

RECEIVED SEP 24 2007



MEYERS NORRIS PENNY

**AUDITORS' REPORT  
ON FORM 922, CANDIDATE'S FINANCIAL STATEMENTS  
AND SUPPORTING SCHEDULES**

To Faustino Mercado  
Official Agent for Lou Fernandez

We have audited Form 922, Candidate's Financial Statements and Supporting Schedules, prepared in accordance with the accounting requirements of *The Elections Finances Act* of Manitoba and *Accounting Guide – Accounting For Purposes of The Elections Finances Act* issued by the Chief Electoral Officer, for the candidacy of Lou Fernandez for the candidacy period from May 1, 2007 to July 23, 2007 relating to the election held on May 22, 2007 in the Electoral Division of The Maples. These financial statements are the responsibility of the Official Agent and the Candidate. Our responsibility is to express an opinion on the financial statements based on our audit.

Except as explained in the following paragraphs, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Official Agent and Candidate, as well as evaluating the overall financial statement presentation.

The Act does not, however, require us to report, nor was it practicable for us to determine, that the accounting records include all transactions relating to the candidacy of Lou Fernandez.

A tax receipt was issued for a donation in kind, the receipt was subsequently returned to the Official Agent. A donation receipt was issued for a contribution paid from a corporate bank account, the receipt was not recovered by the Official Agent. \$353.10 of cash donations were received by the campaign for which contributor information was not recorded and a tax receipt was not issued for cash contributions over \$10. Cash contribution in excess of \$100 was received and a written statement from the contributor was not received by the Official Agent.

Our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary, and except for the tax receipt issue for a donation in kind, the tax receipt issued for a donation from a corporate bank account, cash donations taken without record of contributor or a tax receipt issued for amounts over \$10, and cash contributions in excess of \$100 received without a signature of the contributor as mentioned in the preceding paragraph, Form 922, Candidate's Financial Statements and Supporting Schedules for Lou Fernandez are presented fairly, in all material respects, in accordance with the accounting requirements of *The Elections Finances Act of Manitoba* and *Accounting Guide – Accounting For Purposes of The Elections Finances Act* issued by the Chief Electoral Officer.

*Meyers Norris Penny LLP*

September 15, 2007  
Winnipeg, Manitoba

Chartered Accountants

922

**Candidate's Financial Statements  
and Supporting Schedules**



(To be filed within 4 months after Election Day.  
Complete the form in ink.)

**For the Candidacy Period**

Date May 1, 2007

To Date July 23, 2007

**Candidate**

Name	<u>LOU FERNANDEZ</u>
Electoral Division	<u>THE MAPLES</u>
Endorsing Political Party (If applicable)	<u>PC MANITOBA</u>

**Official Agent**


Name	<u>FAUSTINO MERCADO</u>
------	-------------------------

**Auditor**

Name of Auditor	<u>MEYERS NORRIS PENNY, LLP</u>
Name of Public Accountant to Whom Inquiry May be Directed (if different than above)	<u>RICK BATTISTONI, CA</u>

**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 Elections Finances Act*.

  
Signature of Official Agent

20/09/2007  
Date

**Statement of Assets, Liabilities and Surplus as at the End of the Candidacy Period**

RECEIVED DEC 03 2007

**Assets**

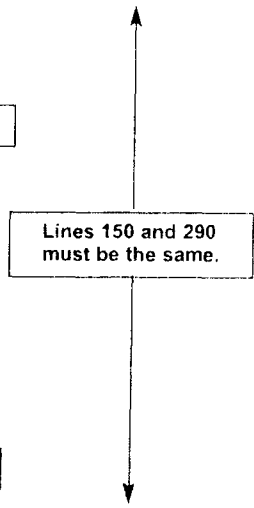
100 Cash \$ 266.27  
 110 Accounts receivable \_\_\_\_\_  
 120 Inventory\* \_\_\_\_\_  
 Other assets (provide details)  
 130 \_\_\_\_\_  
 140 \_\_\_\_\_

150 **Total Assets** (total of line 100 to 140) line 150 \$ 266.27

**Liabilities and Surplus**

200 Accounts payable \$ 11,502.34 ← From line 840  
 210 Overdraft/ Line of Credit\*\* \_\_\_\_\_  
 220 Loans\*\* \_\_\_\_\_  
 Other liabilities (provide details)  
 230 \_\_\_\_\_  
 240 \_\_\_\_\_  
 250 Candidacy Period Surplus/(Deficit) (11,236.07) ← From line 440

290 **Total Liabilities and Surplus** (total of line 200 to 250) \$ 266.27



\* 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	\$ 4,975.00	←	From line 630, column C
310 Transfers from endorsing political party	1,926.20	←	From line 720
320 Transfers from candidate's constituency association		←	From line 760
330 Fund raising			
Other Income (provide details)			
340 Anonymous cash receipts	353.10		
350 Other cash receipts	1,000.00		
<b>390 Total Income and Transfers</b> (total of line 300 to 350)		line 390	\$ <u>8,254.30</u>

