

WESTERN BLOCK PARTY
FINANCIAL STATEMENTS
DECEMBER 31, 2009

BURNELL PETERSEN BURNS

PROFESSIONAL ACCOUNTANTS

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AUDITORS' REPORT

To the Chief Agent,
Western Block Party

We have audited the financial transactions return and statement of assets and liabilities of Western Block Party as at December 31, 2009 and the statement of revenue and expenses for the year then ended. The financial transactions return is the responsibility of the association's chief agent. Our responsibility is to express an opinion on this financial information based on our audit.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards and Section 424 through 426 of the Canada Elections Act. 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 financial agent, as well as evaluating the overall financial statement presentation. The Canada Elections 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 association.

Due to the inherent nature of the transactions of registered electoral district associations, the completeness of contributions and other revenue and expenses is not susceptible to satisfactory audit verification. Accordingly, our verification of these amounts was limited to the amounts recorded in the association's accounting records.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of the financial transactions return and the revenue and expenses referred to in the preceding paragraph, the statement of assets and liabilities and statement of revenue and expenses present fairly, in all material respects, the financial position of Western Block Party as at December 31, 2009 and the results of its revenue and expenses for the year then ended in accordance with Canadian generally accepted accounting principles and Section 424 through 426 of the Canada Elections Act.

Victoria, B.C.
June 15, 2010



Professional Accountants

WESTERN BLOCK PARTY
STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2009

| <u>ASSETS</u> | <u>2009</u> | <u>2008</u> |
|--------------------|-----------------|------------------|
| Current | | |
| Cash in bank | \$ <u>2,223</u> | \$ <u>13,590</u> |
| Equipment (Note 2) | <u>696</u> | <u>-</u> |
| | <u>\$ 2,919</u> | <u>\$ 13,590</u> |

LIABILITIES AND SURPLUS

| | | |
|---------|-----------------|------------------|
| Surplus | <u>\$ 2,919</u> | <u>\$ 13,590</u> |
|---------|-----------------|------------------|

Approved by the Chief Agent

Keltie Taylor

(See accompanying notes)

WESTERN BLOCK PARTY
STATEMENT OF REVENUE AND EXPENSES
YEAR ENDED DECEMBER 31, 2009

| | <u>2009</u> | <u>2008</u> |
|--|-----------------|------------------|
| Revenue | | |
| Donations | \$ 5,260 | \$ 10,210 |
| Memberships | <u>1,505</u> | <u>310</u> |
| | <u>6,765</u> | <u>10,520</u> |
| Expenses | | |
| Advertising - other | 1,818 | 86 |
| Amortization | 696 | - |
| Bank charges and interest | 24 | 15 |
| Office | 7,420 | 2,790 |
| Other - non-refundable nomination deposit | - | 1,000 |
| Professional services | 1,365 | 525 |
| Travel and hospitality | <u>6,113</u> | <u>4,687</u> |
| | <u>17,436</u> | <u>9,103</u> |
| Excess of expenses over revenue for the year | (10,671) | 1,417 |
| Surplus, beginning of year | <u>13,590</u> | <u>12,173</u> |
| Surplus, end of year | <u>\$ 2,919</u> | <u>\$ 13,590</u> |

(See accompanying notes)

WESTERN BLOCK PARTY
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2009

Note 1 - Accounting Policies

Computer Equipment

Computer equipment is recorded at cost. Amortization is determined at rates which will reduce original cost to estimated residual value over the useful life of each asset. The annual rate used to compute amortization on a declining balance basis is 100%.

One-half the annual rate of amortization is claimed in the year of acquisition.

Use of Estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from management's best estimates as additional information becomes available in the future.

Note 2 - Computer Equipment

| | <u>Cost</u> | <u>Accumulated amortization</u> | 2009 <u>Net book value</u> | 2008 |
|--------------------|-----------------|-------------------------------------|-------------------------------|-------------|
| Computer equipment | <u>\$ 1,392</u> | <u>\$ 696</u> | <u>\$ 696</u> | <u>\$ -</u> |

Note 3 - Statement of Cash Flows

A statement of cash flows has not been included as it is felt it would not provide significant additional information.