NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED AUGUST 31, 2010 & 2009

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

INDEX TO CONSOLIDATED FINANCIAL STATEMENTS

YEARS ENDED AUGUST 31, 2010 & 2009

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

BOARD OF TRUSTEES AND SENIOR ADMINISTRATIVE PERSONNEL

YEARS ENDED AUGUST 31

	2010	2009
CHAIRPERSON OF THE BOARD	**Rick Brassard**	Rick Brassard
BOARD OF TRUSTEES		
	Peter DelGuidice	Peter DelGuidice
	Martin Drainville	Martin Drainville
	Elizabeth King	Elizabeth King
	Colleen Landers	Colleen Landers
	Denis Lincez	Denis Lincez
	Steve Malciw	Steve Malciw
	Fred Salvador Jr.	Fred Salvador Jr.
SENIOR ADMINISTRATIVE PERSONNEL		
Director of Education	**Glenn Sheculski**	Glenn Sheculski
Human Resources Generalist	**Mélanie Bidal-Mainville**	Mélanie Bidal-Mainville
Manager of Financial Services	**Mary-Lou Pollon**	Mary-Lou Pollon
Manager of Plant	**Robert Landry**	Robert Landry
Manager of Information Technology	**Glen Nakashoji**	Glen Nakashoji
Superintendent of Education	**Tricia Stefanic Weltz**	Tricia Stefanic Weltz
Superintendent of Student Success	**James Michaud**	James Michaud

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AUDITORS' REPORT

To the Board of Trustees of the Northeastern Catholic District School Board

We have audited the consolidated statement of financial position of the Northeastern Catholic District School Board (the "Board") as at August 31, 2010 and the consolidated statements of operations, changes in net debt and cash flows for the year then ended. These consolidated financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated 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, annual surplus, financial assets and accumulated surplus.

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 consolidated financial statements present fairly, in all material respects, the financial position of the Northeastern Catholic District School Board as at August 31, 2010 and the results of its operations, changes in net debt and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Ross, Pope & Company LLP

Kirkland Lake, Ontario
February 16, 2011

ROSS, POPE & COMPANY LLP
CHARTERED ACCOUNTANTS
Licensed Public Accountants

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT AUGUST 31

	2010	Restated (See Notes 3 & 23) 2009
FINANCIAL ASSETS		
Cash and cash equivalents	**$ 6,417,930**	$ 6,467,935
Accounts receivable (Note 7)	**2,802,388**	2,175,788
Accounts receivable - Government of Ontario - approved capital (Note 6)	**1,914,975**	-
TOTAL FINANCIAL ASSETS	**11,135,293**	8,643,723
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities (Note 8)	**1,171,055**	1,062,253
Deferred revenue (Note 10)	**4,043,063**	3,292,630
Accrued interest on long-term debt	**114,277**	105,293
Retirement and other employee future benefits payable (Note 11)	**3,991,097**	3,934,228
Long-term debt (Note 13)	**6,107,453**	5,634,269
TOTAL FINANCIAL LIABILITIES	**15,426,945**	14,028,673
NET DEBT	**(4,291,652)**	(5,384,950)
NON-FINANCIAL ASSETS		
Prepaid expenses	**78,755**	59,882
Tangible capital assets (Note 16)	**30,974,966**	28,055,149
TOTAL NON-FINANCIAL ASSETS	**31,053,721**	28,115,031
ACCUMULATED SURPLUS (Note 17)	**$ 26,762,069**	$ 22,730,081

COMMITMENTS (Note 20)

CONTINGENT LIABILITIES (Note 21)

On behalf of the Board:

Director of Education

Chairperson of the Board

See accompanying notes.

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED STATEMENT OF OPERATIONS

YEARS ENDED AUGUST 31

	--------**2010**--------		Restated
		(See Notes 2(j) & 22) Budget	(See Notes 3 & 23) 2009
	Actual	(unaudited)	Actual
REVENUES			
Provincial grants - grants for student needs	**$ 29,958,215**	$ 30,103,572	$ 27,805,083
Provincial grant - Government of Ontario - approved capital	**1,914,975**	-	-
Provincial grants-other	**2,299,833**	1,700,342	1,616,908
Local taxation	**4,309,088**	5,232,912	5,135,075
Federal grants and fees	**280,756**	242,175	122,300
Other revenues - school boards	**71,129**	-	47,469
Other fees, grants and revenues	**145,600**	541,960	152,045
Investment income	**21,382**	91,294	46,043
School fundraising	**960,280**	887,840	941,617
TOTAL REVENUES	**39,961,258**	38,800,095	35,866,540
EXPENSES			
Instruction	**27,410,018**	26,930,488	25,695,520
Administration	**2,087,820**	1,962,262	1,851,551
Transportation	**2,880,202**	2,949,468	2,554,998
Pupil accommodation	**4,890,107**	4,950,235	4,750,964
Other	**2,532**	438,051	1,947
School funded activities	**897,674**	846,676	887,193
TOTAL EXPENSES	**38,168,353**	38,077,180	35,742,173
ANNUAL SURPLUS	**1,792,905**	722,915	124,367
ACCUMULATED SURPLUS, beginning of year (Notes 23 & 25)	**24,969,164**	22,730,081	22,605,714
ACCUMULATED SURPLUS, end of year	**$ 26,762,069**	$ 23,452,996	$ 22,730,081

See accompanying notes.

