON CPA-CGA

Name of Public Accountant to whom inquiry may be directed (if different than above) DARLENE PROCTOR CPA-CGA

Declaration

I, the undersigned Financial Officer, hereby file the Annual Financial Statement of a Registered Political Party and supporting schedules for the year indicated 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 requirements of *The Election Financing Act*.

Signature of Financial Officer

Aug 8, 2017

Date

Statement of Assets, Liabilities and Surplus/ (Deficit) as at December 31, 2016

(continue...)

Liabilities

200	Accounts payable	\$	<u>72,760.70</u>
	Other short term liabilities (provide details)		
210	<u>Due to Provincial constituencies</u>		<u>11,454.00</u>
	<u>Prior period adjustment- stale dated cheques</u>		<u>506.49</u>
220	Loans (attach agreements)		
	Other long term liabilities (provide details)		
230			

250 Total Liabilities (total of line 200 to 230) line 250 **\$ 84,721.19**

Surplus/ (Deficit)

260	Surplus/ (Deficit), beginning of year	\$	<u>68,909.40</u>	
265	Election Surplus/ (Deficit)		<u>(226,722.55)</u>	← From Form 921, line 440
270	Non-Election Surplus/ (Deficit)		<u>98,889.24</u>	← From line 440
275	Surplus/ (Deficit), end of year (total of line 260 to 270)		<u>(58,923.91)</u>	
290	Total Liabilities and Surplus/ (Deficit) (line 250 plus line 275)			line 290 \$ <u>25,797.28</u>

Statement of Income, Expenses and Transfers (EXCLUDING THE CAMPAIGN PERIOD)

(Campaign period income, election period expenses and transfers are reported on Form 921)

Income

300 Contributions	\$ 130,531.04	←	From line 660
310 Transfers from constituency associations	<u>2,637.61</u>	←	From line 700
320 Transfers from nominated candidates	<u>675.42</u>	←	From line 710
330 Fundraising	<u>3,032.91</u>		
350 Interest and Investment income	<u> </u>		
Other Income (provide details)			
360 Elections MB rebates	<u>285,417.67</u>		
Annual General Meeting	<u>4,317.72</u>		
Memberships adjust from 921	<u>(7,307.00)</u>		
_____	<u> </u>		
_____	<u> </u>		
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_____	<u> </u>		
390 Total Income (total of line 300 to 360)		line 390	\$ <u>419,305.37</u>

Expenses and Transfers

400 Expenses	\$ 263,543.58	←	From line 595
410 Transfers to constituency associations	<u>31,851.57</u>	←	From line 720
420 Transfers to nominated candidates	<u>25,020.98</u>	←	From line 730
430 Total Expenses and Transfers (total of line 400 to 420)		line 430	\$ <u>320,416.13</u>
440 Surplus/ (Deficit) (line 390 minus line 430)		line 440	\$ <u>98,889.24</u>

To line 270

Schedule 1 - Expenses (INCLUDING NON-MONETARY EXPENSES)

500 Advertising - media	\$ 33,831.41	←	Forward to line 740*
505 Posters, pamphlets, promotional	3,304.79	←	Forward to line 740*
510 Depreciation			
515 Fundraising	9,105.71		
520 Furniture and equipment rental	3,071.34		
525 Honararia and salaries	129,330.64		
530 Interest and bank charges	14,806.38		
535 Legal and audit fees			
540 Meeting space			
545 Office occupancy (rent, utilities)	34,699.88		
550 Office supplies and postage	3,501.95		
555 Polling (opinion surveys/market research	11,700.00		
560 Signs and structural support		←	Forward to line 740*
565 Transportation, accommodation and food	5,504.45		
570 Telephone			
Other (provide details)			
580 Annual General Meeting	10,641.14		
Leader's tour expense	957.36		
Leader's direct expense	1,888.53		
Scholarship	1,200.00		
585			
595 Total Expenses (total of line 500 to 585)		line 595	\$ 263,543.58
599 Total paid expenses for the administration and operating costs (other than for advertising and polling) of the party			\$

To line 400



*In the year of a fixed date election.

