

**Kenora and Lake of the Woods Regional  
Community Foundation  
Financial Statements  
For the year ended December 31, 2010**

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## Independent Auditors' Report

To the Members of Kenora and Lake of the Woods Regional Community Foundation:

We have audited the accompanying financial statements of Kenora and Lake of the Woods Regional Community Foundation, which comprise the statement of financial position as at December 31, 2010, and the statement of operations and changes in net assets and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these financial 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 about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial 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 management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit.

### *Opinion*

As is the case with most organizations of this nature, we were unable to independently verify revenue from donations and fundraising activities, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the Foundation and we were not able to determine whether any adjustments might be necessary to revenues, excess of revenue over expenses, assets and net assets.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Kenora and Lake of the Woods Regional Community Foundation as at December 31, 2010 and the results of its operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

### *Other Matter*

The supplementary information contained in the schedules is presented for the purpose of additional analysis and is not a part of the basic audited financial statements. The information in the schedules was derived from the accounting records tested in forming an opinion on the financial statements as a whole.



Chartered Accountants

Licensed Public Accountants

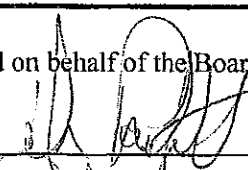
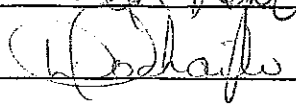
Kenora, Ontario

June 30, 2011

**Kenora and Lake of the Woods Regional Community Foundation**  
**Statement of Financial Position**  
**As at December 31, 2010**

	2010	2009
<b>Assets</b>		
Cash in bank	\$ 107,004	\$ 88,386
Investments (Note 1)	2,215,085	1,856,315
Accounts receivable (Note 2)	14,675	11,916
Prepaid expenses	<u>3,684</u>	<u>4,059</u>
<b>Total Assets</b>	<b><u>\$ 2,340,448</u></b>	<b><u>\$ 1,960,676</u></b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable	\$ 3,738	\$ 5,435
Deferred revenue (Schedule 6)	610	506
<b>Total Liabilities</b>	<b><u>4,348</u></b>	<b><u>5,941</u></b>
<b>Net Assets</b>		
General funds	116,511	102,185
Reserve for general funds	3,140	3,140
Community funds (Schedule 1)	79,798	35,539
Flow through funds (Schedule 2)	-	900
Endowment funds (Schedule 3)	<u>2,136,651</u>	<u>1,812,971</u>
<b>Total Net Assets</b>	<b><u>2,336,100</u></b>	<b><u>1,954,735</u></b>
<b>Total Liabilities and Net Assets</b>	<b><u>\$ 2,340,448</u></b>	<b><u>\$ 1,960,676</u></b>

Approved on behalf of the Board of Directors:

  
 \_\_\_\_\_ President  
  
 \_\_\_\_\_ Treasurer

*See accompanying notes to the financial statements.*

Kenoira and Lake of the Woods Regional Community Foundation  
 Statement of Operations and Changes in Net Assets  
 For the year ended December 31, 2010