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED STATEMENT OF CHANGES IN NET DEBT

YEARS ENDED AUGUST 31

	2010	Restated (See Note 3) 2009
ANNUAL SURPLUS	**$ 1,792,905**	$ 124,367
TANGIBLE CAPITAL ASSET ACTIVITY		
Acquisition of tangible capital assets	**(4,166,534)**	(953,084)
Amortization of tangible capital assets	**1,246,717**	1,169,857
TOTAL TANGIBLE CAPITAL ASSET ACTIVITY	**(2,919,817)**	216,773
OTHER NON-FINANCIAL ASSET ACTIVITY		
Acquisition of prepaid expenses	**(78,755)**	(59,882)
Use of prepaid expenses	**59,882**	98,938
TOTAL OTHER NON-FINANCIAL ASSET ACTIVITY	**(18,873)**	39,056
DECREASE (INCREASE) IN NET DEBT	**(1,145,785)**	380,196
NET DEBT, beginning of year (Notes 23 & 25)	**(3,145,867)**	(5,765,146)
NET DEBT, end of year	**$ (4,291,652)**	$ (5,384,950)

See accompanying notes.

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED STATEMENT OF CASH FLOWS

YEARS ENDED AUGUST 31

	2010	Restated (See Notes 3 & 23) 2009
OPERATING ACTIVITIES		
ANNUAL SURPLUS	**$ 1,792,905**	$ 124,367
SOURCES AND (USES)		
Items not involving cash:		
Amortization	**1,246,717**	1,169,857
Increase (decrease) in accrued interest on long-term debt	**8,984**	(2,504)
Increase (decrease) in retirement and other employee future benefits payable	**56,869**	(117,825)
	1,312,570	1,049,528
Changes in:		
Increase in accounts receivable	**(626,600)**	(218,277)
Increase in accounts receivable - Government of Ontario - approved capital	**(1,914,975)**	-
Increase in accounts payable and accrued liabilities	**108,802**	231,818
Increase (decrease) in deferred revenue	**750,433**	(809,972)
Decrease (increase) in prepaid expenses	**(18,873)**	39,056
	(1,701,213)	(757,375)
CASH PROVIDED BY OPERATING ACTIVITIES	**1,404,262**	416,520
CAPITAL ACTIVITIES		
Cash used to acquire tangible capital assets (Note 25)	**(2,098,801)**	(953,084)
CASH APPLIED TO CAPITAL ACTIVITIES	**(2,098,801)**	(953,084)
FINANCING ACTIVITIES		
Long-term debt advanced	**757,379**	-
Debt repaid	**(284,195)**	(269,839)
CASH PROVIDED BY (APPLIED TO) FINANCING ACTIVITIES	**473,184**	(269,839)
CHANGE IN CASH AND CASH EQUIVALENTS	**(221,355)**	(806,403)
CASH AND CASH EQUIVALENTS, beginning of year (Note 25)	**6,639,285**	7,274,338
CASH AND CASH EQUIVALENTS, end of year	**$ 6,417,930**	$ 6,467,935

See accompanying notes.

1. NATURE OF OPERATIONS

The Northeastern Catholic District School Board is an English Catholic school board formed in January 1998 from the English Language sections of four separate school boards. The School Board, which covers an area from Cobalt to Moosonee, Ontario, has one secondary and thirteen elementary schools under its jurisdiction.

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles for local governments established by the Public Sector Accounting Board ("PSAB") of The Canadian Institute of Chartered Accountants.

The more significant of the accounting policies are as follows:

(a) REPORTING ENTITY

The consolidated financial statements reflect the assets, liabilities, revenues and expenses 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.

School generated funds, which include the assets, liabilities, revenues and expenses of various organizations that exist at the school level and which are controlled by the Board are reflected in the consolidated financial statements.

The Board is one of three school boards that entered into a partnership agreement to share certain costs related to transportation. As a result, the Board's consolidated financial statements reflect proportionate consolidation, whereby they include the assets that it controls, the liabilities that it has incurred, and its pro-rata share of revenues and expenses.

(b) TRUST FUNDS

Trust funds and their related operations administered by the Board are not included in the consolidated 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; expenses are the cost of goods and services acquired in the period whether or not payment has been made or invoices have been received.

(d) CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand, demand deposits and short-term investments. Short-term investments are highly liquid, subject to insignificant risk of changes in value and have a short maturity term of less than 90 days.

(e) 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 expenses are incurred or services performed.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(f) 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 and health care benefits, dental benefits, retirement gratuities, worker's 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, accumulated sick days at retirement, 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 accumulate over the periods of service provided by employees, such as retirement gratuities and life insurance and health care benefits for retirees, 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 service 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, long-term disability and life insurance and health care benefits for those on disability leave, 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 ("OMERS") pensions, are the employer's contributions due to the plan in the period; and

(iii) The costs of insured benefits are the employer's portion of insurance premiums owed for coverage of employees during the period.

(g) TANGIBLE CAPITAL ASSETS

Tangible capital assets are recorded at historical cost less accumulated amortization. Historical cost includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset, as well as interest related to financing during construction. When historical cost records were not available, other methods were used to estimate the costs and accumulated amortization.

Leases which transfer substantially all of the benefits and risks incidental to ownership of property are accounted for as leased tangible capital assets. All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

Tangible capital assets, except land, are amortized on a straight line basis over their estimated useful lives as follows:

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

ASSET	ESTIMATED USEFUL LIFE IN YEARS
Land improvements with finite lives	15
Buildings and building improvements	40
Portable structures	20
Other buildings	20
First–time equipping of schools	10
Furniture	10
Equipment	5-15
Computer hardware	5
Computer software	5
Vehicles	5-10
Leasehold improvements	Over the lease term

Assets under construction are not amortized until the asset is available for productive use.

Land permanently removed from service and held for resale is recorded at the lower of cost and net realizable value. Cost includes amounts for improvements to prepare the land for sale or servicing. Buildings permanently removed from service cease to be amortized and the carrying value is written down to its residual value.

Works of art and cultural and historic assets are not recorded as assets in these consolidated financial statements.

(h) GOVERNMENT TRANSFERS

Government transfers, which include legislative grants, are recognized in the consolidated 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 amounts can be made.

(i) INVESTMENT INCOME

Investment income is reported as revenue in the period earned.

When required by the funding government or related Act, investment income earned on externally restricted funds such as classroom, proceeds of disposition, transition, distance schools and special education forms part of the respective deferred revenue balances.