Schedule 2 - Contributions to a Registered Party (INCLUDING NON-MONETARY CONTRIBUTIONS)

A. Contribution Reconciliation

	Aggregate Contributions of	Cash	Non-Monetary Contributions	Total of all Contributions
600	\$250 or more	142,910.92		142,910.92
610	Less than \$250	64,644.50		64,644.50
630	Total	207,555.42		207,555.42
635	Less Contributions on Form 921	77,024.38		77,024.38
660	Contributions to be reported on line 300 (Line 630 minus line 635)	130,531.04		130,531.04

← **To line 300**

B. Contributions of \$250 or More

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

Additional pages attached? Yes _____ No **X**

Name of Contributor (alphabetical order)	Aggregate Value of Contribution

Total Aggregate Value of Contributions: nil

Last	First	Final
Andres	Victor	250.00
Arnason	Rhett	250.00
Brigden	Bob	250.00
Dakshinamurti	Dr. Krishnamurti	250.00
Hardy	Judy	250.00
Kuber	Elmer	250.00
Marowitch	Merle	250.00
O'Neill	Mark	250.00
Pollard	Gordon	250.00
Racine	Trina	250.00
Rhoade	Tom	250.00
Savoie	Guy	250.00
Schellenberg	Janet	250.00
Tetlock	Carolyn	250.00
Vermeulen	Zella	250.00
Ripley	James A.	255.00
Ridgeway	Bill	256.25
Vineberg	Robert	260.00
Partyka	Joseph W.	262.50
St. Clair	Brenda	262.50
Adkins	Robert J.M.	264.18
Lazar	Michael	266.25
Parrott-Howdle	Heather	270.00
Roy	Dewey	270.00
Feldmann	Norah	275.00
Fouad	Mark	275.00
Pagtakhan	Reynaldo	275.00
Andrews	Doug	280.00
MacIntyre	Ian	280.00
Stokes	Bob	296.25
Robinson	Alex	297.50
Bloomfield	Elizabeth	300.00
Clement	Joan	300.00
Hudek	Henry	300.00
Liontas	Renate	300.00
Liontas	Soula	300.00
Maguet	Marie	300.00
Powell	Patricia	300.00
Treble	Doug	300.00
Panting	Chad	306.25
Davis	Harold	316.25
McCausland	Ian	316.25
MacTavish	Barry N.	318.75
Mackay	Anne	320.00
Melnick	John	321.25
Metcalfe	Ken	325.00
Von Lau	Margaret	325.00
Flett	Robert	337.50
Leneal	Esther	340.00
Leneal	Ray	340.00
Gisser	Jason	346.25
Cory	Gene	350.00
Hesse	Helen	350.00
Hildebrand	Reginald	350.00
Johnson	Susan David	350.00
Schellenberg	Wilfred	350.00
Wilken	David	350.00
Beck	Leslie	351.25
Phillips	Wilson	351.25
Fletcher	Don	356.25
Mills	Allen	362.50

Roberts	Alan	362.50
McAndrew	David	370.00
Carman	Jo-Anne	375.00
Fehler	Lee	375.00
Hanlon	Christine	381.25
Trevenen	Neville	390.00
Beyere	Teddy	397.50
Anyadike	Ignatius	400.00
Balaktsis	Demetre	400.00
Balaktsis	Maria	400.00
Bloomfield	Allan	400.00
Brault	Zoe Roxanne	400.00
Byers	Celya	400.00
Cullen	Nancy	400.00
Foster	Joelle	400.00
Freedman	Kevin	400.00
Fultz	Christopher	400.00
Hamilton	Vanessa	400.00
Johnson	Guy L.	400.00
Koroma	Karen	400.00
Langan	Michael	400.00
MacDiarmid	Andrew	400.00
McGonigal	Kathryn	400.00
Qua	John	400.00
Schludermann	Eduard	400.00
Speiss	Larry	400.00
Sternat	Robert	400.00
Thompson	John A.	400.00
Timlick	Gayle	400.00
Tracz	Myroslav	400.00
Dunkeld	Robert	404.04
Cornelius	Jim	405.00
Hornby	G. Donald	411.25
O'Reilly	Patrick	420.00
Fien	Nora	422.50
Hirsch	Jeffrey B.	425.00
Anderson	Gordon	450.00
Paterson	Jean	451.25
Duguid	Terry	453.75
Kennedy	Edward	475.00
Kennedy	Stella	475.00
Conner	James	480.00
Maan	Usman	491.25
Borger	Alisa	500.00
Borger	Hayleigh	500.00
Borger	Jo-Ann	500.00
Carr	James Gordon	500.00
Christianson	Tana	500.00
Denardi	Thomas	500.00
Everett	Doug	500.00
Fien	Cy	500.00
Gray	Scott	500.00
Hacault	Antoine	500.00
Harris	Laurette	500.00
Hayward	Douglas	500.00
Hesse	Paul	500.00
Jandu	Shinderpal	500.00
Lorenc	Chris	500.00
Mackie	P. Campbell	500.00
Massinon	Irene	500.00
McKenzie	Mary Elizabeth	500.00
Nikkel	Janet (Jane)	500.00
Paterson	Michael	500.00

