

**THE CENTRAL ADMINISTRATIVE OFFICES OF
THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX,
OFFICES AND INSTITUTIONS**

*Financial Statements
and Supplementary Information*

June 30, 2015

(With Independent Auditor's Report Thereon)

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**

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INDEPENDENT AUDITOR'S REPORT

His Excellency
Most Reverend Shelton Fabre, D.D.
Bishop of the Diocese of Houma-Thibodaux

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of The Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions, as of June 30, 2015 and 2014, which comprise the consolidated statements of financial position and the related consolidated statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statement.

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

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of The Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux and Institutions as of June 30, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

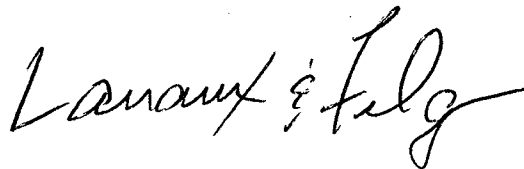
Other Matter

Our audits were conducted for the purpose of forming an opinion on the basic financial statements as a whole. The supplementary information included in Schedules 1 to 14 as listed in the table of contents, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the basic financial statements of the Diocese. Such information, except for Schedule 13, which is marked "unaudited," was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. That information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The Schedule of Operations of Parishes and Institutions on page 35 (Schedule 13) marked "unaudited" has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 4, 2015 on our consideration of the Diocese's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Houma, Louisiana
December 4, 2015

A handwritten signature in black ink, appearing to read "Lanoux & Feltz", is written in a cursive style.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Consolidated Statements of Financial Position
June 30, 2015 and 2014*

	2015	2014
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 2,423,349	\$ 2,695,891
Accounts receivable	701,261	848,939
ABA receivable	158,205	187,055
Accrued interest and mineral royalties receivable	238,867	230,299
Prepaid expenses	78,756	54,642
Current maturities of parish and school loans	356,000	498,000
Investments in marketable debt securities expected to be sold or to mature to fund current expected deposit withdrawals	24,200,000	23,700,000
Total current assets	<u>28,156,438</u>	<u>28,214,826</u>
Investments, net of current expected sales and maturities	20,898,195	23,298,535
Parish and school loans receivable	2,354,906	2,795,638
Less current maturities	(356,000)	(498,000)
Total loans less current maturities	<u>1,998,906</u>	<u>2,297,638</u>
Property and equipment, at cost	23,070,548	21,880,110
Less accumulated depreciation	(12,481,845)	(12,650,256)
Total property and equipment	<u>10,588,703</u>	<u>9,229,854</u>
Other assets	<u>2,607,073</u>	<u>2,645,249</u>
Total assets	<u><u>\$ 64,249,315</u></u>	<u><u>\$ 65,686,102</u></u>

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Consolidated Statements of Financial Position, continued

June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
LIABILITIES AND NET ASSETS		
Current liabilities:		
Deposits in central finance, current expected withdrawals:		
Parishes	\$ 4,229,000	\$ 4,760,000
Cemetery operating deposits	794,000	769,000
Institutional deposits, principally prepaid tuition	24,200,000	23,700,000
Accounts payable, undistributed funds and other accruals	1,970,488	1,885,056
Deferred grant revenues	146,205	164,994
Current maturities of long-term debt	<u>135,000</u>	<u>130,000</u>
Total current liabilities	31,474,693	31,409,050
Deposits of parishes, schools and institutions, net of current expected withdrawals	9,161,160	8,979,852
Bonds payable, net of current maturities	4,415,000	6,000,000
Third-party endowments	18,097,099	17,983,445
Insurance program reserves	606,518	606,518
Accrued pension liability	85,917	226,041
Accrued other postretirement benefits	9,169,035	11,102,262
Total liabilities	<u>73,009,422</u>	<u>76,307,168</u>
Net assets (deficit):		
Restricted by donors:		
Temporarily restricted net assets	1,072,679	1,436,462
Permanently restricted net assets	4,669,567	4,556,499
Unrestricted:		
Designated	7,957,533	8,314,380
Undesignated	<u>(22,459,886)</u>	<u>(24,928,407)</u>
Total unrestricted net assets (deficit)	<u>(14,502,353)</u>	<u>(16,614,027)</u>
Total net assets (deficit)	<u>(8,760,107)</u>	<u>(10,621,066)</u>
Total liabilities and net assets	<u>\$ 64,249,315</u>	<u>\$ 65,686,102</u>

See notes to financial statements.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

*Consolidated Statements of Activities
Years Ended June 30, 2015 and 2014*

	2015	2014
Changes in unrestricted net assets:		
Revenues and other support:		
Cathedraticum	\$ 2,513,196	\$ 2,593,650
Donations and special collections	2,035,838	2,018,696
Grants	943,933	993,296
Investment income:		
Central finance	377,498	1,733,018
Other investment income	73,230	133,750
Oil and gas royalties	1,039,253	1,374,185
Program service and other income	13,478,259	14,902,820
Net assets released from restrictions	410,932	51,502
Total revenues and other support	<u>20,872,139</u>	<u>23,800,917</u>
Expenses:		
Program expenses:		
Formation ministries	3,058,559	3,143,096
Social ministries	1,789,645	1,979,154
Clergy and religious	2,456,543	1,916,260
Administration ministries	11,947,239	11,176,721
General and administrative expenses	2,397,743	5,347,051
Stewardship expenses	255,591	213,761
Total expenses	<u>21,905,320</u>	<u>23,776,043</u>
Change in net assets from operations	<u>(1,033,181)</u>	<u>24,874</u>
Nonoperating activities:		
Pension and postemployment benefit related changes other than net periodic pension and benefit cost	3,144,855	(1,353,490)
Increase (decrease) in unrestricted net assets	<u>2,111,674</u>	<u>(1,328,616)</u>
Changes in temporarily restricted net assets:		
Interest income	47,149	46,832
Less net assets released from restrictions	(410,932)	(51,502)
Increase (decrease) in temporarily restricted net assets	<u>(363,783)</u>	<u>(4,670)</u>
Changes in permanently restricted net assets:		
Contributions	113,068	207,783
Increase (decrease) in permanently restricted net assets	<u>113,068</u>	<u>207,783</u>
Increase (decrease) in net assets	1,860,959	(1,125,503)
Net assets at beginning of year	(10,621,066)	(9,495,563)
Net assets at end of year	<u>\$ (8,760,107)</u>	<u>\$ (10,621,066)</u>

See notes to financial statements.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Consolidated Statements of Cash Flows