	General Funds		Community Funds		Flow-Through Funds		Endowment Funds		Reserve for General Funds		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
<b>REVENUE</b>												
Receipts/Donations (Note 3)	\$ 43,185	\$ 33,826	\$ 145,171	\$ 110,035	\$ 37,500	\$ 43,750	\$ 283,552	\$ 310,143	\$ -	\$ 1,000	\$ 509,408	\$ 498,754
Interest income	735	-	-	-	-	-	-	-	-	-	735	-
Municipal contributions	27,500	27,500	-	-	-	-	-	-	-	-	27,500	27,500
Fundraising (Schedule 5)	83,201	79,140	-	-	-	-	-	-	-	-	83,201	79,140
Program revenue (Schedule 6)	20,506	23,671	-	-	-	-	-	-	-	-	20,506	23,671
<b>Total revenue</b>	<b>175,127</b>	<b>164,137</b>	<b>145,171</b>	<b>110,035</b>	<b>37,500</b>	<b>43,750</b>	<b>283,552</b>	<b>310,143</b>	<b>-</b>	<b>1,000</b>	<b>641,350</b>	<b>629,065</b>
<b>EXPENSES</b>												
Administrative and other (Schedule 4)	114,400	91,567	-	-	-	-	-	-	-	-	114,400	91,567
Fundraising (Schedule 5)	25,895	27,770	-	-	-	-	-	-	-	-	25,895	27,770
Program expenditures (Schedule 6)	19,896	23,165	-	-	-	-	-	-	-	-	19,896	23,165
<b>Total expenses</b>	<b>160,191</b>	<b>142,502</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>160,191</b>	<b>142,502</b>
<b>Excess of revenue over expenses before undernoted items</b>	<b>14,936</b>	<b>21,635</b>	<b>145,171</b>	<b>110,035</b>	<b>37,500</b>	<b>43,750</b>	<b>283,552</b>	<b>310,143</b>	<b>-</b>	<b>1,000</b>	<b>481,159</b>	<b>486,563</b>
<b>DEFERRED REVENUE (Schedule 6)</b>	<b>(610)</b>	<b>(506)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(610)</b>	<b>(506)</b>
Investment income, net	14,326	21,129	145,171	110,035	37,500	43,750	134,063	182,454	-	-	134,063	182,454
<b>DISTRIBUTIONS</b>												
Community funds (Schedule 1)	-	-	(100,912)	(91,919)	-	-	-	-	-	-	(100,912)	(91,919)
Flow-through funds (Schedule 2)	-	-	-	-	(38,400)	(42,850)	-	-	-	-	(38,400)	(42,850)
Endowment funds (Schedule 3)	-	-	-	-	-	-	(93,935)	(43,284)	-	-	(93,935)	(43,284)
<b>Excess of revenue over expenses for the year</b>	<b>14,326</b>	<b>21,129</b>	<b>44,259</b>	<b>18,116</b>	<b>(900)</b>	<b>900</b>	<b>323,660</b>	<b>449,313</b>	<b>-</b>	<b>1,000</b>	<b>381,365</b>	<b>490,458</b>
Net Asset Balances, beginning of year	102,185	81,056	35,639	17,423	900	-	1,812,971	1,363,638	3,140	2,140	1,954,735	1,464,277
<b>Fund balances, end of year</b>	<b>\$ 116,511</b>	<b>\$ 102,185</b>	<b>\$ 79,798</b>	<b>\$ 35,539</b>	<b>\$ -</b>	<b>\$ 900</b>	<b>\$ 2,136,651</b>	<b>\$ 1,812,971</b>	<b>\$ 3,140</b>	<b>\$ 3,140</b>	<b>\$ 2,336,100</b>	<b>\$ 1,954,735</b>

See accompanying notes to the financial statements.

**Kenora and Lake of the Woods Regional Community Foundation**  
**Statement of Cash Flows**  
**For the year ended December 31, 2010**

	2010	2009
<b>CASH PROVIDED BY (USED IN) OPERATING AND ENDOWMENT FUND ACTIVITIES</b>		
Excess of revenue over expenses for the year	<u>\$ 381,365</u>	<u>\$ 490,458</u>
<b>CHANGES IN NON CASH WORKING CAPITAL ITEMS</b>		
(Increase) in accounts receivable	(2,759)	(8,826)
(Increase) decrease in prepaid expenses	375	(1,986)
Increase (decrease) in accounts payable	(1,697)	2,112
Increase (decrease) in deferred revenue	<u>104</u>	<u>(19,666)</u>
	<u>(3,977)</u>	<u>(28,366)</u>
<b>CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES</b>		
Increase (decrease) in investments, net of sales	<u>(358,770)</u>	<u>(1,171,255)</u>
<b>NET (DECREASE) INCREASE IN CASH</b>	<b>18,618</b>	<b>(709,163)</b>
CASH, beginning of year	<u>88,386</u>	<u>797,549</u>
<b>CASH, end of year</b>	<u><u>\$ 107,004</u></u>	<u><u>\$ 88,386</u></u>