Peters	Wayne	500.00
Stefaniuk	John	500.00
Sutterlin-Duguid	Linda	500.00
Wolff	Odile	500.00
Zmavc	Natalija	500.00
Johnson	David	507.50
Grande	Maria L.	510.00
Lamont	Dougald	512.50
Byers	Vernon	520.00
Plett-Lyle	Marina	525.00
Thompson	Val	530.00
Simonsen	Gladys	540.00
Taraska-Alcock	Karen	540.00
Brault	Paul	550.00
Chan	Nino	550.00
Girdlestone	Paul	577.50
Talbot	Lloyd David	581.25
Toni	Peter	587.50
Lim	Arthur Daniel	592.00
Daeninck	Paul	600.00
Singal	Pawan K.	600.00
Mehra	Sachit	605.00
Kennedy	Peter Jean	606.25
Ludwig	Israel	612.50
Haftani	Farzaneh	618.75
Lamoureux	Cindy	621.25
El Tassi	Abdo	650.00
Petty	Sean	650.00
Schieman	Leonard K.	656.25
Watson	Gail	656.25
Newman	Bradley Scott	666.25
Edwards	Paul	668.75
Hayward	Terrance E.	668.75
Woolley	Jon	675.00
James	June	681.25
Schinkel	Justin	700.00
Khangura	Navdeep	712.50
Bloomfield	Wendy	725.00
El Tassi	Mohamed	750.00
Harrison	Barbara	750.00
Steinman	Rodney H.	750.00
Kane	Jim	781.25
Biehn	Brad Vernon	790.00
Amara	Francis Augustine	793.75
Moltzan	Catherine	800.00
Finley	Michelle	896.25
Mosleni	Mehrdad	900.00
Roulettee	Donald	900.00
Mosleni	Antoaneta	900.00
Troup	Lynda K.	913.17
Mitousis	Maria	915.00
Koroma	Peter	925.00
Wright	W. Scott	950.00
Sisler	Jeffrey	958.75
Borger	John	1000.00
Christianson	Tod	1000.00
Daniels	Jerry Kim	1000.00
Edmond	Paul	1000.00
Gibbs	James R.	1000.00
Johnston	Eloise	1000.00
Johnston	Gordon	1000.00
Loewen	William	1000.00
Mariash	Theodore	1000.00

de Sousa	Silvia V.	1025.00
Dercola	Tom	1085.00
Blankstein	Marjorie	1150.00
Sanderson	Peter	1165.00
Lang	Otto	1206.25
Ashcroft	Gerald S.	1275.00
Kersey	Robin M.	1275.00
Kowall	Jeffrey A.	1275.00
Maclean	Kenneth S.	1275.00
Simonsen	J. Neil	1275.00
Martin-White	Wendy	1361.25
Ali	Siddeek	1376.25
Gerrard	Naomi	1415.00
Dixon	Sam	1417.53
Asper	David	1500.00
Thorkelson	Kris	1500.00
Johnston	Catherine M.	1571.25
Zeid	Munther	1800.00
Asper	Gail	2000.00
Johnston	Neil	2038.75
Gerrard	Jon	2091.25
Steele	Maurice	2118.75
Abas	Jamal	2500.00
McGarry	William	2500.00
Bernier	Liam	3000.00
Bernier	Noel	3000.00
Caners	Darcy Philip	3000.00
Gunter-Smith	Brock	3000.00
Kalar	Jaskern	3000.00

142910.92

Schedule 3 - Transfers from Constituency Associations and Nominated Candidates

(Complete only if transfers were received outside an election campaign period from any constituency association or nominated candidate of the registered political party. Transfers received during the campaign period of an election or by-election are recorded on Form 921)

A. From Constituency Associations

Complete Schedule 4 for every constituency association that transferred \$250 or more to the registered party.