Years Ended June 30, 2015 and 2014

	2015	2014
Cash flows from operating activities:		
Change in net assets	\$ 1,860,959	\$ (1,125,503)
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Unrealized (gains) losses on investments, net change	566,930	(224,300)
Realized (gains) losses on investments	(206,985)	(665,064)
(Gain) loss on sale of property and equipment	(336,712)	-
Contributions restricted for long-term investment	(113,068)	(207,783)
Depreciation expense	406,665	427,590
Amortization of bond issuance cost	7,480	7,480
Write-off unamortized issuance cost on redeemed bonds	-	1,053,347
Changes in:		
Accounts receivable	147,678	(643,093)
ABA receivable	28,850	(44,672)
Accrued interest and mineral royalties receivable	(8,568)	143,778
Prepaid expenses and other assets	6,582	84,916
Accrued pension and postretirement benefits	(1,952,826)	2,281,102
Accounts payable	89,404	(770,022)
Deferred grant revenues	(18,789)	(73,232)
Net cash provided by (used in) operating activities	<u>477,600</u>	<u>244,544</u>
Cash flows from investing activities:		
Purchases of property and equipment	(1,828,802)	(336,079)
Proceed from sale of property and equipment	400,000	5,000
Purchases of investments	(94,886,906)	(107,914,995)
Proceeds from sale of investments	96,427,301	119,951,333
Decrease in loans to parishes and institutions, net	440,732	407,235
Net cash provided by (used in) investing activities	<u>552,325</u>	<u>12,112,494</u>
Cash flows from financing activities:		
Proceeds from contributions restricted for:		
Contributions to Seminary Burses	79,443	48,665
Contributions to endowment funds	4,125	119,618
Perpetual care of cemetery crypts	29,500	39,500
	<u>113,068</u>	<u>207,783</u>
Other financing activities:		
Principal payments on bonds payable	(1,580,000)	(12,315,000)
Contribution to pension trust	(120,525)	-
Increase (decrease) in Central Finance deposits	171,336	(216,374)
Increase in endowments held for third parties	113,654	85,415
	<u>(1,415,535)</u>	<u>(12,445,959)</u>
Net cash provided by (used in) financing activities	<u>(1,302,467)</u>	<u>(12,238,176)</u>
Net (decrease) in cash and cash equivalents	<u>(272,542)</u>	<u>118,862</u>
Cash and cash equivalents at beginning of year	<u>2,695,891</u>	<u>2,577,029</u>
Cash and cash equivalents at end of year	<u>\$ 2,423,349</u>	<u>\$ 2,695,891</u>
Supplemental disclosure of cash flow information:		
Cash paid for interest during the year on central finance deposits	\$ 748,744	\$ 749,967
Cash paid for interest on long-term debt	\$ 1,072,327	\$ 719,858

See notes to financial statements.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

1) Nature of Organization

The Diocese of Houma-Thibodaux (hereinafter "the Diocese"), a not-for-profit corporation established under the laws of the State of Louisiana, operates as a religious organization. The Diocese is dedicated to acting as a centralized ministry that coordinates several ministerial, outreach and administrative programs and functions for church-parishes and other Diocesan related operations located within the Diocese's boundaries encompassing the civil parishes of Terrebonne, Lafourche, parts of St. Mary, St. Martin and Iberia, and Grand Isle, Louisiana.

The Diocese derives support for its administrative operations primarily through Cathedraticum paid by Diocesan parishes to the Diocese. Cathedraticum is an assessment on parish ordinary income and certain extraordinary income. The Cathedraticum amount is set each year by the Diocese based on the prior years reported income. Support for other Diocesan operations is provided by several sources including, but not limited to: grants from other non-profit entities; special Diocesan-wide collections; individual contributors; governmental grants; and Diocesan subsidies, transfers, grants, and interest, dividends and net capital gains or (losses) earned and recognized on investments.

The accompanying financial statements include the programs and operations maintained by and directly under the administration of the Central Administrative Offices of the Diocese of Houma-Thibodaux, H-T Publishing Company (The Bayou Catholic), Lumen Christi Retreat Center, St. Joseph Cemetery, and the programs of Catholic Charities of the Diocese of Houma-Thibodaux, and also include certain assets which are owned by the Diocese and used in the operations of certain affiliates. These statements exclude the financial position and transactions of the parishes and missions, schools, cemeteries and other organizations which maintain separate accounts and carry on their own services and programs. These operations, which may or may not be separate corporations under civil law, are directly managed and controlled by their pastors or other responsible parties. Only those operations and offices that are directly controlled, managed, administered and financed through the Diocese Central Administrative Offices are included in these financial statements.

Internal transactions and balances, except for interest paid on funds deposited with Central Finance, have been eliminated in consolidation.

2) Summary of Significant Accounting Policies Used:

- a) Basis of Accounting. The accompanying financial statements of the Diocese have been prepared on the accrual basis of accounting.
- b) Basis of Presentation. The Diocese reports information regarding its financial position and activities according to three classes of net assets:
 1. Unrestricted Net Assets – net assets which are not restricted by donors.
 2. Temporarily Restricted Net Assets – net assets for which the use by the Diocese are restricted by the donors (a) to later periods of time or after specified dates or (b) to specific purposes.
 3. Permanently Restricted Net Assets – net assets that must be maintained in perpetuity due to donor-imposed restrictions that will neither expire with the passage of time nor be removed by meeting certain requirements. Income earned on these investments may be restricted for specific purposes.
- c) Investments. Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. For investments other than marketable securities with readily determinable fair values, the carrying value is either cost or fair value at the date of donation.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements, continued

Investments in marketable debt and equity securities are diversified among high-credit quality securities in accordance with the investment policy of the Diocese. Investments are not insured by the trustee, Federal Deposit Insurance Corporation or any other government agency.

- d) Contributions and Pledges Receivable. The Diocese recognizes all contributions as income in the period received. Contributions are reported as unrestricted or restricted depending on the existence of donor stipulations that limit the use of the contribution. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Diocese reports the support as unrestricted. Contributed property and equipment is recorded at fair value at the date of donation. In the absence of donor-imposed stipulations regarding how long the contributed assets must be used, the contributions are recorded as unrestricted support. Contributed services are recognized at fair value, except for the work of volunteers for which no monetary value has been assigned.

Unconditional promises to give are recognized as revenue and as assets in the period in which the promise is made, and are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met. Allowances for uncollectible promises to give, if any, are based on management's evaluation of the collectability of such amounts.

