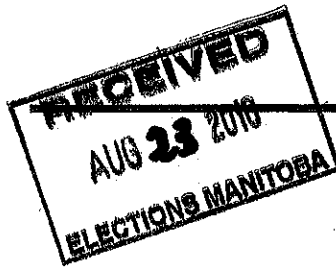




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BDO Canada LLP  
148 - 10th Street  
Brandon MB R7A 4E6 Canada



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## Independent Auditor's Report

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To Jason Hofer, official agent for David Horbas, and David Horbas, the Candidate

We have audited the accompanying Form 922, Candidate's Financial Statements and Supporting Schedules (the "Statements"), which comprises the Statement of Assets, Liabilities and Surplus as at January 29, 2016, Statement of Income, Expenses and Transfers for the Candidacy of David Horbas for the Candidacy Period from November 6, 2014 to January 29, 2016 relating to the election held on April 19, 2016 in the Electoral Division of Selkirk and a note describing the basis of accounting. The Statements have been prepared by the Official Agent based on the financial reporting provisions of the Elections Finances Act as issued by Elections Manitoba.

### The Official Agent's Responsibility for the Statements

The Official Agent is responsible for the preparation of the Statements in accordance with the financial reporting provisions of the Elections Finances Act as issued by Elections Manitoba, and for such internal control as the Official Agent determines is necessary to enable the preparation of the 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 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 whether the Statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statements. The procedures selected depend on the auditor's 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 Official Agent, as well as evaluating the overall presentation of the Statements.

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 of the types of transactions inherent in any election campaign, the completeness of contribution income and expenses is not susceptible of satisfactory audit verification. Accordingly, our verification of contribution income and expenses was limited to the amounts recorded in the candidate's election campaign records and we were not able to determine whether any adjustments might be necessary to assets, liabilities, income, expenses, and the campaign period surplus/deficit.

### **Qualified Opinion**

In our opinion, except for the possible effects of the matter described in the "Basis for Qualified Opinion" paragraph, Form 922, Candidate's Financial Statements and Supporting Schedules for David Horbas for the candidacy period of November 6, 2014 to January 29, 2016 relating to the election held on April 19, 2016 in the Electoral Division of Selkirk are prepared, in all material respects, in accordance with the financial reporting provisions of the Elections Finances Act as issued by Elections Manitoba.

### **Basis of Accounting and Restriction on Distribution and Use**

Without modifying our opinion, we draw attention to Appendix 1 of the Statements, which describes the basis of accounting. The Statements are prepared to comply with the financial reporting provisions of the Elections Finances Act as issued by Elections Manitoba. The Statements are filed with Elections Manitoba in accordance with the Elections Finances Act. As a result, the Statements may not be suitable for another purpose. Our report is intended solely for the Official Agent, the candidate and the Chief Electoral Officer, and should not be used by or distributed to parties other than the Official Agent, the candidate or the Chief Electoral Officer.

A handwritten signature in black ink that reads 'BDO Canada'.

Chartered Professional Accountants

Brandon, Manitoba  
August 11, 2016

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**David Horbas Electoral Campaign Return  
Appendix 1**

**Date of Poll: April 19, 2016**

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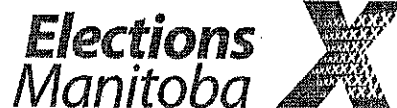
**1. Financial Reporting Framework Applied For Preparing Form 922, Candidate's Financial Statements and Supporting Schedules**

Form 922, Candidate's Financial Statements and Supporting Schedules (the "Statements") has been prepared in accordance with the financial reporting provisions of the Elections Finances Act as issued by Elections Manitoba.

The Statements are prepared to assist the Official Agent and the candidate to meet the requirements of the Elections Finances Act. The Statements are intended solely for the use of the Official Agent, the candidate and the Chief Electoral Officer. Accordingly, readers are cautioned that the Statements may not be suitable for another purpose. The Elections Finances Act requires that the Statements be made available for public inspection.