## Expenses and Transfers

400 Election expenses	\$ 17,646.04	←	From line 595
410 Non - election expenses	1,844.33	←	From line 590, column C
420 Transfers to endorsing political party			
<b>430 Total Expenses and Transfers</b> (total of line 400 to 420)		line 430	\$ <u>19,490.37</u>
<b>440 Candidacy Period Surplus/(Deficit)</b> (line 390 minus line 430)		line 440	\$ <u>(11,236.07)</u>
			To line 250

# Schedule 1 - Candidacy Period Expenses Including Donations in Kind

	Election Expenses used in Election Period		C	D
	A Cash / Credit	B Donation in kind	Non-Election Expenses in Candidacy Period	Total Expenses (columns A plus B plus C)
500 Advertising - Media	1,438.95			1,438.95
505 Posters, pamphlets, promotional	3,100.84			3,100.84
510 Audit fee (amount in excess of subsidy)				
515 Disability				
520 Child Care				
525 Fund raising				
530 Furniture and equipment rental				
535 Honoraria/Salaries	3,500.00			3,500.00
540 Interest and bank charges	5.00		34.50	39.50
545 Office Occupancy (rent, utilities)	722.31		10.19	732.50
550 Office Supplies and postage	763.20			763.20
555 Personal				
560 Polling				
565 Signs/structural support	5,228.44			5,228.44
570 Telephone	260.07			260.07
575 Transportation, accomodation and food	2,627.23		446.54	3,073.77
Other (provide details)				
580 Contributions Returned			1,353.10	1,353.10
585				
590 Total (total of line 500 to 585)	17,646.04		1,844.33	19,490.37
595 Total election expenses (Total of line 590 column A and B)	17,646.04			

From schedule 7, line 850  
From schedule 8, line 860

To line 410

To line 400

Provide the amount of bank charges and loan interest incurred from the close of the polls to 4 months after Election Day. (Not required if candidate did not qualify for reimbursement)

Loan interest line 597 \$ \_\_\_\_\_  
Bank Charges line 599 \$ 34.50

**Schedule 2 - Contributions to a Candidate (INCLUDING DONATIONS IN KIND)**

**A. Contributions Summary**

		A	B	C (A plus B)
	Aggregate Contributions of:	Cash	Donations in Kind	Total of all Contributions
600	\$250 or more	1,850.00		1,850.00
610	\$25 or more but less than \$250	3,125.00		3,125.00
620	Less than \$25			
630	<b>Total</b>	<b>\$ 4,975.00</b>	<b>\$</b>	<b>\$ 4,975.00</b>

Enter line 630, column C total on line 300

**B. Contributions of \$250 or More**

*(Complete part B only if the aggregate value of the contributions (cash and donations in kind) from any individual normally resident in Manitoba was \$250 or more during the candidacy period.)*

Name of Contributor (alphabetical order)	Contributor's Manitoba Residential Address	Aggregate Value of Contributions
Jauhal, Pormjit		250.00
Rivera, Evelyn		300.00
Rosario, Mario		300.00
Warraich, Amarjeet		1,000.00

**Schedule 3 – Transfers from Endorsing Political Party**

---

*(Complete only if the candidate's campaign received transfers from the candidate's endorsing political party)*

- A. Total value of all **cash transfers** received during the candidacy period from the candidate's endorsing political party: line 700 \$ —
  
- B. Total value of all **transfers of goods or services** during the candidacy period from the candidate's endorsing political party: line 710 \$ 1,926.20
  
- C. Total transfers from candidate's endorsing political party: (total of line 700 to 710) line 720 \$ 1,926.20 ← To line 310
  
- D. If you entered an amount on line 710, report the value of goods or services that were used in the election period: line 730 \$ 1,926.20

## Schedule 4 – Transfers from Candidate's Constituency Association

(Complete only if the candidate's campaign received transfers from the candidate's constituency association.)

A. Total value of all **cash transfers** received during the candidacy period from the candidate's constituency association: line 740 \$ —

B. Total value of all **transfers of goods or services** during the candidacy period from the candidate's constituency association: line 750 \$ —

C. Total transfers from candidate's constituency association: line 760 \$ — ← To line 320  
(total of line 740 to 750)

D. If you entered an amount on line 750, disclose the value of goods 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 endorsing the candidate during the candidacy period?

No (no further information is required)

Yes (complete the schedule below)

Name and address of Contributors of \$250 or more to the Constituency Association (attach list if necessary)	\$ Aggregate Value of Contribution

List attached?

Yes

No





## Schedule 6 - Accounts Payable

(Complete only if there are amounts owing to suppliers at the end of the candidacy period. Do not include loans payable)

Name of Supplier	Description of Expense	\$ Amount
Adwest Promotions	Signs	908.11
Computype Printing and copying	Posters	1,174.66
Elections Manitoba	Anonymous Contributions	353.10
Faustino Mercado	Various	1,492.28
Faustino Mercado	Prohibited Contribtion	1,000.00
Filipino Express	Advertising	424.00
Filipino Journal	Advertising	469.05
Lou Fernandez	Telephone	260.07
Lou Fernandez	Honourarium	3,500.00
Vickar Autobody & Glass	Car Rental	1,321.09
Zenaida Mercado	Rent	600.00
	Total accounts payable	line 840 \$ 11,502.36

↖  
To line 200



