

**Kenora Catholic District
School Board**
For the year ended August 31, 2007

Kenora Catholic District School Board
Financial Statements
For the year ended August 31, 2007

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Management's Responsibility for the Financial Statements

The accompanying financial statements of the Kenora Catholic District School Board are the responsibility of the Board's management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants. A summary of the significant accounting policies are described in the notes to the financial statements. The preparation of financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Board management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements. These systems are monitored and evaluated by management.

The Board meets with management to review the financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the financial statements.

The financial statements have been audited by BDO Dunwoody LLP, independent external auditors appointed by the Board. The accompanying Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Board's financial statements.

Dr. Allan Craig
Director of Education

Kenora, Ontario
December 14, 2007



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Auditors' Report

To the Trustees of the Kenora Catholic District School Board

We have audited the statement of financial position of the Kenora Catholic District School Board as at August 31, 2007 and the statement of financial activities and changes in financial position for the year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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 management, as well as evaluating the overall financial statement presentation.

In common with many school boards, individual schools derive revenue from school fundraising activities held throughout the year. Adequate documentation and controls were not in place throughout the year to allow us to obtain satisfactory audit verification as to the completeness of these revenues. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the individual schools and we were not able to determine whether adjustments might be necessary to school fundraising revenue, net revenue, financial assets and net financial position.

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 school fundraising revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of the Kenora Catholic District School Board as at August 31, 2007 and the results of its operations and changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants, Licensed Public Accountants

Kenora, Ontario
November 28, 2007

Kenora Catholic District School Board Statement of Financial Position

As at August 31	2007	2006
Financial Assets		
Cash	\$ 343,367	\$ 1,288,428
Short term deposit receipts (Note 1)	1,920,719	7,581,900
Accounts receivable (Note 2)	1,670,767	1,241,958
Total Financial Assets	3,934,853	10,112,286
Financial Liabilities		
Bank indebtedness (Note 3)	733,551	310,547
Accounts payable and accrued liabilities	1,686,710	1,405,992
Net long term liabilities (Note 4)	10,298,971	10,284,348
Deferred revenue (Note 5)	304,330	216,690
Employee future benefits payable (Note 6)	1,409,681	1,362,839
Total Financial Liabilities	14,433,243	13,580,416
Net Financial Liabilities	(10,498,390)	(3,468,130)
Non-Financial Assets		
Prepaid expenses	202,090	34,646
Net Liabilities	\$ (10,296,300)	\$ (3,433,484)
Financial Position		
Operating Fund	\$ 195,718	\$ -
Capital Fund	494,653	7,582,278
Reserve Funds	521,482	521,482
School Activities Fund	200,499	109,943
Total Fund Balance	1,412,352	8,213,703
Amounts to be recovered (Note 7)	(11,708,652)	(11,647,187)
Net Financial Position	\$ (10,296,300)	\$ (3,433,484)

On behalf of the Board:

_____ Chair of the Board

_____ Director of Education

Kenora Catholic District School Board Statement of Financial Activities

For the year ended August 31	Budget 2007	Actual 2007	Actual 2006
	(Unaudited)		
Revenues			
Local taxation	\$ 2,464,824	\$ 2,458,675	\$ 2,474,281
Grants - Provincial - Student Focused Funding	11,062,389	10,959,788	10,062,913
Grants - Other	523,500	952,107	917,103
Federal grants and fees	1,082,463	919,900	1,014,418
Other fees and revenue	132,300	504,678	47,429
Investment income	108,000	240,848	2,243
School fundraising	500,000	604,816	495,682
Total Revenue	15,873,476	16,640,812	15,014,069
Expenditures (Note 9)			
Instruction	10,951,458	11,546,361	10,651,919
Administration	1,157,956	1,256,251	1,320,813
Transportation	830,417	840,414	827,835
School operations & maintenance	1,463,200	1,285,056	1,280,635
Pupil accommodation	8,177,315	8,228,730	2,162,142
School funded activities	500,000	514,260	483,770
Total Expenditures	23,080,346	23,671,072	16,727,114
Net revenue (expenditure)	(7,206,870)	(7,030,260)	(1,713,045)
Increase in non-financial assets			
Increase (decrease) in prepaid expenses	-	167,444	10,908
Change in net assets	(7,206,870)	(6,862,816)	(1,702,137)
Financing transactions			
Long term financing issued	-	298,916	10,034,990
Debt principal repayments	(302,027)	(284,293)	(32,308)
Increase in unfunded liabilities	-	46,842	59,370
Change in amounts to be recovered	(302,027)	61,465	10,062,052
Change in fund balances	(7,508,897)	(6,801,351)	8,359,915
Opening fund balances	7,753,024	8,213,703	(146,212)
Closing fund balances	\$ 244,127	\$ 1,412,352	\$ 8,213,703