**Kenora and Lake of the Woods Regional Community Foundation**  
**Summary of Significant Accounting Policies**  
**December 31, 2010**

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**Purpose of the Foundation**

The Kenora and Lake of the Woods Regional Community Foundation was incorporated September 4, 2003 under the Canada Corporations Act as a not-for-profit organization, to help improve community living and enhance the quality of life in the City of Kenora and surrounding Lake of the Woods region for both citizens and visitors through building permanent endowment funds and community grant making. The geographical boundaries include the communities of Kenora, Sioux Narrows, Nestor Falls, Minaki, Redditt and neighboring unincorporated and First Nations areas.

The Foundation is registered as a charitable organization under the Income Tax Act (the "Act") and as such is exempt from income taxes and is able to issue donation receipts for income tax purposes. In order to maintain its status as a registered charity under the Act, the Foundation must meet certain requirements within the Act. In the opinion of management, these requirements have been met.

**Significant Accounting Policies**

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and include the following significant accounting policies:

**Cash and Cash Equivalents**

Cash and cash equivalents comprise cash on hand and temporary investments with a maturity date of three months or less.

**Fund Accounting**

In order to ensure observance of the limitations and restrictions placed on the use of resources available to the Foundation, the accounts of the Foundation are maintained in accordance with the principles of fund accounting. Accordingly, resources are classified for accounting and reporting purposes into funds. These funds are held in accordance with the objectives specified by the donors or in accordance with directives issued by the Board of Directors. For financial reporting purposes, the accounts have been classified into the following funds:

***General Funds***

The general funds account for the Foundation's administrative and operational activities. Net expenditures of the fund are financed primarily by municipal and donor

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**Kenora and Lake of the Woods Regional Community Foundation**  
**Summary of Significant Accounting Policies - continued**  
**December 31, 2010**

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contributions, various fundraising activities and investment income earned on the operating endowment fund.

***Reserve for General Funds***

This reserve has been created to be used for general funds only, at the discretion of the Board of Directors.

***Community Funds***

The community funds report amounts, including donations and investment income on endowed funds, that are available to be used for community grant and program purposes.

***Flow-Through Funds***

The Foundation holds within its assets, amounts which other charitable organizations have requested be distributed to specific charitable organizations upon approval of the donor. To the extent that the conditions/approval of the donor are not met, the funds are to be returned to the donor. To the extent that monies are received in advance of the distribution, the amounts are pooled with the investments of the Foundation.

***Endowment Funds***

The endowment funds report amounts that are donated to the Foundation on a permanent basis. In addition, they include both realized and unrealized investment income, net of distributions to the general and community funds.

**Revenue Recognition**

***Contributions***

The Foundation follows the restricted fund method of accounting for contributions. Contributions are recorded as revenue when the amount can be reasonably estimated and collection is assured.

***Donations and bequests***

All donations and bequests are recorded as revenue only as received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

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**Kenora and Lake of the Woods Regional Community Foundation**  
**Summary of Significant Accounting Policies - continued**  
**December 31, 2010**

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***Pledges***

Because of the uncertainty of the collectability of pledges, the Foundation recognizes only those pledges for which contributions have been received at the date of the financial statements.

***Investment income***

Interest is recorded on an accrual basis. Dividends that have been declared are recorded as income on the date of record set for the dividend.

***Contributed services***

The work of the Foundation is dependent on the voluntary services of many members and community individuals. In addition, many groups/organizations assist the Foundation by providing furniture and equipment, supplies, office premises, etc.

Because of the difficulty of determining the fair value, contributed services are not recognized in the financial statements.

**Investments**

Investments are recognized in the statement of financial position at fair value as established by the closing bid price on a recognized public stock exchange and as determined based on the Foundation's assessment of available market information. Realized and unrealized gains and losses are recorded in the statement of operations and changes in Foundation funds.