(j) BUDGET FIGURES

PSAB's recommendations for local governments require that budget figures provided for comparative purposes should be derived from the preliminary budget approved by the Board of Trustees. For 2009-2010, however, as directed by the Ministry of Education, the budget figures provided for comparative figures are derived from the revised budget approved by the Board of Trustees in December 2009. This is due to the fact that the revised budget includes revenues and expenses related to the Moosonee Roman Catholic Separate School Board which merged with the Board effective September 1, 2009 (see Note 25). This presentation will provide more useful information for comparative purposes. These budget figures have been restated to align with the PSAB implementation as per Note 22. The budget figures are unaudited.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(k) USE OF ESTIMATES

The preparation of consolidated 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 and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the year. Significant items subject to such estimates and assumptions include valuation of receivables, estimating provisions for accrued liabilities and obligations related to employee future benefits.

In addition, the Board's implementation of PSAB Handbook section PS3150 has required management to make estimates of historical cost and useful lives of tangible capital assets. For the year ended August 31, 2010, these amounts and the related estimation techniques have been disclosed in Note 3.

Actual results could differ from these estimates. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in the period in which they become known.

(l) LEGISLATIVE GRANTS

The legislative grants calculations are prepared annually by the School Board and are submitted to the Ministry of Education for final approval. Adjustments, if any, are recorded in the year in which they are made.

(m) LOCAL GOVERNMENT SUPPLEMENTARY TAXES AND TAX WRITE-OFFS

The education portion of local government supplementary taxes and tax write-offs has not been accrued for the calendar year 2010 as they are not susceptible to estimation by their nature.

3. CHANGE IN ACCOUNTING POLICIES

The Board has implemented Public Sector Accounting Board (“PSAB”) sections 1200 "Financial Statement Presentation" and 3150 "Tangible Capital Assets". Section 1200 establishes general reporting principles and standards for the disclosure of information in government financial statements. Section 3150 requires governments to record and amortize their tangible capital assets in their financial statements. In prior years, tangible capital asset additions were expensed in the year of acquisition or construction.

The financial information recorded includes the actual or estimated historical cost of the tangible capital assets. Historical cost includes the costs directly related to the acquisition, design, construction, development, improvement or betterment of tangible capital assets. Cost includes overheads directly attributable to construction and development.

When historical cost records were not available, other methods were used to estimate the costs and accumulated amortization of the assets. The estimates for land and buildings were determined by the Ministry of Education using an estimation methodology called the Book Value Calculator, using historical information provided by the Board. Other asset classes are recorded at historical cost where adequate information was available. If adequate information was not available, an alternative method was used to estimate a reasonable cost.

This change has been applied retroactively and prior periods have been restated. This change in accounting policy has changed amounts reported in the prior period as follows:

ACCUMULATED SURPLUS, at August 31, 2009:	
Operating fund balance	$ 6,890
Capital fund balance	(754,230)
Reserves and reserve funds balances	4,158,461
School activities fund balance	365,984
Amounts to be recovered	(9,673,790)
ACCUMULATED SURPLUS, as previously reported	(5,896,685)
Transportation surplus adjustments (Note 23)	571,617
Net book value of tangible capital assets recorded	28,055,149
ACCUMULATED SURPLUS, as restated	$ 22,730,081
ANNUAL SURPLUS, for the year ended August 31, 2009:	
Change in net liabilities, as previously reported	$ 21,568
Capital expenditures capitalized, previously expensed	953,084
Amortization expense, not previously recorded	(1,169,857)
Transportation surplus adjustment (Note 23)	319,572
ANNUAL SURPLUS, as restated	$ 124,367

4. TAXATION REVENUE

In accordance with Ministry of Education requirements, taxation revenue is based on 38% of taxation revenue from local governments for the calendar year 2009, 62% of taxation revenue from local governments for the calendar year 2010 and 100% of the education portion of local government supplementary taxes and tax write-offs for the calendar year 2009. In most cases, the calculations are based on information provided to the Board by the various local governments. Not all local governments, however, have provided the School Board with the tax information required. In those instances, the taxation revenue has been estimated.

Due to the fact that actual taxation revenue may vary from the estimates, adjustments may be required in the future. Any adjustments will be reflected in the year in which the local governments advise as to the final taxation amounts. These adjustments will affect the Grants for Student Needs in future years as the Grants are calculated as the difference between total allocations as per the Grant calculation provided by the Ministry and the estimated taxation revenue. In the fiscal year 2009/2010, an amount of $348,240 (2009 - $171,452) has reduced the amount reported as taxation revenue which relates to the previous year. A corresponding amount has been included in accounts receivable as due from the Government of Ontario.

5. SCHOOL LEAVE PROGRAM

Under the school leave program, teachers have the opportunity to be paid 80% of their salaries over four years. The remaining 20% is accumulated in a bank account to cover 80% of their salaries in the fifth year when they take a year leave of absence. The cash and related liability in the amount of $165,719 (2009 - $110,061) have been included with cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities on the Consolidated Statement of Financial Position.

6. ACCOUNTS RECEIVABLE - GOVERNMENT OF ONTARIO

The Province of Ontario has replaced variable capital funding with a one-time debt support grant. The Northeastern Catholic District School Board will receive a one-time grant that recognizes capital debt as of August 31, 2010 that is supported by the existing capital programs. The Board will receive this grant in cash over the remaining term of the existing capital debt instruments.

The Board has an accounts receivable from the Province of Ontario of $1,914,975 as at August 31, 2010 with respect to this one-time grant.