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Kenora Catholic District School Board Statement of Changes in Financial Position

For the year ended August 31	2007	2006
Cash flows from operating activities		
Net expenditure for the year	\$ (7,030,260)	\$ (1,713,045)
Sources and (uses):		
Accounts receivable	(428,809)	726,656
Accounts payable and accrued liabilities	280,718	724,367
Deferred revenues - reserves	87,640	(82,863)
Employee benefits payable	46,842	59,370
	<u>(7,043,869)</u>	<u>(285,515)</u>
Cash flows from investing and financing activities		
Long term liabilities issued	298,916	10,034,990
Net repayment of long term debt	<u>(284,293)</u>	<u>(32,308)</u>
	<u>14,623</u>	<u>10,002,682</u>
(Decrease) increase in cash and cash equivalents during the year	(7,029,246)	9,717,167
Cash and cash equivalents, beginning of year	<u>8,559,781</u>	<u>(1,157,386)</u>
Cash and cash equivalents, end of year	\$ 1,530,535	\$ 8,559,781
Cash and cash equivalents is comprised of:		
Cash and short term deposit receipts	\$ 2,264,086	\$ 8,870,328
Bank indebtedness	<u>(733,551)</u>	<u>(310,547)</u>
	\$ 1,530,535	\$ 8,559,781

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Kenora Catholic District School Board Schedule of Operating Fund

For the year ended August 31	Budget 2007	Actual 2007	Actual 2006
	(Unaudited)		
Revenues			
Local taxation	\$ 2,464,824	\$ 2,458,675	\$ 2,474,281
Provincial grants - Student Focused Funding	11,062,389	10,959,788	10,062,913
Provincial grants - other	523,500	952,107	917,103
Federal grants and fees	1,082,463	919,900	1,014,418
Other fees and revenues	132,300	504,678	47,429
Investment income	-	240,848	2,243
Total Revenues	15,265,476	16,035,996	14,518,387
Expenditures			
Instruction	10,808,768	11,346,609	10,420,639
Administration	1,144,206	1,231,977	1,303,731
Transportation	830,417	840,414	827,835
School operations and maintenance	1,446,850	1,265,660	1,267,648
Pupil accommodation	-	557,463	84,131
Total Expenditures	14,230,241	15,242,123	13,903,984
Net revenue	1,035,235	793,873	614,403
Increase in non-financial assets			
Increase (decrease) in prepaid expenses	-	167,444	10,908
Financing transactions			
Debt principal repayments	(302,027)	(284,293)	(32,308)
Increase in unfunded liabilities	-	46,842	59,370
Change in amounts to be recovered	(302,027)	(237,451)	27,062
Transfers (to) from other funds			
Transfer to Capital Fund	(850,105)	(528,148)	(489,140)
Transfer (to) from Reserve Fund	116,897	-	(163,233)
Net transfers (to) other funds	(733,208)	(528,148)	(652,373)
Change in Operating Fund Balance	-	195,718	-
Opening Balance - operating fund	-	-	-
Closing Balance - operating fund	\$ -	\$ 195,718	\$ -