**Financial Instruments**

The Foundation's financial instruments consist of cash and cash equivalents, accrued investment income receivable, bonds and debentures, common shares and convertible securities, mortgages and real estate funds, and accounts payable and accrued liabilities.



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**Kenora and Lake of the Woods Regional Community Foundation**  
**Summary of Significant Accounting Policies - continued**  
**December 31, 2010**

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The Foundation designated as held-for-trading all investments and cash and cash equivalents. Accrued investment income receivable is classified as loans and receivables and accounts payable and accrued liabilities as other liabilities.

Financial assets purchased and sold, where the contract requires the asset to be delivered within an established time frame are recognized on a trade-date basis. Transaction costs are expensed as incurred on financial instruments classified as other than held-for-trading.

The fair values of cash and cash equivalents accrued investment income receivable and accounts payable and accrued liabilities approximate their carrying values.

**Changes in Accounting Framework**

The Foundation is currently classified as a not-for-profit organization under the Act. The Canadian Institute of Chartered Accountants (CICA) Accounting Standards Board (AcSB) is proposing to carry forward existing accounting standards for not-for-profit organizations into its new Accounting Handbook. The AcSB reconfirmed that existing standards for not-for-profit organizations will remain in effect for the time being until a mandatory effective date for adopting the new standards is established.

The CICA Public Sector Accounting Board (PSAB) is also establishing not-for-profit standards currently with the AcSB.

The Foundation intends to continue applying the existing not-for-profit standards and is awaiting the finalization of the new not-for-profit standards. Once the new standards are finalized the Foundation will determine the impact and which framework to adopt.

**Use of Estimates**

The preparation of financial statements in conformity 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. By their nature, these estimates are subject to measurement uncertainty. The effect of changes in such estimates on the financial statements in future periods could be significant. Accounts specifically affected by estimates in these financial statements are the valuation of investments.

**Kenora and Lake of the Woods Regional Community Foundation**  
**Notes to Financial Statements**  
**December 31, 2010**

**Note 1 - Investments, at market value**

	<u>2010</u>	<u>2009</u>
Copperfin Credit Union - Trust Accounts	\$ 158,107	\$ 248,400
Jarislawsky Fraser Global Balanced Fund	2,056,625	1,606,908
RBC Dexia Investor Services	353	1,007
	<u>\$ 2,215,085</u>	<u>\$ 1,856,315</u>

The Foundation is exposed to fluctuations in market prices of stocks and bonds, interest rates and exchange rates, and credit risk on bonds. These risks are mitigated by the Foundation's investment policies, which prescribe the asset mix of investments, including the amount of foreign content, and credit ratings of bond issuers.

**Note 2 - Accounts Receivable**

	<u>2010</u>	<u>2009</u>
Contributions and miscellaneous	\$ 10,765	\$ 10,272
Receiver General - HST	3,910	1,644
	<u>\$ 14,675</u>	<u>\$ 11,916</u>

**Note 3 - General Funds Receipts/Donations**

	<u>2010</u>	<u>2009</u>
Meyers Norris Penny	\$ 4,000	\$ 3,000
Miscellaneous Revenues	844	7,118
Miscellaneous Donations	-	7,922
Payroll Grants	15,224	-
Allocation from operating endowment fund	20,927	15,786
General Fund administration fees	2,190	-
	<u>\$ 43,185</u>	<u>\$ 33,826</u>

**Note 4 - Financial Risk Management**

The Foundation actively manages the risks that arise from its use of financial instruments, including liquidity, credit and market risk. The Foundation adheres to an investment policy that outlines the objectives, constraints, and parameters related to its investing activities. This policy prescribes limits around the quality and concentration of investments held by the Foundation. Management regularly reviews the Foundation's investments to ensure all activities adhere to the investment policy.

a) *Liquidity Risk*

Liquidity risk is the risk that the Foundation will not be able to meet its financial obligations as they fall due. It is managed by investing the majority of the Foundation's assets in investments that are traded in an active market and can be readily liquidated. In addition, the Foundation aims to retain sufficient cash positions to maintain liquidity. The Foundation's investments are considered readily realizable and liquid, therefore the Foundation's liquidity risk is considered minimal.