7. ACCOUNTS RECEIVABLE

	2010	Restated (See Note 23) 2009
Local governments	**$ 812,155**	$ 922,820
Government of Ontario	**1,005,010**	481,277
Government of Canada	**230,091**	150,372
Other school boards	**636,445**	571,617
Other	**118,687**	49,702
	$ 2,802,388	$ 2,175,788

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2010	2009
Trade payables and accrued liabilities	**$ 1,121,481**	$ 1,062,253
Government of Ontario	**49,220**	-
Government of Canada	**101**	-
Other school boards	**253**	-
	$ 1,171,055	$ 1,062,253

9. TEMPORARY BORROWING

The School Board has available to it a $3,000,000 revolving demand credit facility to finance general operating requirements which bears interest at the Royal Bank Prime rate less 0.75% per annum. The School Board also has available to it a $1,000,000 lease line of credit to finance the acquisition of equipment only. The Board did not utilize these credit facilities during the year.

10. DEFERRED REVENUE

Revenues received which have been set aside for specific purposes by legislation, regulation or agreement are included in deferred revenue and reported on the Consolidated Statement of Financial Position.

Deferred revenue set aside for specific purposes by legislation, regulation or agreement as at August 31, 2010 is comprised of:

	BALANCE, August 31, 2009	Externally Restricted Revenue and Investment Income	Revenue Recognized or Unspent Funds Returned	BALANCE, August 31, 2010
Classroom	$1,359,798	$ 9,253	$ -	**$1,369,051**
Proceeds of disposition	1,171,183	6,940	-	**1,178,123**
Special education	33,666	65,232	(33,865)	**65,033**
Transition	266,722	1,581	-	**268,303**
Distance schools	96,642	573	-	**97,215**
Energy efficiency - capital	93,796	1,243,101	(737,051)	**599,846**
Pupil accommodation	-	19,885	(19,885)	**-**
Other	270,823	827,248	(632,579)	**465,492**
	$3,292,630	$2,173,813	$(1,423,380)	**$4,043,063**

11. RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS

(a) RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS LIABILITIES

	Retirement Benefits	Other Employee Future Benefits	Total Employee Future Benefits 2010	2009
Accrued employee future benefit obligations at August 31	$4,079,332	$ 315,203	**$4,394,535**	$4,356,626
Unamortized actuarial losses at August 31	(403,438)	-	**(403,438)**	(422,398)
Employee future benefits liability at August 31	$3,675,894	$ 315,203	**$3,991,097**	$3,934,228

The actuarial losses are attributable to experience losses relative to actuarial assumptions and to changes in actuarial assumptions. The difference between the Accrued Benefit Obligation determined as at August 31, 2010, and reported accrued liability, represents the net actuarial loss since the last valuation, which will be amortized using a straight-line method over the average remaining service life. The average remaining service lives of the active employees covered by the various benefit plans are 13, 17, and 20 years starting in the 2007-08 year.

(b) RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS EXPENSES

	Retirement Benefits	**Other Employee Future Benefits**	**Total Employee Future Benefits 2010**	2009
Current year benefit cost	$ 366,755	$ 6,601	**$ 373,356**	$ 334,290
Interest on accrued benefit obligation	167,424	-	**167,424**	166,558
Recognized actuarial gains	24,617	-	**24,617**	18,960
Employee future benefits expenses [1]	$ 558,796	$ 6,601	**$ 565,397**	$ 519,808

[1] Excluding pension contributions to the Ontario Municipal Employees Retirement System ("OMERS"), a multi-employer pension plan, described below.

(c) RETIREMENT BENEFITS

(i) Ontario Teacher's Pension Plan

Teachers and related employee groups are eligible to be members of the 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 consolidated financial statements.

(ii) Ontario Municipal Employees Retirement System ("OMERS")

All 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. Board contributions equal the employee contributions to the plan. During the year ended August 31, 2010, the Board contributed $312,471 (2009 - $286,703) 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 consolidated financial statements.

(iii) Retirement Gratuities

The Board provides retirement gratuities to certain groups of employees hired prior to specified dates and also on some individual negotiated employee contracts. The amount of the gratuities paid to eligible employees at retirement is based on their accumulated unused sick days, years of service and salary at the time of retirement as indicated in the employment agreements. The Board provides these benefits through an unfunded defined benefit plan. The benefit costs and liabilities related to this plan are included in the Board's consolidated financial statements.

(iv) Retirement Life Insurance and Health Care Benefits

The Board continues to provide life insurance, dental and health care benefits to certain employee groups after retirement until the members reach 65 years of age. The Board provides these benefits through an unfunded defined benefit plan. The benefit costs and liabilities related to this plan are included in the Board's consolidated financial statements.

(d) OTHER EMPLOYEE FUTURE BENEFITS

(i) Workplace Safety and Insurance Board Obligations

The Board is a Schedule 2 employer under the Workplace Safety and Insurance Act ("the Act") and, as such, assumes responsibility for the payment of all claims to its injured workers under the Act. The Board does not fund these obligations in advance of payments made under the Act. The benefit costs and liabilities related to this plan are included in the Board's consolidated financial statements.

The workplace safety and insurance board obligations for employee future benefit plans as at August 31, 2010 are based on actuarial valuations for accounting purposes as at August 31, 2010. 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:

	2010	2009
	%	%
Inflation	**2.0**	2.0
Health care cost escalation	**6.5**	6.5
Discount on accrued benefit obligations	**4.25**	4.25

(ii) Endowment Benefits

The Board offers employees a lump sum payment of 15% of their start salary after 5 years of service with the Board.

The accrued liability for the endowment benefit was determined for each eligible employee as at August 31, 2010, as the endowment amount prorated on service.

(iii) Sick Leave Accumulations

All regular full-time employees are eligible to receive 2 days per month of paid absence per year due to illness or injury during the year.

The change in sick leave accumulations depends on usage of current year allocations of sick days. Accumulated sick bank balances are projected based on expected usage of sick days in each year. Employees who do not use their current allocation of sick days are assumed to accumulate 75% of their sick leave allocation for the year.

