

WESTERN BLOCK PARTY
FINANCIAL STATEMENTS
JANUARY 31, 2014

Burns & Co.



Certified General Accountant

INDEPENDENT AUDITOR'S REPORT

To Keltie Zubko Financial Agent for the Western Block Party for submission to the Chief Electoral Officer of Canada in accordance with section 426 of the *Canada Elections Act*,

Report on the Return

I have audited the Financial Transactions Return (the "Return") of the Western Block Party, which comprises the Statement of Assets and Liabilities as at January 31, 2014 and the statement of revenue and expenses for the period then ended.

This Return has been prepared by the financial agent of the association based on the financial reporting provisions of Section 424 of the Canada Elections Act and in the prescribed form issued by Elections Canada.

The Financial Agent's Responsibility for the Return

The financial agent of the association is responsible for the preparation of the Return in accordance with the financial reporting provisions of Section 424 of the *Canada Elections Act* and in the prescribed form issued by Elections Canada and for such internal control as the financial agent determines is necessary to enable the preparation of a Return that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the Return based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements, and plan and perform an audit to obtain reasonable assurance whether the Return is free of material misstatement.

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

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

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, my verification of these amounts was limited to the amounts recorded in the registered association's accounting records and I was not able to determine whether any adjustments might be necessary to contributions and other revenue, expenses, liabilities and net assets.

Qualified Opinion

In my opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the Financial Transactions Return of the Western Block Party for the fiscal period ending January 31, 2014 is prepared, in all material respects, in accordance with the financial reporting provisions of Section 424 of the *Canada Elections Act* and in the prescribed form issued by Elections Canada.

Basis of Accounting and Restriction on Use

Without modifying my opinion, I draw attention to Note 1 to the Return which describes the basis of accounting. The Return is prepared to assist the financial agent of the registered association to meet the requirements of the *Canada Elections Act*. As a result, the Return may not be suitable for another purpose. My report is intended solely for the financial agent and the chief electoral officer, and should not be used by parties other than the financial agent or chief electoral officer.

Report on Other Legal and Regulatory Requirements

As required by Subsection 424 of the *Canada Elections Act*, in my opinion, the Return presents the information contained in the financial records on which it is based.

Victoria, B.C.
July 23, 2014

Burns & Co.
Certified General Accountant

WESTERN BLOCK PARTY
STATEMENT OF ASSETS AND LIABILITIES
JANUARY 31, 2014

<u>ASSETS</u>	<u>2014</u>	<u>2013</u>
Current		
Cash in bank	\$ <u>1,614</u>	\$ <u>1,614</u>

<u>LIABILITIES AND DEFICIT</u>		
Current		
Accounts payable and accrued charges	\$ <u>2,454</u>	\$ <u>840</u>
Surplus (deficit)	<u>(840)</u>	<u>774</u>
	<u>\$ 1,614</u>	<u>\$ 1,614</u>

Approved by the Chief Agent

(See accompanying notes)

WESTERN BLOCK PARTY
STATEMENT OF REVENUE AND EXPENSES
PERIOD ENDED JANUARY 31, 2014

	<u>2014</u> (1 month)	<u>2013</u> (12 months)
Revenue		
Donations	\$ -	\$ 865
Memberships	-	765
Contribution returned	-	(400)
	<u>-</u>	<u>1,230</u>
Expenses		
Advertising - other	-	156
Bank charges and interest	23	33
Office	751	695
Professional services	840	840
	<u>1,614</u>	<u>1,724</u>
Excess of expenses over revenue for the period	(1,614)	(494)
Surplus, beginning of period	<u>774</u>	<u>1,268</u>
Surplus, (deficit), end of period	<u>\$ (840)</u>	<u>\$ 774</u>

(See accompanying notes)

WESTERN BLOCK PARTY

NOTES TO THE FINANCIAL STATEMENTS

JANUARY 31, 2014

Purpose

The Western Block Party is a Registered Political Party as defined by the Canada Elections Act. Its Chief Agent is responsible for accepting contributions and payment of Party expenses.

Note 1 - Accounting Policies

Financial Reporting Framework

The Financial Transactions Return has been prepared in accordance with the financial reporting provisions of Section 403.35 of the *Canada Elections Act* and in the prescribed form issued by Elections Canada.

The Return is prepared to assist the financial agent to meet the requirements of the *Canada Elections Act*. The Return is intended solely for the use of the financial agent and the Chief Electoral Officer. Accordingly, readers are cautioned that the Return may not be suitable for another purpose. The *Canada Elections Act* requires that the Return be made available for public inspection.

Financial reporting provisions of Subsections 403.35(2)(e) and (f) of the *Canada Elections Act* require that the Statement of Assets and Liabilities and the Statement of Revenue and Expenses be prepared in accordance with generally accepted accounting principles. Elections Canada has interpreted generally accepted accounting principles as being the recognition and measurement requirements in CICA Handbook - Accounting, Part III - "Accounting standards for not-for-profit organizations" specifically related to the statements in Part 4 of the Financial Transactions Return, but not the presentation principles, i.e., the obligation to present all the financial statement and note disclosures required by generally accepted accounting principles for a complete set of financial statements. The financial agent has prepared the Statement of Assets and Liabilities and the Statement of Revenues and Expenses in accordance with the recognition and measurement requirements in CICA Handbook - Accounting, Part III - "Accounting standards for not-for-profit organizations".

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.

Revenue Recognition

Contribution revenue is recognized in the year for which a tax receipt is issued. Other revenue is recognized on an accrual basis.

WESTERN BLOCK PARTY
NOTES TO THE FINANCIAL STATEMENTS

JANUARY 31, 2014

Note 2 - Financial Instruments

Financial instruments consist of cash in bank and accounts payable. The carrying values of these instruments approximate their fair market value.

Credit risk is the risk of financial loss to the Party if a counterparty to a financial instrument fails to meet its obligations.

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.

Note 4 - Comparative Figures

Pursuant to subsection 390(1) of the Canada Elections Act, in accordance with subsection 385.1(3) of the Act, the Western Block Party was deregistered, effective January 31, 2014. Therefore, the current period is for one month and the comparative period is for twelve months.

Keltie Zubko
P.O. Box 24052
4420 West Saanich Road
Victoria, BC
V8Z 7E7

July 30, 2014

Elections Canada
Political Financing
30 Victoria Street
Gatineau, Quebec
K1A 0M6

BY FAX 1-888-523-9333

Dear Sir/Madam:

Re: Final Financial Reports of the deregistered Western Block Party

Please find attached the audited reports for the periods ended December 31, 2013 and January 31, 2014, as required by July 31, 2014.

Yours truly,



Keltie Zubko

former chief agent, Western Block Party