**FINANCIAL RISK MANAGEMENT (continued)**

b) *Credit Risk*

Credit risk is the potential for financial loss should a counterparty in a transaction fail to meet its obligations. The Foundation's investments in short-term investments and bonds and debentures are subject to credit risk. The maximum exposure to credit risk on these financial instruments is their carrying value. The investment policy of the Foundation mandates that at least 90% of its bond portfolio have a minimum credit rating of A and that up to 10% of the portfolio can be invested in bonds rated BBB. The Foundation monitors its credit risk management policies regularly to evaluate their effectiveness.

c) *Market Risk*

Market risk is the potential for financial loss to the Foundation from changes in the values of its financial instruments due to changes in interest rates, currency exchange rates or equity prices. The investments of the Foundation are subject to normal market fluctuations and to the risk inherent in investment in capital markets.

i) *Interest Rate Risk*

Interest rate risk is the risk that changes in interest rates will affect future cash flows or fair values of financial instruments. Interest rate risk arises when the Foundation invests in interest-bearing financial instruments, and therefore the Foundation is exposed to interest rate risk on its bond portfolio. The objective of the Foundation's investment policy is to control interest rate risk by managing its interest rate exposure. The Foundation's investment manager invests in bonds either directly or indirectly by investing in a global balanced fund. At 31 December 2010, 36% of its investments were held in bonds and 4% were held in fixed instruments.

ii) *Currency Risk*

Currency risk is the risk that the value of financial instruments denominated in currencies other than the currency of the Foundation will fluctuate due to changes in foreign exchange rates. The Foundation is exposed to currency risk on its global balanced fund, as the prices denominated in foreign currencies are converted to the Foundation's functional currency is determining fair value. The objective of the Foundation's investment policy is to control currency risk by maintaining a geographically diversified portfolio and further provides that the investment in all non Canadian securities shall not be more than 65% of the total portfolio. The Foundation's investment manager invests either directly or indirectly by investing in a global balanced fund. At 31 December 2010, 30% of its investments were held in U.S. and foreign equity.

iii) *Equity Price Risk*

Equity price risk is the risk that the value of financial instruments will fluctuate due to changes in market prices. The Foundation is exposed to equity price risk on its investments in preferred and common stock. The objective of the Foundation's investment policy is to control equity price risk by maintaining a portfolio which is diversified across geographic and industry sectors. The performance of the Foundation's investments are measured against a benchmark consisting of relative weightings of the S&P/TSX Composite Index, S&P 500 Total Return Index, MSCI-EAFE Index, Scotia Capital Universe Bond Index, and 91 day T Bill Index. The Foundation's investment manager invests either directly or indirectly by investing in a global balanced fund. At 31 December 2010, 30% of its investments were held in Canadian equities.

**Note 5 - Capital Management**

The Board of Directors, on an annual basis, establish the portion of the annual investment income to be distributed to the general funds to cover administrative expenses, amounts to distribute to the community funds to cover charitable distributions and amounts to be retained in the endowment funds to provide a reserve against both inflation and lower investment returns.

*Externally and internally restricted funds*

The Foundation maintains several funds within its assets as follows:

- ◆ Most endowment funds are established as gifts which are designated to remain under the Foundation's management in perpetuity. Such donations are combined so that each fund is increased periodically by its proportionate share of investment gains and losses that are allocated to capital.
- ◆ Community funds remain under the Foundation's management as a result of specific agreements with donors.
- ◆ A general fund has been established, at the direction of the Board, to fund administration costs of the Foundation.
- ◆ A reserve for general funds has been established, at the direction of the Board, to fund future administration costs. Use of the capital is subject to the approval of the Board of Directors.

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**Note 6 - Comparative Amounts**

Certain comparative amounts presented in the financial statements have been restated to conform to the current year's presentation.