Assumptions:

The accrued benefit obligations for employee future benefit plans as at August 31, 2010 (except as noted above for the workplace safety and insurance board obligations and the endowment benefits) are based on actuarial valuations for accounting purposes as at August 31, 2007, extrapolated to August 31, 2010. 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:

	2010	2009
	%	%
Inflation	**2.0**	2.0
Wage and salary escalation	**3.0 - 7.0**	3.0 - 7.0
Health inflation	**10.5% - decrease 0.5% per year to 4.5%**	11% - decrease 0.5% per year to 4.5%
Dental inflation	**6.5% - decrease 0.5% per year to 3.5%**	7% - decrease 0.5% per year to 3.5%
Discount on accrued benefit obligations	**4.5**	4.5

The Board has restricted a portion of its accumulated surplus for certain of these employee future benefit obligations in the amount of $411,184 as at August 31, 2010 (2009 - $408,762).

(iv) Long-Term Disability Life Insurance and Health Care Benefits

The Board provides life insurance, dental and health care benefits to employees on long-term disability leave. The employee is responsible for the payment of life insurance premiums and the costs of heath care benefits under this plan. The benefit provider provides a waiver of life insurance premiums for eligible employees. The Board provides these benefits through an unfunded defined benefit plan. The costs of salary compensation paid to employees on long-term disability leave are fully insured and not included in this plan.

(v) Life Insurance Benefits

The Board provides a separate life insurance benefits plan for certain retirees. The premiums are based on the Board's experience and employees are required to pay 100% of the premium costs. The benefit costs and liabilities related to the subsidization of these retirees under this group plan are included in the Board’s consolidated financial statements.

(vi) Health Care and Dental Benefits

The Board sponsors a separate plan for certain groups of retired employees to provide group health care and dental benefits. The premiums are based on experience or demographics of the group and employees are required to pay 100% of the premium costs.

12. OTHER FEES, GRANTS AND REVENUES

	2010	2009
Rental revenue	**$ 75,338**	$ -
Other fees	**70,262**	152,045
	$ 145,600	$ 152,045

13. LONG-TERM DEBT

(a) Long-term debt reported on the Consolidated Statement of Financial Position is comprised of the following:

	2010	2009
The Canada Life Assurance Company loan bearing interest at 5.109% per annum, repayable in semi-annual blended payments of $160,394. The loan matures on April 5, 2031 and is an unsecured debenture.	**$ 4,102,252**	$ 4,209,335
Royal Bank of Canada loan bearing interest at 5.9% per annum, repayable in monthly blended payments of $1,958. The loan matures on December 22, 2010 and is secured by equipment.	**6,848**	26,603
Royal Bank of Canada loan bearing interest at 5.28% per annum, repayable in monthly blended payments of $12,505. The loan matures on September 11, 2010 and is secured by equipment.	**11,019**	139,528
The Ontario Financing Authority debenture bearing interest at 4.9% per annum, repayable in semi-annual blended payments of $45,090. The loan matures on March 3, 2033 and is an unsecured debenture.	**1,229,955**	1,258,803
The Ontario Financing Authority debenture bearing interest at 5.232% per annum, repayable in semi-annual blended payments of $27,376. The loan matures on April 13, 2035 and is an unsecured debenture.	**757,379**	-
	$ 6,107,453	$ 5,634,269

(b) Principal and interest payments relating to long-term debt outstanding as at August 31, 2010 are due as follows:

	Principal Payments	**Interest Payments**	**Total**
2010-2011	$ 176,093	$ 307,626	**$ 483,719**
2011-2012	166,368	299,352	**465,720**
2012-2013	174,928	290,791	**465,719**
2013-2014	183,930	281,790	**465,720**
2014-2015	193,393	272,326	**465,719**
Thereafter	5,212,741	2,614,517	**7,827,258**
	$ 6,107,453	$ 4,066,402	**$10,173,855**

(c) Interest on long-term debt amounted to $292,714 (2009 - $292,216).

14. DEBT CHARGES AND INTEREST

	2010	2009
Principal payments on long-term debt	**$ 284,195**	$ 269,839
Interest payments on long-term debt	**292,714**	292,216
	$ 576,909	$ 562,055

15. EXPENSES BY OBJECT

The following is a summary of the expenses reported on the Consolidated Statement of Operations by object:

	-----------2010-----------		Restated
	(See Notes 2(j) & 22) Budget (unaudited)	**Actual**	(See Notes 3 & 23) 2009 Actual
EXPENSES:			
Salaries and wages	$ 24,053,385	**$ 24,096,965**	$ 22,698,858
Employee benefits	3,295,999	**3,087,573**	2,800,609
Staff development	409,403	**407,141**	368,574
Supplies and services	2,748,486	**2,870,871**	2,998,118
Interest on long-term debt	275,037	**292,714**	292,216
Rental expenses	195,252	**270,162**	149,456
Fees and contract services	4,473,946	**4,652,026**	4,316,488
Other	532,279	**346,510**	60,804
Amortization of tangible capital assets	1,246,717	**1,246,717**	1,169,857
School funded activities	846,676	**897,674**	887,193
TOTAL EXPENSES	$ 38,077,180	**$ 38,168,353**	$ 35,742,173