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

Kenora Catholic District School Board Schedule of Capital Fund

For the year ended August 31	Budget 2007	Actual 2007	Actual 2006
	(Unaudited)		
Revenue	\$ -	\$ -	-
Expenditures			
Instruction	142,690	199,752	231,280
Administration	13,750	24,274	17,082
School operations and maintenance	16,350	19,396	12,987
Pupil accommodation	8,177,315	7,671,267	2,078,011
Total expenditures	8,350,105	7,914,689	2,339,360
Net expenditures	(8,350,105)	(7,914,689)	(2,339,360)
Financing Transactions			
Long term financing issued	-	298,916	10,034,990
Transfers (to) from other funds			
Transfer from Operating Fund	850,105	528,148	489,140
Change in capital fund balance	(7,500,000)	(7,087,625)	8,184,770
Opening balance - capital fund	7,500,000	7,582,278	(602,492)
Closing balance - capital fund	\$ -	\$ 494,653	\$ 7,582,278

The accompanying summary of significant accounting policies and notes are an integral part of these financial statements.

**Kenora Catholic District School Board
Schedule of Reserve Funds**

For the year ended August 31	Budget 2007	Actual 2007	Actual 2006
	(Unaudited)		
Revenues	\$ 108,000	\$ -	\$ -
Expenditures	-	-	-
Net revenue (expenditures)	108,000	-	-
Transfers (to) from other funds			
Transfer from (to) Operating Fund	(116,897)	-	163,233
Change in reserve funds balance	(8,897)	-	163,233
Opening balance - reserve funds	154,993	521,482	358,249
Closing balance - reserve funds	\$ 146,096	\$ 521,482	\$ 521,482

**Kenora Catholic District School Board
Schedule of School Activities Fund**

For the year ended August 31	Budget 2007	Actual 2007	Actual 2006
	(Unaudited)		
Revenues			
School fundraising	\$ 500,000	\$ 604,816	\$ 495,682
Expenditures			
School funded activities	500,000	514,260	483,770
Net Revenue	-	90,556	11,912
Opening Balance - school activities fund	98,031	109,943	98,031
Closing Balance - school activities fund	\$ 98,031	\$ 200,499	\$ 109,943

Kenora Catholic District School Board Summary of Significant Accounting Policies

August 31, 2007

- | | |
|-------------------------------------|--|
| Nature of Business | The principal activity of the Board is to administer the operations of the Catholic elementary and secondary schools in the District of Kenora. |
| Accounting Principles | <p>The financial statements have been prepared by the Board in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.</p> <p>The financial statements are the representations of management.</p> |
| a) Reporting Entity | The financial statements reflect the assets, liabilities, revenues, expenditures and fund balances of the reporting entity. The reporting entity is comprised of all organizations accountable for the administration of their financial affairs and resources to the Board and which are controlled by the Board. |
| b) Trust Funds | Trust funds and their related operations administered by the Board are not included in the financial statements as they are not controlled by the Board. |
| c) Basis of Accounting | Revenues and expenses are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenditures are the cost of goods and services acquired in the period whether or not payment has been made or invoices received. |
| d) Cash and Cash Equivalents | Cash and cash equivalents comprise of cash on hand and bank balances and short term investments, all of which have short maturity terms. |
| e) Capital Assets | The historical cost and accumulated depreciation of capital assets are not reported. Capital assets are reported as expenditures on the Statement of Financial Activities in the year of acquisition. |
| f) Deferred Revenue | Certain amounts are received pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs or in the delivery of specific services and transactions. These amounts are recognized as revenue in the fiscal year the related expenditures are incurred or services performed. |

Kenora Catholic District School Board Summary of Significant Accounting Policies

August 31, 2007

**g) Retirement and Other
Employee Future Benefits**

The Board provides defined retirement and other future benefits to specified employee groups. These benefits include pension, life insurance, dental, health care benefits, retirement gratuity, workers' compensation and long term disability benefits. The Board has adopted the following policies with respect to accounting for these employee benefits:

- (i) The costs of self insured retirement and other employee future benefit plans are actuarially determined using management's best estimate of salary escalation, insurance and health care cost trends, disability recovery rates, long term inflation rates and discount rates.