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Schedule 1 - Community Funds  
As at December 31, 2010

	2010	2009
Balance, beginning of year	\$ 35,539	\$ 17,423
<b>Current contributions:</b>		
Kenora Rotary - Youth in Philanthropy	3,500	3,500
Copperfin Credit Union - Youth in Philanthropy	3,500	3,500
Jim and Leney Richardson	30,000	20,000
Hartley and Heather Richardson	10,000	10,000
Canadian Pacific Railway	17,000	35,537
Ducks Unlimited	-	4,000
A. Paterson	2,660	2,000
Other	5,500	4,000
Allocation from endowment funds	73,011	27,498
	<u>145,171</u>	<u>110,035</u>
	<u>180,710</u>	<u>127,458</u>
<b>Distributions:</b>		
Academy for Vocational Training-Rescue North	500	-
Agape Table	2,000	2,000
Alzheimer Society of Kenora and Rainy River	2,600	3,000
Beaver Brae Secondary School - YIP	3,500	3,500
Canadian Cancer Society	490	160
Canadian Red Cross	164	-
City of Kenora Handi Transit	1,828	1,580
City of Kenora - Community Projects	5,164	-
City of Kenora Public Library	3,842	2,000
Ducks Unlimited	3,920	-
Evergreen Community Club	-	6,000
Girl Guides of Canada	-	1,000
Handicap Action Group	-	4,500
Home for the Aged	5,500	-
Home for the Aged - Programmes	360	2,160
Iggy's Wildlife Rehab Centre	1,000	-
It's a Dog's Life	2,600	-
It's a Dog's Life - Cat Shelter	2,500	-
Kenora Assembly of Resources - Northland Supportive Housing	4,000	-
Kenora Association for Community Living	3,000	500
Kenora Fellowship Centre	1,648	6,300
Kenora Patricia Child & Family Services	442	-
Kenora Special Olympics	647	-
KPDSB - Breakfast Programme	2,000	3,600
Lake of the Woods Child Development Centre - Other	1,000	1,500
Lake of the Woods Child Development Centre - Minto Parent	2,000	2,000
Lake of the Woods Child Development Centre - Triple P.L.A.Y.	12,630	15,135
Lake of the Woods Concert Group - Harbourfront Concert Series	1,750	3,000
Lake of the Woods District Hospital Foundation	9,940	13,400
LOW District Hospital - Community After School Programmes	1,000	-
Lake of the Woods Museum	2,000	2,000
Minaki Foundation	775	500
Neechee Fellowship Centre - allocation from Dream Funds	648	-
Northwestern Health Unit	421	1,000
Salvation Army	2,672	4,160
Scouts Canada - Kenora Division	-	1,000
St. John's Ambulance	-	3,000
St. Thomas Aquinas High School - YIP	3,500	3,500
Township of Sioux Narrows	1,639	-
Tri-Municipal Baseball League	-	1,365
Trylight Theatre	3,000	2,500
Women's Place - Arts & Heritage Education Project	3,000	-
Women's Place - New Mother's Programme	3,600	-
Allocation from endowment funds - Kenora Public Library	749	80
Allocation from endowment funds - K.A.C.L.	896	86
Allocation from endowment funds - Triple Play	747	203
Allocation from endowment funds - Pinecrest	400	-
	<u>100,072</u>	<u>90,729</u>
Kenora and Lake of the Woods Regional Community Foundation - General Fund	840	1,190
<b>Total Distributions</b>	<u>100,912</u>	<u>91,919</u>
Balance, end of year	\$ 79,798	\$ 35,539

**Kenora and Lake of the Woods Regional Community Foundation**  
**Schedule 2 - Flow-Through Funds**  
**As at December 31, 2010**