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

YEARS ENDED AUGUST 31, 2010 & 2009

16. TANGIBLE CAPITAL ASSETS

	COST				ACCUMULATED AMORTIZATION				NET BOOK VALUE	
	BALANCE, AUG. 31, 2009	ADDITIONS AND TRANSFERS	DISPOSALS	BALANCE, AUG. 31, 2010	BALANCE, AUG. 31, 2009	AMORTIZATION	DISPOSALS, WRITE-OFFS, ADJUSTMENTS	BALANCE, AUG. 31, 2010	2010	2009
Land	$ 4,700	$ 315,900	$ -	$ 320,600	$ -	$ -	$ -	$ -	**$ 320,600**	$ 4,700
Buildings	34,975,511	2,746,883	-	37,722,394	7,813,321	898,522	-	8,711,843	**29,010,551**	27,162,190
Other buildings	-	731,425	-	731,425	-	36,571	-	36,571	**694,854**	-
Portable structures	669,300	-	-	669,300	364,334	33,465	-	397,799	**271,501**	304,966
Furniture	60,325	-	(5,149)	55,176	31,799	5,775	(5,149)	32,425	**22,751**	28,526
Equipment	242,537	37,583	(22,580)	257,540	119,277	29,960	(22,580)	126,657	**130,883**	123,260
Computer hardware	407,759	230,551	(148,006)	490,304	257,977	90,309	(148,006)	200,280	**290,024**	149,782
Computer software	158,026	36,884	(19,569)	175,341	98,021	33,337	(19,569)	111,789	**63,552**	60,005
Vehicles	-	67,308	-	67,308	-	7,918	-	7,918	**59,390**	-
Capital leased assets	554,300	-	-	554,300	332,580	110,860	-	443,440	**110,860**	221,720
TOTAL	$ 37,072,458	$ 4,166,534	$ (195,304)	$ 41,043,688	$ 9,017,309	$ 1,246,717	$ (195,304)	$ 10,068,722	**$ 30,974,966**	$ 28,055,149

17. ACCUMULATED SURPLUS

The accumulated surplus consists of the following:

	2010	2009
Invested in tangible capital assets	**$ 24,867,513**	$ 22,420,880
Operating accumulated surplus	**44,988**	(175,723)
Approved capital receivable	**1,914,975**	-
Amounts restricted for future use by board motion (Schedule 1)	**3,611,377**	4,158,461
School activities fund	**428,590**	365,984
Employee benefits payable	**(3,991,097)**	(3,934,228)
Accrued interest on long-term debt	**(114,277)**	(105,293)
TOTAL ACCUMULATED SURPLUS	**$ 26,762,069**	$ 22,730,081

18. 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. Liability insurance is available to a maximum of $20,000,000 per occurrence.

The ultimate premiums over a five-year period are based on the reciprocal's and the Board's actual claims experience. Periodically, the Board may receive a refund or be asked to pay an additional premium based on its pro rata share of claims experience. The current five-year term expires December 2011.

19. FINANCIAL INSTRUMENTS

(a) FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying amounts of cash and cash equivalents, accounts receivable and accounts payable and accrued liabilities approximate their fair value due to the immediate or short-term maturities of these instruments. The carrying amount of the long-term debt approximates fair value as the School Board's current rate of borrowing for similar debt instruments of comparable maturity is not materially different.

(b) CREDIT RISK

Credit risk is the risk that a counter-party will fail to discharge its obligation to the Board reducing the expected cash inflow from the Board's assets recorded at the statement of financial position date. Credit risk can be concentrated in debtors that are similarly affected by economic or other conditions. Significant concentrations of credit risk are related to the accounts receivable from the Ministry of Education, certain local governments and First Nation entities. For these accounts, the Board determines, on a continuing basis, the probable losses and sets up a provision for losses based on the estimated realizable value.

(c) INTEREST RATE RISK

The Board is exposed to interest rate risk for certain of its financial assets and liabilities. Under the demand operating facility, the Board may have short-term borrowings for working capital purposes, which would expose them to fluctuations in short-term interest rates.

20. COMMITMENTS

(a) LEASE OBLIGATIONS

The Northeastern Catholic District School Board has entered into agreements to lease certain office equipment. Minimum lease payments for the next four years are approximately as follows:

2010/2011	$	119,909
2011/2012	$	89,618
2012/2013	$	7,196
2013/2014	$	6,529

The Board also pays $100,000 annually (excluding GST rebate) for the rental of a classroom and a gymnasium in Moosonee, Ontario. There is, however, no written agreement in place related to this rental. The Board receives funding from the Ministry of Education to offset this expense.

(b) CONSTRUCTION COMMITMENTS

Commitments on incomplete construction contracts for various school building projects amounted to approximately nil (2009 - $2,650) as at August 31, 2010, relating to capital projects.

21. CONTINGENT LIABILITIES

The Board is contingently liable with respect to litigation and claims which arise from time to time in the normal course of business. In the opinion of management, the liability that may arise from such contingencies would not have a significant adverse effect on the consolidated financial statements of the Board.

22. BUDGET DATA

The unaudited budget data presented in these consolidated financial statements is based upon the 2010 revised budget approved by the Board on December 10, 2009. Capitalization of assets, amortization, and gains and losses on disposal were not contemplated on development of the budget and, as such, have not been included. The chart below reconciles the approved budget to the budget figures reported in the Consolidated Statement of Operations. Where amounts were not budgeted for, the actual amounts for 2010 were used in order to adjust the budget numbers to reflect the same basis of accounting as that used to report the actual results.

As the Consolidated Statement of Change in Net Debt is a new statement in the 2009-2010 financial statements, the budget figures in that statement have not been provided.

	--------------------2010--------------------		
	Budget	**Change**	**Restated Budget**
TOTAL REVENUE	$ 38,800,095	$ -	$ 38,800,095
EXPENSES			
Total expenditure, budget 2010	38,639,432	-	38,639,432
Capital asset expenditure	-	(1,808,969)	(1,808,969)
Amortization	-	1,246,717	1,246,717
TOTAL EXPENSES	38,639,432	(562,252)	38,077,180
ANNUAL SURPLUS	160,663	562,252	722,915
ACCUMULATED SURPLUS, beginning of year	22,730,081	-	22,730,081
ACCUMULATED SURPLUS, end of year	$ 22,890,744	$ 562,252	$ 23,452,996

23. PARTNERSHIP IN TRI-BOARD TRANSPORTATION CONSORTIUM

On April 26, 2005, the Board entered into an agreement with District School Board Ontario North East and Conseil Scolaire Public du District du Nord-Est de l'Ontario in order to provide common administration of student transportation in the Region. This agreement was executed in an effort to increase delivery efficiency and cost effectiveness of student transportation for each of the Boards. Under the agreement, decisions related to the financial and operating activities of the Consortium are shared. No partner is in a position to exercise unilateral control.