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 **November 6, 2014**

To Date **January 29, 2016**

**Candidate**

Name	David Horbas
Electoral Division	Selkirk
Endorsing Registered Party (If applicable)	PC Party of Manitoba

**Official Agent**

Name	Jason Hofer
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**Auditor**

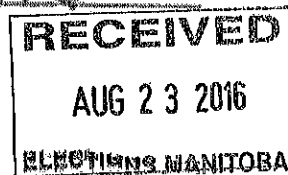
Name of Auditor	BDO Canada LLP
Name of Public Accountant to Whom Inquiry May be Directed (if different than above)	Todd Birkhan, CPA, CA

**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*.

Jason Hofer  
Signature of Official Agent

April 23, 2016  
Date



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

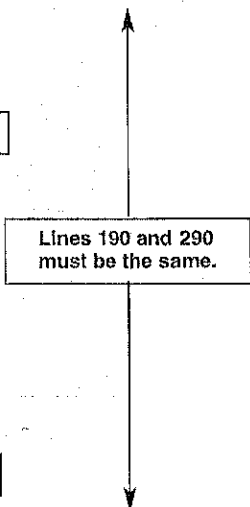
**Assets**

100	Cash	\$ <u>6,202.04</u>
110	Accounts receivable	<u>Nil</u>
115	Inventory*	<u>Nil</u>
	Other assets (provide details)	
130	_____	<u>Nil</u>
135	_____	<u>Nil</u>
<b>190</b>	<b>Total Assets</b> (total of line 100 to 135)	<b>line 190</b> <u>\$ 6,202.04</u>

**Liabilities and Surplus**

200	Accounts payable	\$ <u>2,455.00</u>	← From line 840
205	Overdraft/ Line of Credit**	<u>Nil</u>	
220	Loans**	<u>Nil</u>	
	Other liabilities (provide details)		
230	_____	<u>Nil</u>	
240	_____	<u>Nil</u>	
275	Candidacy Period Surplus/(Deficit)	<u>3,749.04</u>	← From line 440

<b>290</b>	<b>Total Liabilities and Surplus</b> (total of line 200 to 275)	<b>line 290</b> <u>\$ 6,202.04</u>
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\* 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	\$ Nil	← From line 630, column C
310	Transfers from candidate's constituency association	Nil	← From line 760
320	Transfers from endorsing registered party	2,839.79	← From line 720
330	Fundraising	4,487.20	
	Other Income (provide details)		
360	<u>Previous candidate</u>	<u>5,377.18</u>	
390	<b>Total Income and Transfers</b> (total of line 300 to 360)		line 390 \$ <u>12,704.17</u>

## Expenses and Transfers

400	Election expenses	\$ Nil	← From line 595
405	Non – election expenses	8,957.13	← From line 590, column D
415	Transfer of money to endorsing registered party	Nil	
420	Transfer of property and services to endorsing registered party	Nil	
430	<b>Total Expenses and Transfers</b> (total of line 400 to 420)		line 430 \$ <u>8,957.13</u>
440	<b>Total Period Surplus/ (Deficit)</b> (line 390 minus line 430)		line 440 \$ <u>3,749.04</u>
			↗ To line 275

**Schedule 1 – Candidacy Period Expenses (including non-monetary expenses)**

Election Expenses used in Election period					
A Cash/Credit	B Non-monetary	C Property and Services Used and Received Through Transfers	D Non-Election Expenses in Candidacy Period	E Total Expenses (columns A plus B plus C plus D)	
500	Advertising - media		1,246.67	1,246.67	
505	Posters, pamphlets, promotional		1,461.35	1,461.35	
511	Disability				From schedule 7, line 850
512	Child care				From schedule 8, line 860
515	Fundraising		1,489.30	1,489.30	
520	Furniture and equipment rental				
525	Honoraria/salaries				
530	Interest and bank charges		229.96	229.96	
535	Audit fee (amount in excess of subsidy)		2,455.00	2,455.00	
545	Office occupancy (rent, utilities)				
550	Office supplies and postage		20.41	20.41	
555	Polling (opinion surveys, market research)				
560	Signs/structural support				
565	Transportation, accommodation and food		704.44	704.44	
570	Telephone				
575	Personal				
	Other (provide details)				
580	<u>Voter ID Program</u>		900.00	900.00	
585	<u>Training</u>		450.00	450.00	
590	Total (total of line 500 to 585)		8,957.13	8,957.13	
595	Total election expenses (Total of line 590 column A, B and C)	Nil			To line 400