- e) Property and Equipment. Property and equipment are recorded at cost or, when donated, at fair value. Additions and improvements are capitalized, while expenditures for maintenance and repairs are expensed as incurred. Depreciation expense is computed principally by the straight-line method over the useful lives of the depreciable assets.
- f) Functional Expenses. The costs of providing various programs and other activities of the Diocese have been summarized on a functional basis in the Statement of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.
- g) Cash and Cash Equivalents. For the purpose of the Statement of Cash Flows, cash equivalents consist of cash in banks and highly liquid short-term investments with an original maturity of three months or less. Concentrations of credit risk with respect to cash and cash equivalents are considered limited due to the combination of federally-insured deposits and financial strength of the institutions that hold Diocesan deposits. At June 30, 2015, the Diocese held bank deposits of \$1,326,923 in excess of FDIC insurance.
- h) Income Taxes. The Diocese is exempt from income taxes under the provisions of Internal Revenue Code Section 501(c)(3).

Accounting standards require an entity to disclose and recognize the financial statement impact of uncertain tax positions when it is more likely than not that the position will not be sustained on examination. Management of the Diocese believes it has appropriate support for any tax positions taken, and therefore, does not have any uncertain income tax positions that are material to the financial statements.

- i) Use of Estimates. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements, continued

3) Central Finance

Under Diocesan Central Finance policies, the Parishes, Schools and Institutions within the Diocese are required to deposit all funds not immediately needed for current operations into the Diocese Central Finance Program. Balances on deposit earned interest at a rate of 1.0% per annum through June 30, 2015. Endowment funds may also be established by Parishes, Schools and Institutions within the Diocese. The establishment of endowment funds is governed by the Diocesan policy on endowments, and must be deposited with Central Finance. The deposits must be of a permanent nature and have restrictions as to the withdrawal of principal. Endowment funds earned interest at 2.0% per annum through June 30, 2015.

Certain Diocesan programs and funded operations also receive interest on surplus funds held by the Central Finance Program at the same rates earned by Parishes, Schools and Institutions. The interest received by funded operations is reported as revenue of other funded operations in the Statement of Activities.

Loans are available through the Central Finance Program. Parishes, Schools and Institutions pay 5% interest on outstanding loan balances to the Central Finance Program. Any surplus funds deposited into Central Finance by a Parish, School or Institution with an outstanding loan balance are applied as principal payments on the loan balance until the loan is paid in full.

Interest rates on Central Finance loans and deposits are set by management and are based on the expected rate of return on Diocesan investments, net of investment fees and expenses. Net investment income in excess of interest paid on funds on deposit may be paid to the Parishes, Schools and Institutions as additional interest at the end of the year at the discretion of the Bishop. The amount of additional interest paid to each Parish, School or Institution is based on the weighted average deposit balance of the Parish, School or Institution during the year and is called "profit sharing." Endowment funds are not eligible for profit sharing distributions. There were no profit sharing distributions for the years ended June 30, 2015 and 2014. The statement of activities and schedule below present investment return as interest and dividends earned and capital gains recognized. The full amount of interest expense incurred during the years ended June 30, 2015 and 2014 is reflected below and is included on the statement of activities.

Year ended June 30,:	2015	2014
Central finance income was earned as follows:		
Interest income:		
Parish and school loans	\$ 102,073	\$ 96,814
Investments and cash reserves	596,497	687,450
Dividend income	38,873	59,390
Realized gains (losses) on investments, net	206,985	665,064
Change in unrealized gains and losses on investments, net	(566,930)	224,300
Total central finance income	377,498	1,733,018
Central finance expense and subsidies were incurred as follows:		
Interest expense:		
Parish deposits	75,209	86,099
Cemetery deposits	55,690	56,949
Parish and school endowments	360,877	358,650
Diocesan endowments and programs	63,206	62,307
School and institution deposits	193,762	185,962
External money management and bank fees	140,844	144,969
Total central finance expenses and subsidies	889,588	894,936
Change in net assets - Central Finance	\$ (512,090)	\$ 838,082

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements, continued

4) Funded Operations

The Diocese maintains several operations (some of which are separately incorporated) that are funded through separate collections and revenues. These collections and revenues are segregated in separate accounts in the Diocesan accounting system. The revenues and expenses incurred by the operations are kept separate for internal Diocesan reporting. The Diocese has adopted the policy to internally subsidize these operations when applicable. Funded operations having revenues in excess of expenditures are carried on the Diocese's balance sheet as unrestricted – designated net assets to be used in future operations of the particular funded operation.

5) Pledges Receivable – Annual Bishop's Appeal (ABA)

The ABA receivable represents commitments or unconditional promises to give from individuals as a result of the Annual Bishop's Appeal. Management considers the commitments to be fully collectible and accordingly, no allowance for uncollectible commitments is deemed necessary. All ABA receivables are due to be collected within one year of the balance sheet date.

6) Investments

Investments are summarized as follows:

Carrying value at June 30:	2015	2014
<u>Temporary cash investments:</u>		
Money market mutual funds and commercial paper	\$ 18,459,786	\$ 17,966,542
<u>Marketable equity securities:</u>		
Common stocks	2,540,838	5,417,375
<u>Marketable debt securities:</u>		
U.S. government securities	21,501,330	23,522,927
<u>Other investments:</u>		
Mission Diocese investment pool	2,504,550	-
Real estate	91,691	91,691
Total investments	45,098,195	46,998,535
Less investments in marketable debt securities expected to be sold to fund current expected deposit withdrawals	(24,200,000)	(23,700,000)
Investments, net of current expected withdrawals	<u>\$ 20,898,195</u>	<u>\$ 23,298,535</u>

Total investment return, which is reported as unrestricted income in the statement of activities, includes the components of Central Finance income reported in Note 3, plus interest earned on investments held outside the Central Finance program, as follows:

Years ended June 30:	2015	2014
Central finance investments	\$ 377,498	\$ 1,733,018
Other interest income	120,379	180,582
Total investment return	<u>\$ 497,877</u>	<u>\$ 1,913,600</u>

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements, continued

7) Property and Equipment

The following is a summary of property and equipment, at June 30, 2015 and 2014:

	2015	2014
Depreciable property:		
Buildings and improvements	\$ 16,849,523	\$ 16,238,574
Equipment	2,215,449	2,363,778
Vehicles	68,043	66,654
	<u>19,133,015</u>	<u>18,669,006</u>
Less: Accumulated depreciation	(12,481,845)	(12,650,256)
Net depreciable property	<u>6,651,170</u>	<u>6,018,750</u>
Non-depreciable property:		
Archives art collection	238,000	238,000
Land	3,416,122	2,689,693
Land - future parish sites	283,411	283,411
Net property and equipment	<u>\$ 10,588,703</u>	<u>\$ 9,229,854</u>

For the years ended June 30, 2015 and 2014, depreciation expense was reported in the Statement of Activities by functional category as follows:

