

Fiscal Year 2008 - Financial Summary for Catholic Diocese of Dodge City

The accompanying statements reflect the financial activities for the 2008 fiscal year. The following information, as well as the accompanying financial statements and charts, have been derived from the audited financial statements of the Catholic Diocese of Dodge City as of June 30, 2008 and 2007 which were audited by Kennedy, McKee and Company, LLP, Certified Public Accountants. The auditors issued an unqualified opinion for the consolidated statements of financial position as of June 30, 2008 and the Diocesan Finance Council has accepted the auditor's report and approved the audited financial statements for the year ending June 30, 2007.

This financial information is presented in summary form only. The opinion letter as well as the notes to the financial statements are an integral part of the audited financial statements. If the summarized information evokes an interest for more detailed information, please realize it is available. A call to the finance office, Mr. Daniel M. Stremel, CPA, Director of Finance is appropriate and welcome. He can be reached by email at dmstremel@dcdiocese.org or by telephone at 620-227-1517.

CATHOLIC DIOCESE OF DODGE CITY CONSOLIDATED STATEMENTS OF FINANCIAL POSITION		
	June 30,	
	2008	2007
ASSETS		
Cash and cash equivalents	\$ 1,488,270	\$ 2,027,728
Certificates of Deposit		-
Accounts receivable	124,716	125,285
Unconditional promises to give	-	-
Interest receivable	54,697	60,951
Prepaid expense	21,338	4,425
Restricted cash & investments	2,477,078	3,711,516
Notes receivable, net	5,341,643	4,322,037
Investments	7,812,905	8,540,290
Other securities	369,964	366,372
Long-term care fund	93,577	87,899
Property and equipment, net	572,642	609,966
Deferred financing costs	53,111	56,816
	<u>\$ 18,409,941</u>	<u>\$ 19,913,285</u>
LIABILITIES AND NET ASSETS		
Accounts payable	\$ 15,530	\$ 20,446
Interest payable	220,483	435,770
Custodial accounts	293,895	289,726
Pledges payable	10,000	20,000
Equipment note payable	-	-
Parish and other deposits payable	6,744,253	6,175,534
Annuity liability payable	444,656	405,087
Annuity liability due others	108,413	146,327
Mortgage revenue bonds payable	3,775,000	4,195,000
Other bonds payable	5,000,000	5,000,000
Total Liabilities	<u>\$ 16,612,230</u>	<u>\$ 16,687,890</u>
Net assets (deficit):		
Unrestricted	(1,818,349)	(620,476)
Temporarily restricted	3,416,495	3,646,306
Permanently restricted	199,565	199,565
Total net assets	<u>1,797,711</u>	<u>3,225,395</u>
	<u>\$ 18,409,941</u>	<u>\$ 19,913,285</u>

CATHOLIC DIOCESE OF DODGE CITY CONSOLIDATED STATEMENTS OF CASH FLOWS		
	Year Ended June 30,	
	2008	2007
Cash flows from operating activities:		
Cash received from:		
Contributions	\$ 1,634,716	\$ 1,729,153
Program fees	98,583	69,332
Interest and dividend income	577,676	511,481
Advertising	69,172	63,695
Subscriptions	1,330	1,257
Other income	204,967	91,807
Cash disbursed for:		
Program expenses	(1,577,258)	(1,398,917)
General supporting expenses	(709,546)	(613,063)
Fund raising	(177,737)	(123,095)
Interest expense	(696,368)	(490,658)
Net cash provided (used) by operating act.	<u>(574,465)</u>	<u>(159,008)</u>
Cash flows from investing activities:		
Proceeds from sale of fixed assets	-	11,500
Purchase of fixed assets	(11,595)	(55,162)
Proceeds from sale of investments	3,281,805	4,041,552
Purchase of investments	(3,555,464)	(3,088,594)
Sale of certificates of deposit	-	50,000
Parish and other loans made	(1,597,167)	(1,472,492)
Parish and other loans repaid	577,561	624,085
Net change in restricted cash and investments	1,234,438	(3,711,516)
Net change in custodial accounts	4,169	37,034
Net cash provided (used) by investing act.	<u>(66,253)</u>	<u>(3,563,593)</u>
Cash flows from financing activities:		
Proceeds from parish and other loans	1,194,384	947,853
Repayments of parish and other loans	(672,941)	(437,344)
Proceeds from charitable gift annuities	78,000	30,000
Annuity payments	(75,817)	(62,951)
Annuity proceeds paid to others	(2,366)	(54,762)
Proceeds of notes payable	-	-
Payment of notes payable	-	(8,445)
Proceeds of bond issuance	-	5,000,000
Payment of bonds	(420,000)	(135,000)
Net cash provided (used) by financing act.	<u>101,260</u>	<u>5,279,351</u>
Net increase in cash and cash equivalents	(539,458)	1,556,750
Cash and cash equivalents, beginning of year	2,027,728	470,978
Cash and cash equivalents, end of year	<u>\$ 1,488,270</u>	<u>\$ 2,027,728</u>