	2010	2009
<b>Balance, beginning of year</b>	\$ 900	\$ -
<b>Contributions:</b>		
The Winnipeg Foundation - Moffat Family Fund	<u>37,500</u>	<u>43,750</u>
	<u>38,400</u>	<u>43,750</u>
<b>Distributions:</b>		
Canadian Hearing Society	2,030	-
City of Kenora - Tri Municipal Minor Baseball	2,000	2,767
City of Kenora - Skating Club	2,000	-
Kenora Assembly of Resources - Northland Supportive Housing	5,000	3,629
Kenora Association of Community Living	2,500	-
Kenora Catholic District School Board - Symphonic Winds & Percussion	-	1,500
Lake of the Woods Child Development Centre - Minto Parent Child Centre	10,000	10,000
Lake of the Woods Child Development Centre - Triple P.L.A.Y.	12,000	10,000
Lake of the Woods Concert Group - Sunday Smiles	1,500	5,000
Longbow Lake Fire Brigade	-	4,869
Northwestern Health Unit in Sioux Narrows/Nestor Falls	620	-
Women's Place-Community Art & Heritage	<u>-</u>	<u>4,210</u>
	37,650	41,975
Kenora and Lake of the Woods Regional Community Foundation - General Fund	<u>750</u>	<u>875</u>
<i>Total Distributions</i>	<u>38,400</u>	<u>42,850</u>
<b>Balance, end of year</b>	<u>\$ -</u>	<u>\$ 900</u>

Kenora and Lake of the Woods Regional Community Foundation  
 Schedule 3 - Endowment Funds  
 As at December 31, 2010

Endowment Funds												
December 31, 2010	Arts & Culture	Community Fund	Environment	Health & Wellness	Operating Endowment	Social Welfare	Donor to Advise	Animal Welfare	Handi Transit	Special Olympics	Triple P.L.A.Y.	Total
Balance, beginning of year	\$ 176,188	\$ 555,421	\$ 60,041	\$ 81,819	\$ 63,606	\$ 515,918	\$ 89,869	\$ 10,870	\$ -	\$ -	\$ 76,602	\$ 1,812,971
Contributions	11,136	34,178	14,888	20,010	1,500	131,800	14,038	17,540	4,250	1,000	8,243	289,552
Allocations from Donor Advised	-	338	-	-	-	-	(386)	-	-	-	-	-
Investment Income, net	12,465	39,276	4,632	6,983	4,414	39,903	6,640	1,347	146	34	5,536	134,063
	199,790	629,213	79,661	118,812	68,520	687,621	110,303	29,757	4,395	1,034	90,361	2,230,586
Distributed to general & community funds	(9,967)	(28,225)	(3,201)	(5,409)	(3,319)	(26,213)	(4,767)	(639)	(76)	(19)	(3,989)	(69,995)
Balance, end of year	\$ 189,823	\$ 600,988	\$ 76,460	\$ 113,403	\$ 66,201	\$ 661,408	\$ 105,536	\$ 29,118	\$ 4,320	\$ 1,015	\$ 86,372	\$ 2,135,651

As at December 31, 2009

	Arts & Culture	Community Fund	Environment	Health & Wellness	Operating Endowment	Social Welfare	Donor to Advise	Animal Welfare	Triple P.L.A.Y.	Kenora Library	KACL	Pinecrest	Total
Balance, beginning of year	\$ 150,635	\$ 474,465	\$ 40,513	\$ 79,598	\$ 57,175	\$ 347,661	\$ 55,405	\$ -	\$ 61,873	\$ 46,284	\$ 50,029	\$ -	\$ 1,363,658
Contributions	12,455	35,137	14,898	5,400	1,550	120,730	38,100	10,000	8,848	959	12,035	50,000	310,143
Allocations from Donor Advised	-	3,060	-	-	-	7,405	(10,465)	-	-	-	-	-	-
Investment Income, net	18,033	56,649	5,978	9,412	6,534	50,574	9,642	974	7,770	5,260	6,758	4,870	182,454
	181,143	569,311	61,429	94,410	65,259	526,370	92,682	10,374	78,491	52,494	68,822	54,870	1,856,255
Distributed to general & community funds	(4,955)	(13,890)	(1,388)	(2,551)	(1,652)	(10,452)	(2,720)	(104)	(1,889)	(1,333)	(1,597)	(713)	(43,264)
Balance, end of year	\$ 176,188	\$ 555,421	\$ 60,041	\$ 91,819	\$ 63,607	\$ 515,918	\$ 89,862	\$ 10,870	\$ 76,602	\$ 51,161	\$ 67,225	\$ 54,157	\$ 1,812,971