	2015	2014
Depreciation expense by function:		
Program services	\$ 54,594	\$ 40,644
Supporting services	352,071	386,946
	<u>\$ 406,665</u>	<u>\$ 427,590</u>

8) Other Assets

Other assets are comprised of the following at June 30, 2015 and 2014:

	2015	2014
Perpetual care deposits in Cemeteries Trust	\$ 2,295,118	\$ 2,265,618
Series 2007 bond issuance costs, net of accumulated amortization	166,385	173,865
Mausoleum inventory	145,570	205,766
	<u>\$ 2,607,073</u>	<u>\$ 2,645,249</u>

9) Self-Insurance Programs

The Diocese operates several self-insurance programs in which the Diocese, its parishes, schools and apostolates participate. Following is a description of each:

Severance Pay Plan - The Diocese has established a Severance Pay Plan (SPP) covering all eligible employees of the Diocese, its parishes, schools and apostolates. Under the plan, eligible employees include all full-time or regular part-time employees with more than one year of service. Severance benefits are paid upon the termination of employment of an eligible employee by reason of lack of funds, lack of work, or the restructuring of or closing of a parish, school, department or apostolate. Under the plan, benefits range from two weeks' pay to six weeks' pay based on the employee's years of service. Premiums in excess of claims collected from the parishes, schools and apostolates are reported as a liability.

Louisiana Catholic Workers' Compensation Pool (LCWCP) - The Diocese participates in a cost-sharing, risk pool with three other Dioceses to cover claims resulting from employment-related accidents and

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injuries. Premiums are paid to the pool by the Dioceses based on total payroll costs for covered workers. The pool has entered into a stop-loss agreement with an insurance company to limit its losses to \$800,000 per occurrence and \$4,385,069 per policy year. After all outstanding claims are settled for a policy year, any excess of premiums collected over claims and other costs are refunded to the participating Dioceses in proportion to premiums paid to the pool for that policy year.

Mausoleum Insurance Program - This plan covers repairs and damage caused by fire or natural disasters to mausoleums at cemeteries operated by the parishes of the Diocese. The Diocesan Property and Casualty Insurance program covers damage caused by vandalism. The reserve is funded through premiums paid through the Diocesan Property and Casualty Insurance Program. At the end of the year, reserve adequacy is assessed. If reserves are adequate, the premiums credited to the reserve during the year are charged against the reserve and the balance is credited as a source of revenue to the Funded Operation- Cemeteries Office.

Property and Casualty Insurance Program - This plan covers repairs and damage caused by fire, natural disasters or other casualties to buildings and property owned by the Diocese and all parishes, schools and institutions within the Diocese. The Diocese has entered into a stop-loss agreement with an insurance company to limit its losses to \$25,000 on individual claims and \$200,000 in the aggregate for the fiscal year ended June 30, 2015. The Diocesan property and casualty insurance program is reported as a funded operation and the ending balance is included in unrestricted net assets.

Hospitalization Insurance Plan. Hospitalization insurance premiums are paid into the program by the Diocese, its parishes and institutions via a third-party administrator to provide coverage for employees, retirees, and their families. The Diocese has entered into a stop-loss agreement with an insurance company to limit its losses to \$175,000 on individual claims. From time to time during the year, the Diocese remits funds from this reserve to the third-party administrator to pay claims. When the third-party administrator accumulates excess funds, the funds are remitted to the Diocese for deposit into the reserve. The estimated liability for known and incurred but not reported claims was \$286,000 and is included in accrued liabilities on the statement of financial position. The hospitalization insurance program is reported as a funded operation and the ending balance is included in unrestricted net assets.

10) Restrictions on Net Assets

Temporarily restricted net assets are the net assets of the Diocese that are restricted by donors for: (a) support of a particular operating activity, (b) investment for a specified term, (c) use in a specified future period, or (d) acquisition of long-lived assets.

Permanently restricted net assets represent the net assets of the Diocese restricted by donors for holdings of (a) assets, such as land or works of art, donated with stipulations that they be used for a specified purpose, be preserved, and not be sold, or (b) assets donated with the stipulation that they be invested to provide a permanent source of income.

Temporarily restricted net assets are available for the following purposes or periods, at June 30, 2015 and 2014:

	2015	2014
Perpetual Care Maintenance Reserve	\$ 125,894	\$ 78,842
Disaster Relief Fund	435,712	446,644
Future Parish Sites	218,600	218,600
Lafourche Charities Fund	282,700	282,700
Norma Liner Diaconate Fund	9,773	9,676
Use restriction through June 30, 2041:		
Bishop's residence	-	400,000
	<u>\$ 1,072,679</u>	<u>\$ 1,436,462</u>

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Permanently restricted net assets are restricted for the following purposes at June 30, 2015 and 2014:

	2015	2015
Seminary Burse Funds	\$ 1,529,731	\$ 1,450,288
Perpetual Care Deposit - Cemeteries Trust	2,295,118	2,265,618
Priest Retirement Endowment	227,125	227,125
Lumen Christi Endowment	94,421	94,421
Catholic Social Services Endowments	523,172	519,047
	<u>\$ 4,669,567</u>	<u>\$ 4,556,499</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by donors for permanent diaconate expenses and disaster relief in the amount of \$10,032 and \$51,502 for the years ended June 30 2015 and 2014, respectively. In addition, the donor imposed time restriction on the use of the bishop's residence was removed by the donor during the year ended June 30, 2015.

11) Designated Net Assets

Designated net assets represent net assets that have no donor-imposed restrictions but have been designated by management for the following at June 30, 2015 and 2014:

	2015	2014
Priest Pension Fund	\$ 779,624	\$ 759,624
Evangelization Fund	63,795	67,339
Bishop's Grant Fund	1,675	2,675
Vehicle Replacement Fund	71,960	98,763
	<u>917,054</u>	<u>928,401</u>
Net assets of Funded Operations	7,040,479	7,385,979
	<u>\$ 7,957,533</u>	<u>\$ 8,314,380</u>

12) Pension and Other Postretirement Benefit Plans

The Diocese maintains several plans providing pension and other postretirement benefits to employees as follows.

A) Defined Contribution Plans.

The Diocese sponsors two defined contribution plans as follows:

401(a) Plan - The Diocese established a defined contribution 401(a) plan to accept rollover contributions from the participants in the Defined Benefit Plan that was terminated in 1997. No further employee or employer contributions will be made to this plan.