CATHOLIC DIOCESE OF DODGE CITY CONSOLIDATED STATEMENTS OF ACTIVITIES				
	Year ended June 30, 2008			
	Unrestricted	Temporarily restricted	Permanently restricted	Total
Revenues and other support:				
Contributions (See Chart)	\$ 1,119,489	\$ 429,026	\$ -	\$ 1,548,515
Extension Society grants	150,000	-	-	\$ 150,000
Program fees	98,583	-	-	\$ 98,583
Insurance commissions and fees	127,731	20,410	-	\$ 148,141
Advertising	69,172	-	-	\$ 69,172
Subscriptions	1,330	-	-	\$ 1,330
Interest and dividends	652,769	(81,347)	-	\$ 571,422
Realized gain (loss) on investments	135,733	-	-	\$ 135,733
Unrealized gain (loss) on investments	(1,201,481)	-	-	\$ (1,201,481)
Changes in the value of split interest agreements	-	(39,506)	-	\$ (39,506)
Other income	56,826	-	-	\$ 56,826
Net assets released from restrictions:				\$ -
Restrictions satisfied by payments	558,394	(558,394)	-	\$ -
Total revenues and other support	<u>1,768,546</u>	<u>(229,811)</u>	<u>-</u>	<u>1,538,735</u>
Expenses:				
Program services:				
Catholic education grants	4,762	-	-	4,762
Family life	14,715	-	-	14,715
Handicapped ministry	8,942	-	-	8,942
Youth ministry	176,242	-	-	176,242
Hispanic ministry	83,649	-	-	83,649
Leadership formation	67,560	-	-	67,560
Liturgy and worship	9,320	-	-	9,320
Religious formation and development	343,083	-	-	343,083
Superintendent of schools	68,055	-	-	68,055
Gifts and donations	482,101	-	-	482,101
Catholic Social Services	57,917	-	-	57,917
Medical and retirement costs for clergy and housekeepers	67,782	-	-	67,782
Southwest Kansas Register	183,131	-	-	183,131
Support services:				
Administration and operation	740,342	-	-	740,342
Interest expense	481,081	-	-	481,081
Fundraising	177,737	-	-	177,737
Total expenses	<u>2,966,419</u>	<u>-</u>	<u>-</u>	<u>2,966,419</u>
Change in net assets	(1,197,873)	(229,811)	-	(1,427,684)
Net assets (deficit), beginning of year	(620,476)	3,646,306	199,565	3,225,395
Net assets (deficit), end of year	<u>\$ (1,818,349)</u>	<u>\$ 3,416,495</u>	<u>\$ 199,565</u>	<u>\$ 1,797,711</u>

CATHOLIC DIOCESE OF DODGE CITY CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)			
	Year Ended June 30,		
	2008	2007	
Reconciliation of change in net assets to net cash provided by operating activities:		\$ (1,427,684)	\$ 705,418
Change in net assets			
Adjustments to reconcile change in net assets to net cash provided by operating activities:			
Depreciation and amortization		52,625	57,465
Unrealized gain on investments		1,201,481	(298,914)
Realized loss on investments		(135,733)	(765,201)
(Gain) loss on sale of property and equipment		-	(11,500)
Non-cash contributions		-	-
Nonoperating restricted contributions		(64,367)	(99,388)
Changes in value of split-interest agreements		39,506	89,870
(Increase) decrease in operating assets:			
Accounts receivable		569	(4,955)
Pledges receivable		-	-
Interest receivable		6,254	(14,405)
Prepaid expense		(16,913)	1,071
Increase (decrease) in operating liabilities:			
Accounts payable		(4,916)	(1,111)
Interest payable		(215,287)	197,642
Pledges payable		(10,000)	(15,000)
Net cash provided (used) by operating activities		<u>\$ (574,465)</u>	<u>\$ (159,008)</u>
Noncash investing and financing activities consist of:			
Receipt of donated investments with fair value of		\$ -	\$ 20,678