**Kenora and Lake of the Woods Regional Community Foundation**  
**Schedule 4 - Administrative and Other Expenses**  
**For the year ended December 31, 2010**

	2010	2009
Advertising	\$ 16,408	\$ 7,692
Automotive and travel (recoveries)	429	(322)
Dues and fees	2,216	972
Insurance	3,670	3,636
Interest and bank charges	1,188	517
Meetings and forums	5,525	5,996
Office, postage and supplies	4,150	4,278
Professional fees	7,478	6,417
Repairs and maintenance	-	542
Salaries and benefits	73,180	61,133
Telephone	-	21
Training and development	156	685
<b>Total administrative and other expenses</b>	<b>\$ 114,400</b>	<b>\$ 91,567</b>

**Kenora and Lake of the Woods Regional Community Foundation**  
**Schedule 5 - Fundraising Activities**  
**As at December 31, 2010**

	Festival of Trees		Dragon Boat Festival		Hello Summer		Community Dragon Boat		Total	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
<b>Revenue</b>										
Receipts/Donations	\$ 39,988	\$ 37,666	\$ 34,473	\$ 30,704	\$ 8,155	\$ 7,320	\$ 585	\$ 3,450	\$ 83,201	\$ 79,140
<b>Expenses</b>										
Advertising	2,728	3,288	3,464	2,377	406	947	-	60	6,598	6,672
Entertainment and meals	4,925	4,582	508	775	2,769	1,802	-	-	8,202	7,159
Rent	1,125	820	6,992	6,082	79	-	-	-	8,196	6,902
Purchases, supplies and other	984	2,596	1,797	1,780	-	-	118	2,661	2,899	7,037
<b>Total expenses</b>	<b>9,762</b>	<b>11,286</b>	<b>12,761</b>	<b>11,014</b>	<b>3,254</b>	<b>2,749</b>	<b>118</b>	<b>2,721</b>	<b>25,895</b>	<b>27,770</b>
<b>Excess of revenue over expenses</b>	<b>\$ 30,226</b>	<b>\$ 26,380</b>	<b>\$ 21,712</b>	<b>\$ 19,690</b>	<b>\$ 4,901</b>	<b>\$ 4,571</b>	<b>\$ 467</b>	<b>\$ 729</b>	<b>\$ 57,306</b>	<b>\$ 51,370</b>

**Kenora and Lake of the Woods Regional Community Foundation**  
**Schedule 6 - Programs**  
**For the year ended December 31, 2010**

	First Nation - Paterson		Water Education Council		Total	
	2010	2009	2010	2009	2010	2009
<b>Deferred revenue, beginning of year</b>	\$ 506	\$ 17,785	\$ -	\$ 2,386	\$ 506	\$ 20,171
<b>Contributions</b>	20,000	-	-	3,500	20,000	3,500
<b>Total revenue</b>	20,506	17,785	-	5,886	20,506	23,671
<b>Expenses</b>						
Marketing	-	-	-	1,399	-	1,399
Dues	-	-	-	300	-	300
Meetings and forums	-	-	-	1,441	-	1,441
Rent	-	-	-	2,600	-	2,600
Supplies	-	-	-	146	-	146
Wages	19,053	17,279	-	-	19,053	17,279
Non-First Nation expenditures	843	-	-	-	843	-
<b>Total expenses</b>	19,896	17,279	-	5,886	19,896	23,165
<b>Deferred revenue, end of year</b>	\$ 610	\$ 506	\$ -	\$ -	\$ 610	\$ 506