403(b) Plan - For all eligible employees, the Diocese will contribute 2% of salary to the plan and an additional 2% of salary to the plan if the employee agrees to participate at the minimum level of 2% of salary. The Diocesan contribution to the plan increases, based on length of service, to a maximum of 5% for employees with 20 or more years of service. Diocesan contributions to the plan were \$188,506 and \$148,360, for the years ended June 30 2015 and 2014, respectively.

B) Priests' Pension Fund.

The Diocese provides pension benefits to the retired priests of the Diocese under a plan that is not a qualified plan under the Internal Revenue Code and is not required to comply with the Employee Retirement Income Security Act of 1974.

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Summary of Principal Plan Provisions:

All incardinated priests of the Diocese of Houma-Thibodaux are eligible for participation in the plan. The normal retirement eligibility requirement is attainment of age 65. Under normal retirement, the participant is paid for life at a rate of \$61 per month times the participant's years of service up to 25 years. If the participant remains in service beyond age 65, an additional accrued benefit of \$75 per month will be accrued for each year of continued service. The monthly benefit paid to retirees and the monthly accrued benefits for active participants are generally adjusted every other year. Early retirement requires attainment of age 55. The benefit for early retirement is calculated in the same manner as that of normal retirement, but reduced by 5% for each year early retirement proceeds normal retirement. Participants are 100% vested in their accrued benefits after 5 years of service.

On October 12, 2007, the Diocese established the Priest Retirement Trust to hold plan assets. The proceeds of the 2007 Series bonds and investments previously designated for the payment of priest retirement benefits were deposited into the trust. Current plan benefits are funded by periodic employer contributions in conformance with minimum funding recommendations and maximum suggested limitations and earnings on plan assets. Additional funding is also provided by voluntary contributions by the Diocese from excess reserves, proceeds of life insurance policies on priests and private donations.

Information regarding the Plan's change in benefit obligation, change in plan assets, and the funded status of the Plan for the years ended June 30, 2015 and 2014 follow:

	2015	2014
Priest pension plan:		
Change in benefit obligation:		
Accumulated benefit obligation - beginning of year	\$ 7,185,224	\$ 7,178,145
Service cost	140,942	123,906
Interest cost	288,347	316,446
Actuarial (gain) loss	(306,188)	(163,681)
Benefits paid	(281,280)	(269,592)
Accumulated benefit obligation - end of year	7,027,045	7,185,224
Change in plan assets:		
Fair value of plan assets - beginning of year	6,959,183	6,390,562
Employer contributions	120,525	-
Actual return on assets	142,700	838,213
Benefits paid	(281,280)	(269,592)
Fair value of plan assets - end of year	6,941,128	6,959,183
Funded status (deficit)	<u>\$ (85,917)</u>	<u>\$ (226,041)</u>
	2015	2014
Items not yet recognized as a component of net periodic pension cost:		
Transition obligation (asset)	\$ 662,171	\$ 724,877
Net actuarial (gain) loss	(532,617)	(564,777)
Total	<u>\$ 129,554</u>	<u>\$ 160,100</u>

The actuarial present value of the accumulated benefit obligation was computed using a discount rate of 4.1%. The net periodic pension cost was computed using a discount rate of 4.5%. Benefit payments are based on years of service rather than compensation levels, and therefore, no expected annual compensation increases are included in the valuation.

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Net periodic pension cost for the years ended June 30, 2015 and 2014 included the following components:

	2015	2014
Service cost	\$ 140,942	\$ 123,906
Interest cost	288,347	316,446
Expected return on plan assets	(481,048)	(437,117)
Amortization of transition obligation	62,706	62,706
	<u>\$ 10,947</u>	<u>\$ 65,941</u>

Pension changes other than net periodic pension costs are reported in the Statement of Activities as a change in unrestricted net assets for the years ended June 30, 2015 and 2014 follow:

	2015	2014
Net actuarial (gain) loss	\$ 32,160	\$ (564,777)
Amortization of transition obligation	(62,706)	(62,706)
(Increase) decrease in net assets	<u>\$ (30,546)</u>	<u>\$ (627,483)</u>

Future benefit payments expected to be paid in each of the next five fiscal years and in the aggregate for the following five years are as follows:

Year ending June 30,	2016	\$ 374,000
	2017	391,000
	2018	409,000
	2016	403,000
	2020	409,000
	2021-2025	2,044,000

Plan Assets

The assets of the plan are invested primarily in a diversified mix of equities and fixed income securities. The assets are managed by independent investment managers in accordance with stated investment policies. The investment objective of the pension fund is to equal or exceed a benchmark rate of return comprised of appropriate marked indices and to achieve above-median ranking in a universe of balanced funds with similar investment policies over reasonable measurement periods.

The following tables summarize the plan assets within the fair value hierarchy (see note 15), at June 30:

At June 30, 2015:	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash equivalents	\$ 331,163	\$ -	\$ -	\$ 331,163
US Government securities	-	943,516	-	943,516
Common Stocks	2,971,025	-	-	2,971,025
Institutional mutual funds:				
Equity funds	676,042	-	-	676,042
Fixed income funds	1,614,301	-	-	1,614,301
Asset-backed securities	-	405,081	-	405,081
Total investments	<u>\$ 5,592,531</u>	<u>\$ 1,348,597</u>	<u>\$ -</u>	<u>\$ 6,941,128</u>

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At June 30, 2014:	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash equivalents	\$ 287,111	\$ -	\$ -	\$ 287,111
US Government securities	-	948,806	-	948,806
Common Stocks	3,115,910	-	-	3,115,910
Institutional mutual funds:				
Equity funds	646,152	-	-	646,152
Fixed income funds	1,547,761	-	-	1,547,761
Asset-backed securities	-	413,443	-	413,443
Total investments	\$ 5,596,934	\$ 1,362,249	\$ -	\$ 6,959,183

The actual asset allocations and the target allocation ranges by asset category for pension plan assets were as follows for the year ended June 30, 2015:

	<u>Actual</u>	<u>Target allocation range</u>
Cash and cash equivalents	5%	0% - 10%
Equity securities	52%	50% - 65%
Fixed income securities	43%	35% - 50%

The expected long-term rate of return assumption of 7.0% is selected by management as a reasonable expectation based on historical performance of both the pension fund and the investment markets in general. The selection of the rate is periodically evaluated by the Diocese as the administrator of the pension plan.

C) Priests' Other Postretirement Benefits.

The Diocese provides health insurance, long-term care benefits and long-term disability benefits for its retired priests. The benefits provided are coordinated with Medicare and/or are supplemented with other insurance policies provided by the Diocese. The benefits are funded on a pay-as-you-go basis.