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

Loan Interest line 597 \$ Nil

Bank Charges line 598 \$ Nil

# Schedule 2 – Contributions to a Candidate (Including non-monetary contributions)

## A. Contributions Summary

		A	B	C (A plus B)
Aggregate Contributions of:		Cash	Non-monetary contributions	Total of all Contributions
<b>600</b>	<b>\$250 or more</b>			
<b>610</b>	<b>Less than \$250</b>			
<b>630</b>	<b>Total</b>	\$	\$	\$

← 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.]*

Name of Contributor (alphabetical order)	\$ Aggregate Value of Contribution
All contributions went directly to PC Manitoba	

Additional pages attached?

Yes \_\_\_\_\_

No



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

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

A. Total value of all **cash transfers** received during the candidacy period from the candidate's endorsing registered party: line 700 \$ 2,839.79

B. Total value of all **transfers of property or services** during the candidacy period from the candidate's endorsing registered party: line 710 \$ Nil

C. Total transfers from candidate's endorsing registered party: (total of line 700 to 710) line 720 \$ 2,839.79

← 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 \$ Nil

## 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 \$ Nil
- B. Total value of all **transfers of property or services** during the candidacy period from the candidate’s constituency association: line 750 \$ Nil
- C. Total transfers from candidate’s constituency association: (total of line 740 to 750) line 760 \$ Nil ← 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 \$ Nil

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 of Contributors of \$250 or more to the Constituency Association (attach list if necessary)	\$ Aggregate Value of Contribution
All contributions went directly to PC Manitoba	

List attached?

Yes

No

**Schedule 5 – Reconciliation of Income Tax Receipts**

*(Complete only if the candidate was registered to issue income tax receipts – i.e. Form 911 was filed with Elections Manitoba.)*

Total number of income tax receipts received from Elections Manitoba: line 780 N/A

Total number of income tax receipts returned to Elections Manitoba:

- Issued to Contributors line 790 N/A ← Return Elections Manitoba copies only.
  
- Voided or cancelled line 800 N/A ← Return all three copies.
  
- Unused line 810 N/A ← Return all three copies.

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

Total unreturned income tax receipts (line 780 minus line 820) line 830 N/A

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

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**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
Total accounts payable	line 840	\$ Nil

To line 200

## Schedule 7 – Candidate’s Disability Expenses

(Complete only if reasonable\* expenses were incurred by a disabled candidate in relation to a candidate disability to enable the candidate to campaign in an election period.)

\*Per section 115 of *The Election Financing Act*, reasonable expenses are those that are over and above the expenses normally incurred by the candidate.

List and describe the nature of the expenses incurred and the amounts claimed.

Description of Expense	\$ Value of expense incurred
Total disability expenses	line 850 \$ Nil

↗ To line 511 column D

\_\_\_\_\_  
Candidate’s Signature

\_\_\_\_\_  
Date



**Schedule 9 – Annual Advertising Expenses (outside the election period and to be completed for the year of a fixed date election)**

*(Complete the following schedule to calculate the amount of advertising expenses subject to the annual advertising limits.) s.58(2)*

Advertising means advertising that promotes or opposes (directly or indirectly) a registered party, candidate, or leadership contestant. (s.115) For this part it includes promotional materials. (s. 57)

Total advertising expenses incurred during year     \$1,367.30     (outside the election period)

910 Endorsed candidate (from line 940) line 910     \$ 1,367.30    

920 Individuals (from line 950) line 920 \_\_\_\_\_

930 **Total Annual advertising expenses**  
**outside election period** (total line 910 and 920) **line 930**     \$ 1,367.30    

A. Advertising expenses incurred by the candidate outside the election period and in the year of a fixed date election.\*

Details of Expense	\$ Amount
Drop Cards	\$1,367.30
<b>Total</b>	<b>line 940</b>
	\$ 1,367.30

B. Advertising expenses incurred by an individual on the candidate's behalf with the candidate's knowledge and consent outside the election period and in the year of a fixed date election.\*

Name of Individual	Address	\$ Amount
<b>Total</b>	<b>line 950</b>	<b>\$ Nil</b>

\* Attach separate list if necessary.