Name of Constituency Association (attach list if necessary)	\$ Total of Transfers from each Constituency Association
Radisson Liberal	194.45
Riel Liberal	2,443.16

Total Transfers from Constituency Associations Line 700 \$ 2,637.61

↑
To line 310

1. List attached? Yes _____ No X

Schedule 4 - Transfers to Constituency Associations and Nominated Candidates

(The following information must be reported for any transfers sent by the registered party to any constituency association or nominated candidate of the registered party, excluding transfers made during an election campaign period)

A. To Constituency Associations

Name of Constituency Association (attach list if necessary)	\$ Total of Transfers sent to each Constituency Association
per attached	31,851.57
Total amount of Transfers to Constituency Associations	Line 720 \$ 31,851.57

To line 410

1. List attached? Yes _____ No X

SCHEDULE 4 - TRANSFERS TO CONSTITUENCY ASSOCIATIONS AND NOMINATED CANDIDATES

A - TO CONSTITUENCY ASSOCIATIONS

Brandon East	\$1,305.00
Burrows Liberal	\$882.00
Charleswood Liberal	\$1,438.20
Interlake Liberal	\$2,250.00
Logan Liberal	\$4,473.00
Point Douglas Liberal	\$900.00
Radisson Liberal	\$4,891.50
Riel Liberal	\$5,355.00
River Heights Liberal	\$2,538.00
St.Johns Liberal	\$2,700.00
St. Norbert Liberal	\$1,521.00
St.Vital Liberal	\$2,472.87
The Maples Liberal	\$765.00
Wolseley Liberal	\$360.00
	\$31,851.57

B - TO NOMINATED CANDIDATES

Balaksis, Dmetre	\$4,721.00
Bloomfield, James	\$391.47
Brault, Paul	\$4,195.37
Chura, Peter	\$2,146.81
Fleury, Jordon	\$1,096.79
Finlay, Michelle	\$1,553.57
Gerrard, Jon	\$315.00
Hayward, Terry	\$2,251.52
Jones. Stefan	\$882.00
Koroma, Peter	\$1,756.49
Lamoureux, Cindy	\$2,785.96
McCausland, Ian	\$2,925.00
	\$25,020.98

Schedule 4 - Transfers to Constituency Associations and Nominated Candidates

(The following information must be reported for any transfers sent by the registered party to any constituency association or nominated candidate of the registered party, excluding transfers made during an election campaign period)

B. To Nominated Candidates

Name of Nominated Candidate (attach list if necessary)	\$ Total of Transfers sent to each Nominated Candidate
per attached	25,020.98
Total amount of Transfers to Nominated Candidates	Line 730 \$ 25,020.98

To line 420

1. List attached?

Yes _____

No X

Schedule 5 - Annual Limit on Advertising Expenses (outside the election period and to be completed in the year of a fixed date election)

(Complete the following schedule to calculate the amount of advertising expenses subject to the annual advertising limit per s. 58(1) and s. 58(4)) of The Election Financing Act.

Total advertising expenses incurred by:

740 Advertising (from line 500, 505 and 560)	line 740	\$ <u>37,136.00</u>
750 Constituency associations (from line 785)	line 750	\$ _____
760 Individuals (from line 790)	line 760	\$ _____
770 Total Annual Advertising Subject to Limitation (total of line 740 to 760)	line 770	\$ <u>37,136.00</u>

A. Advertising expenses incurred by the party's constituency association outside the election period.*

Constituency Association	Amount \$
Total	Line 785 \$ <input type="text" value="nil"/>

B. Advertising expenses incurred by an individual on the party's behalf with its knowledge and consent outside the election period.*

Name of Individual	Address	Amount \$
Total		Line 790 \$ <input type="text" value="nil"/>

* Attach separate list if necessary.