The Board’s consolidated financial statements reflect proportionate consolidation, whereby they include the assets that it controls, the liabilities that it has incurred, and its pro-rata share of revenues and expenses.

The following provides condensed financial information:

	--------**2010**--------		--------2009--------	
	Total	**Board Portion**	Total	Board Portion
FINANCIAL POSITION				
Financial assets	**$ -**	**$ -**	$ -	$ -
Liabilities	**-**	**-**	-	-
Non-Financial assets	**-**	**-**	-	-
ACCUMULATED SURPLUS	**$ -**	**$ -**	$ -	$ -
OPERATIONS				
Revenues	**$ 10,889,737**	**$ 2,834,018**	not available	$ 3,160,792
Expenses	**(10,816,711)**	**(2,815,062)**	not available	(2,841,220)
ANNUAL SURPLUS	**$ 73,026**	**$ 18,956**	$ -	$ 319,572

In prior years, transportation consortium surpluses realized at year-end were to be paid out to the bus operators. In 2009-2010, however, the payment formula was changed and surpluses for 2007-2008 to 2009-2010 will now be returned to the consortium partners. The Board's share of the surpluses for 2007-2008 and 2008-2009 are $252,044 and $319,572 respectively. As these amounts are significant, it was necessary to restate the Board's comparative figures. The change to the accumulated surplus as at August 31, 2009 is shown in Note 3. The change to the accumulated surplus as at August 31, 2008 is as follows:

DEFICIT, at August 31, 2008:	
Reserves and reserve funds balances	$ 3,834,145
School activities fund balance	311,560
Amounts to be recovered	(10,063,958)
DEFICIT, as previously reported	(5,918,253)
Transportation surplus adjustment for 2007-2008 (see Note above)	252,044
Net book value of tangible capital assets recorded, at August 31, 2008	28,271,923
ACCUMULATED SURPLUS, at August 31, 2008, as restated	$ 22,605,714

As well, the comparative amount reported for accounts receivable on the Consolidated Statement of Financial Position has been increased by $571,616 with a decrease of $319,572 in the comparative amount reported for transportation expense on the Consolidated Statement of Operations. As noted above, the deficit as at August 31, 2008 was reduced by $252,044.

24. FUTURE ACCOUNTING FOR CONTRIBUTIONS USED FOR CAPITAL

In the Ministry of Finance Addendum to the 2010 Ontario Budget: Ontario's Plan to Enhance Accountability, Transparency and Financial Management, the government provided direction to school boards on the accounting treatment of capital contributions. This addendum proposes that, effective the fiscal year beginning on September 1, 2010, school boards in Ontario will adopt accounting policies consistent with the Province of Ontario, which include a policy to recognize government transfers and external contributions used in the acquisition of tangible capital assets over the period that the asset is expected to provide service. This policy is to ensure consistency with the current practice of senior governments in Canada and other major broader public-sector organizations (hospitals, colleges and universities), and to ensure that school board operating surpluses or deficits are not distorted by capital grant revenues.

This accounting treatment is not currently a recognized option by the Public Sector Accounting Standards Board (PSAB) and could not be implemented within these financial statements.

25. MERGER OF MOOSONEE ROMAN CATHOLIC SEPARATE SCHOOL BOARD

On September 1, 2009, in accordance with Ontario Regulation 309/09, the Moosonee Roman Catholic Separate School Board ("MRCSSB") merged with the Northeastern Catholic District School Board. As a result, the assets and liabilities of the MRCSSB were to be transferred as follows:

(i) any assets of the MRCSSB purchased with funding provided under the agreement entitled "Entente Canada - Ontario relative à l'enseignement dans la langue de la minorité et à l'enseignement de la seconde langue officielle 2005-2006 à 2008-2009" were to be transferred to the Conseil scolaire de district catholique des Grandes Rivières ("CSDCGR"),

(ii) 95 per cent of the value of the MRCSSB's school site was to be transferred to the NCDSB and 5 per cent to the CSDCGR, and

(iii) all other assets and liabilities of the MRCSSB were transferred to the NCDSB to be held in trust by it until it is determined how the assets and liabilities are to be distributed between the NCDSB and the CSDCGR.

To date, an arrangement related to the above has not been finalized between the NCDSB and the CSDCGR. These boards will meet in the near future to finalize an agreement and transfer the applicable assets and liabilities accordingly.

As the merger between the MRCSSB and the NCDSB did not take place until September 1, 2009, the comparative actual figures presented in these consolidated financial statements for the year ended August 31, 2009 do not include the assets, liabilities, revenues or expenses of the MRCSSB. The assets, liabilities and related surplus, however, were included in the accounts of the NCDSB effective September 1, 2009. The amounts included were obtained from audited financial statements prepared by another auditor and are as follows as at August 31, 2009:

ASSETS	$ 680,775
LIABILITIES	509,425
NET ASSETS	$ 171,350
FINANCIAL POSITION	
Fund balance - operating	$ 286,890
Amount to be recovered in future years	(115,540)
TOTAL FINANCIAL POSITION	$ 171,350

As part of the merger, the School Board also took possession of various tangible capital assets that have been included in the Tangible Capital Assets balance on the Statement of Financial Position. These capital assets were treated as additions in the 2009-2010 fiscal year, however, no amount was paid for these assets. These capital asset additions were adjusted through the accumulated surplus as at September 1, 2009 as follows:

Land	$ 315,900
Building	953,100
Other buildings	731,425
Vehicle	67,308
TOTAL MOOSONEE CAPITAL ASSETS ADDITIONS	$ 2,067,733

To reflect the merger of the NCDSB and the MRCSSB effective September 1, 2009, various "beginning of the year" balances have been adjusted as follows:

	BALANCE, AUG. 31, 2009	CAPITAL ASSET ADDITIONS	TOTAL FINANCIAL POSITION	BALANCE, SEPT. 1, 2009
Consolidated Statement of Operations:				
Accumulated Surplus	$ 22,730,081	$2,067,733	$ 171,350	$ 24,969,164
Consolidated Statement of Changes in Net Debt:				
Net Debt	$ (5,384,950)	$2,067,733	$ 171,350	$ (3,145,867)
Consolidated Statement of Cash Flows:				
Cash and cash equivalents	$ 6,467,935	$ -	$ 171,350	$ 6,639,285

Lastly, related to the above mentioned merger, there is potential "transition" funding available from the Ministry of Education. At this time, however, the amount of funding, if any, to be received by the Board cannot be reasonably estimated. Should the Board subsequently receive some transition funding, it will be recorded in the year of receipt.