Information regarding the Plan's change in benefit obligation, change in plan assets, and the funded status of the Plan for the years ended June 30, follows:

	<u>2015</u>	<u>2014</u>
Change in benefit obligation:		
Accumulated benefit obligation - beginning of year	\$ 11,102,262	\$ 8,259,618
Service cost	331,943	195,195
Interest cost	474,383	392,839
Actuarial (gain) loss	(2,610,154)	2,393,954
Benefits paid	(129,399)	(139,344)
Accumulated benefit obligation - end of year	9,169,035	11,102,262
Change in plan assets:		
Fair value of plan assets - beginning of year	-	-
Employer contributions	129,399	139,344
Benefits paid	(129,399)	(139,344)
Fair value of plan assets - end of year	-	-
Funded status (deficit)	<u>\$ (9,169,035)</u>	<u>\$ (11,102,262)</u>

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	2015	2014
Items not yet recognized as a component of net periodic benefit cost:		
Transition obligation (asset)	\$ 7,433,656	\$ 7,846,637
Net actuarial (gain) loss	(307,374)	2,393,954
Total	<u>\$ 7,126,282</u>	<u>\$ 10,240,591</u>

The actuarial present value of the accumulated benefit obligation was computed using a discount rate of 4.3%. The net periodic pension cost was computed using a discount rate of 4.8%. The initial annual healthcare cost trend rate is 8.0%, decreasing annually by 0.75% to an ultimate rate of 5% per year.

Net periodic benefit cost for the years ended June 30, included the following components:

	2015	2014
Net periodic benefit cost:		
Service cost	\$ 331,943	\$ 195,195
Interest cost	474,383	392,839
Amortization of experience (gain) loss	91,174	-
Amortization of transition obligation	412,981	412,981
	<u>\$ 1,310,481</u>	<u>\$ 1,001,015</u>

Benefit obligation changes other than net periodic benefit costs are reported in the Statement of Activities as a change in unrestricted net assets as follows:

	2015	2014
Changes other than net periodic benefit cost:		
Net actuarial (gain) loss	\$ (2,701,328)	\$ 2,393,954
Amortization of transition obligation	(412,981)	(412,981)
(Increase) decrease in net assets	<u>\$ (3,114,309)</u>	<u>\$ 1,980,973</u>

Future benefit payments expected to be paid in each of the next five fiscal years and in the aggregate for the following five years are as follows:

Year ended June 30,	2016	\$ 166,000
	2017	210,000
	2018	232,000
	2019	257,000
	2020	301,000
	2021-2025	1,944,000

13) Long-Term Debt

On July 1, 2007, the Roman Catholic Church of the Diocese of Houma-Thibodaux (the Issuer) issued \$6,480,000 The Roman Catholic Church of the Diocese of Houma-Thibodaux Variable Rate Demand Bonds Series 2007 (the Series 2007 Bonds) pursuant to the terms and provisions of an Indenture of Trust between the Issuer and Regions Bank (the Trustee).

The Series 2007 Bonds are issued pursuant to the terms and provisions of an Indenture of Trust (the Indenture). The proceeds of the Series 2007 Bonds are for the payment of (i) a portion of the Issuer's unfunded pension liabilities, and (ii) the costs of issuing the Series 2007 Bonds.

The Series 2007 Bonds will bear interest at a variable (market) rate of interest payable on the first business day of each month, commencing on November 1, 2007, due through December 1, 2037. The interest rate is repriced weekly.

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On January 2, 2011, Capital One Public Funding, LLC (COPF) purchased the Series 2007 bonds and the Indentures were amended. Under the amended Indentures, the interest rate was modified to equal 65% of LIBOR plus 3.0% on the Series 2007 bond. The amended Indentures also include "Put Provisions" allowing COPF to tender the bonds in 2015, 2020, 2025 and 2030 at a purchase price equal to the principal amount plus accrued interest on the Put Date, provided that COPF has given written notice not less than twelve (12) months prior to the proposed Put Date. The amended Indentures also eliminate the letters of credit securing the bonds and include provisions for optional redemptions at the option of the Issuer. The annual mandatory redemption schedules in the Original Indentures were not modified.

Long-term debt consists of the following at June 30, 2015:

	2015	2014
\$6,480,000 variable rate bonds dated November 1, 2007; due at various intervals through December 1, 2037; initial rate of 5.19%	\$ 4,550,000	\$ 6,130,000
Less current maturities	(135,000)	(130,000)
Long-term debt, net of current maturities	<u>\$ 4,415,000</u>	<u>\$ 6,000,000</u>

Pursuant to the Reimbursement Agreement, the Bonds mature as follows:

Year Ending June 30,	Series 2007 Principal Amount
2016	\$ 135,000
2017	145,000
2018	155,000
2019	160,000
2020	170,000
2021 and thereafter	3,785,000
	<u>\$ 4,550,000</u>

Interest Rate Swap Agreement

Objective of the interest rate swap: In order to hedge exposure to interest rate fluctuations on the Bonds, the Diocese entered into an interest rate swap agreement with Allied Irish Banks, p.l.c (the "Provider") as more fully described in the Master Agreement, Schedule to the Master Agreement and Confirmation dated November 28, 2006 (the "Swap Documents"). The Diocese is liable to the Provider to make swap payments and bond payments pursuant to the terms of the bond documents. Capitalized terms used herein but not defined shall have the meaning set forth in the Swap Documents.

Terms: Under the terms of the Swap, the Diocese pays a fixed rate 5.19% on the Series 2007 bonds, and the Provider pays a variable rate equal to 75% of the 1-month USD-LIBOR rate, as more fully described in the Swap Documents.

Fair Value: The fair value of the swap agreements as of June 30, 2015, which is not reported in the financial statements, was \$1,243,797 in favor of the Provider.

Credit Risk: Credit risk is the risk that the counterparty will not fulfill its obligations. At June 30, 2015, the Diocese is not exposed to credit risk because the swap has a negative fair value. However, should interest rates change and the fair value of the swap becomes positive, the Diocese would be exposed to credit risk in the amount of the swap's fair value.

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Basis Risk: Basis risk is the risk that arises when variable interest rates on a swap and the associated debt are based on different indexes. The interest rates for both the swap and the bonds are based on LIBOR; therefore, the Diocese is not subject to basis risk.

Termination Risk: The Diocese or the counterparty may terminate the swap if the other party fails to perform under the terms of the contract. The swap agreement may be terminated if either party fails to make payment, when due, under the swap agreement; breaches the agreement; made or repeated or deemed to have made or repeated a misrepresentation; bankrupts; or merges without assumption or commits an illegality. If the swap is terminated, the variable-rate bond would no longer carry a synthetic interest rate. Also, if at the time of termination the swap has a negative fair value, the Diocese would be liable to the counterparty for a payment equal to the swap's fair value.