For self insured retirement and other employee future benefits that vest or have accumulated over the periods of service provided by employees, such as retirement gratuities, long term disability benefits and accumulated sick leave, the cost is actuarially determined using the projected benefits method prorated on service. Under this method, the benefit costs are recognized over the expected average life of the employee group. Any actuarial gains and losses related to the past service of employees are amortized over the expected average remaining service life of the employee group.

For those self insured benefit obligations that arise from specific events that occur from time to time, such as obligations for worker's compensation, the cost is recognized immediately in the period the events occur. Any actuarial gains and losses that are related to these benefits are recognized immediately in the period they arise.

- (ii) The costs of multi-employer defined pension plan benefits, such as the Ontario Municipal Employees Retirement System pensions, are the employer's contributions due to the plan in the period;
- (iii) The costs of insured benefits are the employer's portion of insurance premiums owed for coverage of employees during the period.

- i) Reserves and Reserve Funds** Certain amounts, as approved by the Board trustees, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to and/or from reserves and reserve funds are an adjustment to the respective fund when approved.

Kenora Catholic District School Board Summary of Significant Accounting Policies

August 31, 2007

- j) Government Transfers** Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amount can be made.
- k) Investment Income** Investment income earned on surplus operating funds, capital funds, reserves and reserve funds are reported as revenue in the period earned.
- Investment income, if any, earned on externally restricted funds are added to the fund balance and forms part of the respective deferred revenue balances.
- l) Budget Figures** Budget figures have been provided for comparison purposes and have been derived from the budget approved by the Trustees. The budget approved by the Trustees is developed in accordance with the provincially mandated funding model for school boards and is used to manage program spending within the guidelines of the funding model. Given differences between the funding model and generally accepted accounting principles for local governments established by the Public Sector Accounting Board, the budget figures presented have been adjusted to conform with this basis of accounting as it is used to prepare the financial statements. The budget figures are unaudited.
- m) Use of Estimates** The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the year. Actual results could differ from these estimates.
- Significant estimates include assumptions used in estimating the collectibility of amounts receivable, in estimating provisions for accrued liabilities and assumptions used to calculate employee benefits payable.

Kenora Catholic District School Board Notes to Financial Statements

August 31, 2007

1. Short Term Deposit Receipts

	2007	2006
Redeemable Guaranteed Investment Certificate at 4.1%	\$ 1,177,143	\$ 7,500,000
Redeemable Guaranteed Investment Certificate at 4.1%	743,576	81,900
	\$ 1,920,719	\$ 7,581,900

2. Accounts Receivable

	2007	2006
Tuition/Government of Canada	\$ 737,213	\$ 852,927
Local government	272,393	287,170
Other	661,161	101,861
	\$ 1,670,767	\$ 1,241,958

3. Bank Indebtedness

	2007	2006
Demand operating line of credit	\$ 733,551	\$ -
Short term financing - Banker Acceptance Notes	-	310,547
Net book value	\$ 733,551	\$ 310,547

The Board has an operating line of credit with a Canadian financial institution bearing interest at the bank's prime rate. The maximum drawings under the terms of the operating line are \$3,000,000. At year end, the Board was using \$733,551 (2006 - \$-) of the operating line.

Kenora Catholic District School Board Notes to Financial Statements

August 31, 2007

4. Net Long Term Liabilities

	2007	2006
5.138% debenture, repayable \$339,586 semi annually on February 18th and August 18th, maturing August 18, 2031	\$ 9,306,474	\$ 9,499,990
Demand instalment loan repayable annually at \$21,667 plus interest at prime less .15%, maturing January 2018	238,332	259,999
Demand instalment loan repayable \$7,584 monthly including interest at 5.09%, maturing June 2013.	458,515	524,359
4.50% debenture, repayable \$10,081 semi-annually on November 15 and May 15, maturing November 2031	295,650	-
	\$ 10,298,971	\$ 10,284,348