26. SUBSEQUENT EVENT

Subsequent to year-end, the Board of Trustees formally approved the purchase of Queen Elizabeth School from District School Board Ontario North East for an amount of $340,000. The sale will take place no later than September 30, 2011 and will be funded by a transfer from deferred revenue (ie. proceeds of disposition).

27. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current year's financial statement presentation.

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED SCHEDULE OF ACCUMULATED SURPLUS

YEARS ENDED AUGUST 31

	2010	Restated (See Notes 3 and 23) 2009
RESERVE FOR WORKING FUNDS	**$ 3,046,457**	$ 3,046,457
RESERVE FUNDS		
Bursaries	**3,129**	3,111
Capital	**78,248**	77,787
School renewal	**72,359**	622,344
Sick leave	**304,402**	302,609
WSIB	**106,782**	106,153
TOTAL RESERVE FUNDS	**564,920**	1,112,004
TOTAL RESERVES AND RESERVE FUNDS	**3,611,377**	4,158,461
SURPLUSES (DEFICITS)		
Invested in tangible capital assets	**24,867,513**	22,420,880
Operating accumulated surplus	**44,988**	(175,723)
Approved capital receivable	**1,914,975**	-
School activities fund	**428,590**	365,984
UNFUNDED		
Employee benefits payable	**(3,991,097)**	(3,934,228)
Accrued interest on long-term debt	**(114,277)**	(105,293)
TOTAL SURPLUSES	**23,150,692**	18,571,620
TOTAL ACCUMULATED SURPLUS	**$ 26,762,069**	$ 22,730,081

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED SCHEDULE OF RESERVES AND RESERVE FUNDS CONTINUITY

YEARS ENDED AUGUST 31

	Reserve for Working Funds	New Pupil Places Reserve Fund	Sick Leave Reserve Fund	WSIB Reserve Fund	Capital Reserve Fund	Bursaries Reserve Fund	Total 2010	Total 2009
BALANCE, Aug. 31, 2009	$ 3,046,457	$ 622,344	$ 302,609	$ 106,153	$ 77,787	$ 3,111	$ 4,158,461	$ 3,834,145
ADDITIONS								
Current year's transfers	-	46,713	-	-	-	-	46,713	313,751
Interest earned	-	3,302	1,793	629	461	18	6,203	10,565
DEDUCTIONS								
Current year's utilization	-	(600,000)	-	-	-	-	(600,000)	-
BALANCE, Aug. 31, 2010	**$ 3,046,457**	**$ 72,359**	**$ 304,402**	**$ 106,782**	**$ 78,248**	**$ 3,129**	**$ 3,611,377**	**$ 4,158,461**

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED SCHEDULE OF EXPENSES

YEARS ENDED AUGUST 31

	2010	Restated (See Notes 3 and 23) 2009
INSTRUCTION		
CLASSROOM		
Salaries and wages	**$ 18,723,119**	$ 17,825,540
Employee benefits	**2,210,563**	1,979,453
Staff development	**301,328**	246,626
Supplies and services	**1,355,416**	1,398,407
Rental expenses	**120,525**	110,914
Fees and contractual services	**979,736**	791,435
Other	**14,705**	5,629
	23,705,392	22,358,004
NON-CLASSROOM		
Salaries and wages	**2,795,442**	2,538,800
Employee benefits	**371,582**	300,232
Staff development	**48,852**	62,421
Supplies and services	**208,548**	172,252
Rental expenses	**2,042**	2,800
Amortization	**278,160**	261,011
	3,704,626	3,337,516
	$ 27,410,018	$ 25,695,520

	2010	2009
ADMINISTRATION		
Salaries and wages	**$ 985,800**	$ 937,358
Employee benefits	**158,366**	226,123
Staff development	**56,961**	56,255
Supplies and services	**310,046**	288,961
Rental expenses	**33,652**	27,494
Fees and contractual services	**213,890**	262,300
Other	**329,105**	53,060
	$ 2,087,820	$ 1,851,551

NORTHEASTERN CATHOLIC DISTRICT SCHOOL BOARD

CONSOLIDATED SCHEDULE OF EXPENSES (CONT'D)

YEARS ENDED AUGUST 31

	2010	Restated (See Notes 3 and 23) 2009
TRANSPORTATION		
Salaries and wages	**$ 22,757**	$ -
Employee benefits	**3,726**	-
Supplies and services	**19,364**	-
Fees and contractual services	**2,834,355**	2,554,998
	$ 2,880,202	$ 2,554,998
PUPIL ACCOMMODATION		
Salaries and wages	**$ 1,569,847**	$ 1,397,160
Employee benefits	**343,336**	294,801
Staff development	**-**	3,272
Supplies and services	**977,497**	1,138,498
Interest on long-term debt	**292,714**	292,216
Rental expenses	**113,943**	8,248
Fees and contractual services	**624,045**	707,755
Other	**168**	168
Amortization	**968,557**	908,846
	$ 4,890,107	$ 4,750,964
OTHER	**$ 2,532**	$ 1,947