Rollover Risk: Rollover risk is the risk that the swap does not extend to the maturity of the associated debt. The Diocese is not exposed to rollover risk because the swap terminates in conjunction with the maturity of the associated bonds.

Interest Rate Risk: Interest rate risk is the risk that the interest rate will change over some interval while the bonds are outstanding. The Diocese has entered into this fixed rate swap agreement to mitigate interest risk associated with the underlying variable rate bonds.

14) Fair Value Measurements

Fair value is defined as the exchange price that would be received to sell an asset or paid to transfer a liability in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. Although the exchange price concept is not new, the new definition focuses on the exit price as opposed to the entry price that would be paid to acquire an asset or received to assume a liability. The standard also emphasizes that fair value is a market-based measurement and not an entity-specific measurement and establishes a hierarchy to prioritize the inputs that can be used in the fair value measurement process. The inputs in the three levels of this hierarchy are described as follows:

Level 1 Quoted prices in active markets for identical assets or liabilities. An active market is one in which transactions occur with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2 Observable inputs other than Level 1 prices. This would include quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data.

Level 3 Unobservable inputs, to the extent that observable inputs are unavailable. This allows for situations in which there is little or no market activity for the asset or liability at the measurement date.

The Diocese measures temporary cash investments and investments in marketable debt and marketable equity securities at fair value on a recurring basis and are summarized below:

(in thousands)

	Carrying Value	June 30, 2015		
		Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investment securities:				
Temporary cash investments	\$ 18,460	\$ -	\$ 18,460	\$ -
Marketable debt securities	21,501	-	21,501	-
Marketable equity securities	2,541	-	2,541	-
Total investments reported at fair value	42,502	\$ -	\$ 42,502	\$ -
Other investments carried at cost	2,596			
Total investments	\$ 45,098			

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(in thousands)

	Carrying Value	June 30, 2014		
		Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Investment securities:				
Temporary cash investments	\$ 17,967	\$ -	\$ 17,967	\$ -
Marketable debt securities	23,523	-	23,523	-
Marketable equity securities	5,417	5,417	-	-
Total investments reported at fair value	46,907	\$ 5,417	\$ 41,490	\$ -
Other investments carried at cost	92			
Total investments	\$ 46,999			

15) Endowments

Endowment funds consist of net assets held in perpetuity pursuant to donor-imposed restrictions for the purposes of priest retirement costs, seminary tuition and other expenses related to the education of candidates for the priesthood, perpetual care of mausoleums, Catholic Charities programs, and operating expenses of Lumen Christi Retreat Center, and unrestricted net assets designated for priest retirement costs by management. The endowment funds are held in pooled investment accounts, along with other Diocesan funds and funds held for affiliates. Interest is paid on Diocesan endowment funds in accordance with Central Finance policies as explained in Note 3.

The Diocese has interpreted state law as requiring the preservation of original corpus of the permanent endowment funds unless explicit donor stipulations specify how net appreciation must be used. The long-term objective of the Diocese's investment policy is to preserve the purchasing power of the net assets and maintain an average annual total return at or above the level of spending and fees. Adequate liquidity shall be maintained to provide distributions as stipulated in the endowment agreement.

Changes in endowment fund net assets for the year ended June 30, 2015 are as follows:

	Unrestricted	Permanently Restricted	Total
Net assets, June 30, 2013	\$ 759,624	\$ 4,348,716	\$ 5,108,340
Contributions	-	207,783	207,783
Net assets, June 30, 2014	759,624	4,556,499	5,316,123
Contributions	20,000	113,068	133,068
Net assets, June 30, 2015	\$ 779,624	\$ 4,669,567	\$ 5,449,191

16) Commitments

The Diocese has contractual obligations and commitments outstanding at June 30, 2015 for renovations or additions to Diocesan parishes, schools and institutions properties for approximately \$1,054,000. Of the total contract obligations, approximately \$208,000 had been paid as of June 30, 2015 and \$846,000 remains to be advanced to the parishes and institutions by way of Central Finance deposit withdrawals or loans.

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17) Contingencies

The Diocese is named as defendant in various lawsuits and threatened litigation arising from its operations. While the outcome of these lawsuits and threatened litigation cannot be predicted with certainty, management does not expect these matters to have a material adverse effect on the financial condition of the Diocese.

There is no loss accrual provision associated with litigation or threatened litigation contained in the financial statements as management cannot reasonably estimate the range of possible loss, if any.

18) Stewardship and Development

The Diocese has three stewardship and development programs. The first is the Annual Bishop's Appeal, the second is the Stewardship Program for the benefit of parishes within the Diocese and the third is the Catholic School Development Program. The Annual Bishop's Appeal is a program to raise funds for discretionary use by the Diocese in support of various diocesan, school and parish programs. The Stewardship Program is coordinated by the Diocesan Stewardship Office to assist Parishes of the Diocese in implementing a sacrificial giving program for the benefit of the Parishes. The Catholic School Development Program is coordinated by the Diocesan Office of Catholic Schools to assist the schools of the Diocese in their development efforts.

20) Program Expenses

Program expenses are grouped by the Diocesan Departments of the Curia as reported in the Diocesan Catholic Directory as follows:

Formation Ministries are focused on catechesis and evangelization. The ministries and offices included in the Department of Formation Ministries provide support to the parishes and schools throughout the Diocese for the formation of the people of God into vibrant, Eucharistic communities.

Social Ministries provide compassionate service to people in need, promote Catholic social teaching, advocate for those whose voice is not heard, organize people who feel powerless to improve their lives, and call the entire church and all people of good will to establish a more just society.

The Department of Clergy and Religious provides for the continuing education of the clergy, permanent diaconate, men and women religious, and seminarians.

Administration Ministries provide administrative support and assistance to parishes, schools, institutions and other departments within the Diocese.

21) Subsequent Events

Management evaluates events subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through December 4, 2015, the date the financial statements were available for issuance.