Of the long term liabilities outstanding of \$10,298,971, principal amounting to \$1,841,046 plus estimated interest amounting to \$2,273,723 is payable over the next five years as follows:

	Principal	Interest	Total
2008	\$ 301,544	\$ 524,009	\$ 825,553
2009	316,064	508,190	824,254
2010	331,337	491,617	822,954
2011	347,404	474,250	821,654
2012	544,697	275,657	820,354
	\$ 1,841,046	\$ 2,273,723	\$ 4,114,769

5. Deferred Revenue

The use of certain reserve funds are restricted by the provincial government regulations. It is a requirement of the public sector accounting principles of the Canadian Institute of Chartered Accountants that these reserve funds be reported as deferred revenue.

- a) Deferred revenue set-aside for specific purposes by legislation, regulation or agreement as at August 31 is comprised of:

	2007	2006
Chapel Fund	\$ 78,978	\$ 78,978
Other	225,352	137,712
	\$ 304,330	\$ 216,690

Kenora Catholic District School Board Notes to Financial Statements

August 31, 2007

5. Deferred Revenue - continued

b) Continuity

	Opening Balance 2006	Transfer In	Transfers Out	Ending Balance 2007
	\$ 216,690	\$ 185,312	\$ 97,672	\$ 304,330

6. Employee Future Benefits

	2007			2006	
Liabilities	Retirement Benefits	Sick Leave Benefits	Other Employee Future Benefits	Total Employee Future Benefits	Total Employee Future Benefits
Accrued Employee Future Benefit Obligations at August 31, 2007	\$ 733,038	\$ 953,116	\$ 39,433	\$ 1,725,587	\$ 1,362,839
Unamortized Actuarial Gains (Losses) at August 31, 2007	(114,113)	(201,793)	-	(315,906)	-
Employee Future Benefits Liability at August 31, 2007	\$ 618,925	\$ 751,323	\$ 39,433	\$ 1,409,681	\$ 1,362,839
Expenses					
Current year benefit cost	\$ 64,316	\$ 102,424	\$ (3,844)	\$ 162,896	\$ 172,519
Interest on accrued benefit obligation	26,924	32,109	-	59,033	56,553
Employee Future Benefits Expenses¹	\$ 91,240	\$ 134,533	\$ (3,844)	\$ 221,929	\$ 229,072

¹ Excluding pension contributions to the Ontario Municipal Employees' Retirement System, a multi-employer pension plan, described below.

(i) Ontario Teacher's Pension Plan

Teachers and related employee groups are eligible to be members of Ontario Teacher's Pension Plan. Employer contributions for these employees are provided directly by the Province of Ontario. The pension costs and obligations related to this plan are a direct responsibility of the Province. Accordingly, no costs or liabilities related to this plan are included in the Board's financial statements.

Kenora Catholic District School Board Notes to Financial Statements

August 31, 2007

6. Employee Future Benefits (continued)

(ii) Ontario Municipal Employees Retirement System

All full-time and permanent part-time non-teaching employees of the Board are eligible to be members of the Ontario Municipal Employees Retirement System (OMERS), a multi-employer pension plan. The plan provides defined pension benefits to employees based on their length of service and rates of pay. Employees contribute at 6.5% up to YMPE and 9.6% thereafter of their earnings. The Board contributions equal employee contributions to the plan. During the year ended August 31, 2007, the Board contributed \$136,722 (2006 - \$129,003) to the plan. As this is a multi-employer pension plan, these contributions are the Board's pension benefit expenses. No pension liability for this type of plan is included in the Board's financial statements.

(iii) Retirement Gratuities

The Board provides retirement gratuities to employees having 10 or more years of service with the Board who are eligible for superannuation and are retiring on a regular or a disability pension. The retirement gratuities are based on 25% of their salary in effect at retirement. The benefit costs and liabilities related to this plan are included in the Board's financial statements.

(iv) Workplace Safety and Insurance Board Obligations

The Board is a Schedule 1 employer under The Workplace Safety and Insurance Act and, as such, the Board insures all claims by its injured workers under the Act. The Board's insurance premiums for the year ended August 31, 2007 were \$76,122 (2006 - \$56,728) and are included in the Board's current year benefit costs. No liabilities for claims by its injured workers under the Act are included in the Board's financial statements.

(v) Accumulated Sick Leave

The Board provides accumulated sick leave benefits to certain groups of employees. Under the plan employees can accumulate unused sick leave days available for use in future years. The Board provided these benefits through an unfunded defined benefit plan. The benefit costs and liabilities related to this plan are included in the Board's financial statements.

(vi) Long Term Disability

The Board provides health, dental and life insurance benefits to employees who are on long term disability leave. The Board provides these benefits through an unfunded plan. The costs of salary compensation paid to employees on long term disability leave are fully insured by the carrier and not included in this plan. The benefit costs and liabilities related to the payment of premiums for employees on long term disability are included in the financial statements.

Kenora Catholic District School Board Notes to Financial Statements

August 31, 2007

6. Employee Future Benefits (continued)

The accrued benefit obligations for employee future benefit plans as at August 31, 2007 for retirement gratuities, sick leave benefits and long term disability obligations are based on an actuarial valuations performed as at August 31, 2007. These actuarial valuations were based on assumptions about future events. The economic assumptions used in these valuations are the Board's best estimates of expected rates of:

	2007	2006
	%	%
Wage and salary escalation	3.00	2.50
Interest rate	4.50	4.50
Inflation rate	2.00	1.50

7. Amounts to be Recovered in Future Years

The amounts to be recovered in future years reported on the statement of financial position are comprised of:

	2007	2006
Capital outlay to be recovered in future years		
Net long term debt (Note 4)	\$ 10,298,971	\$ 10,284,348
Amounts to be financed in future years		
Retirement and other employee future benefits liability (Note 6)	1,409,681	1,362,839
	\$ 11,708,652	\$ 11,647,187

8. Debt Charges, Capital Loans and Interest

The expenditure for debt charges, capital loans and interest includes principal and interest payments as follows:

	2007	2006
Principal payments on long term liabilities	\$ 284,293	\$ 32,320
Interest payments on long term liabilities	555,017	18,983
	\$ 839,310	\$ 51,303

Kenora Catholic District School Board Notes to Financial Statements

August 31, 2007

9. Expenditures by Object

The following is a summary of the current and capital expenditures reported on the statement of financial activities by object:

	2007 Budget	2007 Actual	2006 Actual
Current expenditures:			
Salaries and wages	\$ 9,928,348	\$ 10,319,905	\$ 9,398,521
Employee benefits	1,375,271	1,380,725	1,280,722
Staff development	192,818	370,353	308,889
Supplies and services	1,958,990	1,883,740	1,916,780
Interest	-	555,017	36,354
Rental expenditures	77,669	77,519	64,010
Fees and contract services	889,754	816,670	969,818
Other	307,391	352,454	412,660
	14,730,241	15,756,383	14,387,754
Capital expenditures	8,350,105	7,914,689	2,339,360
	\$ 23,080,346	\$ 23,671,072	\$ 16,727,114

10. Ontario School Board Insurance Exchange (OSBIE)

The school board is a member of the Ontario School Board Insurance Exchange (OSBIE), a reciprocal insurance company licensed under the Insurance Act. OSBIE insures general public liability, property damage and certain other risks.

11. Trust Funds

Scholarship Trust Fund

The Board holds a scholarship trust fund, the use of which is restricted to the disbursement of investment income for the purpose of student scholarship awards. This trust fund is not recorded in the financial statements of the Board.

Kenora Catholic District School Board Notes to Financial Statements

August 31, 2007

12. Commitment

The Board has committed to a road and parking project. The total project cost is estimated at \$457,000.

13. Subsequent Event

Subsequent to the year end the Board committed to the construction of a multi-skills training centre. The anticipated project cost is \$1,450,000.