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Schedule of Revenues and Functional Expenses
Year Ended June 30, 2015

	Program expenses							Total
	Formation		Administration		Total			
	Ministries	Social Ministries	Clergy and Religious	Ministries	Program	General and Administrative		
Revenues:								
Cathedralium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,513,196	\$ -	\$ 2,513,196
Donations and grants	345,064	1,234,237	309,147	-	1,888,448	127,930	963,393	2,979,771
Investment income	-	21,817	28,884	400,027	450,728	-	-	450,728
Oil and gas royalties	-	-	-	-	-	1,039,253	-	1,039,253
Program service and other income	1,123,998	300,241	6,758	11,429,709	12,860,706	617,553	-	13,478,259
Net assets released from restrictions	-	10,932	-	-	10,932	400,000	-	410,932
Total revenues	1,469,062	1,567,227	344,789	11,829,736	15,210,814	4,697,932	963,393	20,872,139
Expenses:								
Salaries - lay personnel	1,001,517	632,152	108,405	856,347	2,598,421	349,407	105,717	3,053,545
Salaries - religious	129,180	34,260	55,097	10,990	229,527	18,280	-	247,807
Payroll taxes	71,955	44,812	3,693	53,699	174,159	23,751	8,002	205,912
Group insurance - lay personnel	195,337	130,877	22,064	157,873	506,151	71,158	12,041	589,350
Group insurance - religious	22,797	22,446	1,349,088	8,407	1,402,738	-	-	1,402,738
Pension and benefits	50,944	29,953	13,489	34,624	129,010	20,456	5,146	154,612
Business allowance/reimbursement	68,718	32,873	20,238	32,078	153,907	24,919	7,695	186,521
Conference and travel	110,488	40,979	45,426	21,001	217,894	7,280	1,601	226,775
Program expenses	745,960	293,229	738,965	6,833,101	8,611,255	51,681	108,429	8,771,365
Supplies	60,954	39,529	28,131	107,877	236,491	27,700	-	264,191
Maintenance and repair	3,116	85,618	11,847	92,158	192,739	41,513	371	234,623
Insurance	-	30,755	-	2,730,494	2,761,249	-	-	2,761,249
Occupancy expenses	107,539	79,801	18,426	76,146	281,912	50,006	-	331,918
Other operating expenses	141,444	33,026	23,425	183,583	381,478	184,681	2,790	568,949
Copying and printing	178,261	861	-	-	179,122	30,335	3,740	213,197
Papal quota and Catholic Conference	-	-	-	-	-	70,820	-	70,820
Contributions and grants	165,068	-	-	-	165,068	13,469	-	178,537
Depreciation	5,281	36,590	12,723	-	54,594	352,012	59	406,665
Central finance interest expense	-	-	-	748,744	748,744	-	-	748,744
Emergency assistance and disaster relief	-	197,666	-	-	197,666	-	-	197,666
Telephone	-	24,218	5,526	117	29,861	15,241	-	45,102
Bond interest and amortization	-	-	-	-	-	1,045,034	-	1,045,034
Total expenses	3,058,559	1,789,645	2,456,543	11,947,239	19,251,986	2,397,743	255,591	21,905,320
Excess (deficiency) of revenues over expenses	\$ (1,589,497)	\$ (222,418)	\$ (2,111,754)	\$ (117,503)	\$ (4,041,172)	\$ 2,300,189	\$ 707,802	\$ (1,033,181)

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX**

*Schedule of Revenues and Expenses - Formation Ministries
Year Ended June 30, 2015*

	Formation	Family Ministries	Worship	Catholic Schools	Religious Education	Pastoral Staffing
Revenues:						
Cathedralium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Donations and grants	-	24,300	-	42,979	13,744	10,000
Investment income	-	-	-	-	-	-
Oil and gas royalties	-	-	-	-	-	-
Program service and other income	-	87,746	4,332	211,896	15,424	-
Net assets released from restrictions	-	-	-	-	-	-
Total revenues	-	112,046	4,332	254,875	29,168	10,000
Expenses:						
Salaries - lay personnel	21,406	123,416	28,608	174,961	90,771	63,972
Salaries - religious	-	-	9,195	100	-	-
Payroll taxes	1,571	8,021	2,092	13,483	6,837	4,205
Group insurance - lay personnel	1,711	31,532	14,660	22,002	17,992	16,933
Group insurance - religious	-	-	-	-	-	-
Pension and benefits	1,496	7,519	1,881	7,566	4,235	3,271
Business allowance/reimbursement	1,539	8,100	4,920	12,381	8,100	1,173
Conference and travel	1,798	66,812	977	2,869	435	4,630
Program expenses	17,747	29,284	2,923	146,034	16,107	-
Supplies	-	1,241	1,130	1,338	133	272
Maintenance and repair	-	524	194	803	79	36
Insurance	-	-	-	-	-	-
Occupancy expenses	-	-	-	-	-	-
Other operating expenses	113	1,024	5,473	8,809	(5)	120
Copying and printing	-	-	-	-	-	-
Papal quota and Catholic Conference	-	-	-	-	-	-
Contributions and grants	163,208	1,860	-	-	-	-
Depreciation	-	184	-	-	-	-
Central finance interest expense	-	-	-	-	-	-
Emergency assistance and disaster relief	-	-	-	-	-	-
Telephone	-	-	-	-	-	-
Bond interest and amortization	-	-	-	-	-	-
Total expenses	210,589	279,517	72,053	390,346	144,684	94,612
Excess (deficiency) of revenues over expenses	\$ (210,589)	\$ (167,471)	\$ (67,721)	\$ (135,471)	\$ (115,516)	\$ (84,612)

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX
Schedule of Revenues and Expenses - Formation Ministries
Year Ended June 30, 2015

	Conference Office	Evangelization	Youth Ministries	Communications	Bayou Catholic	Total
Revenues:						
Cathedralium	\$ -	\$ -	\$ -	\$ -	\$ -	-
Donations and grants	23,364	191,548	14,611	24,038	480	345,064
Investment income	-	-	-	-	-	-
Oil and gas royalties	-	-	-	-	-	-
Program service and other income	430,591	2,560	81,169	-	290,280	1,123,998
Net assets released from restrictions	-	-	-	-	-	-
Total revenues	453,955	194,108	95,780	24,038	290,760	1,469,062
Expenses:						
Salaries - lay personnel	73,363	-	121,985	58,940	244,095	1,001,517
Salaries - religious	-	119,885	-	-	-	129,180
Payroll taxes	4,984	-	9,487	4,377	16,898	71,955
Group insurance - lay personnel	27,398	-	20,650	5,323	37,136	195,337
Group insurance - religious	-	22,797	-	-	-	22,797
Pension and benefits	2,370	-	5,210	2,695	14,701	50,944
Business allowance/reimbursement	-	820	8,480	2,149	21,056	68,718
Conference and travel	13,722	4,150	6,320	3,993	4,782	110,488
Program expenses	227,820	93,348	50,462	127,275	34,960	745,960
Supplies	30,690	1,778	19,437	-	4,935	60,954
Maintenance and repair	876	476	128	-	-	3,116
Insurance	-	-	-	-	-	-
Occupancy expenses	94,484	220	12,835	-	-	107,539
Other operating expenses	81,297	1,092	33,466	1,587	8,468	141,444
Copying and printing	155	-	-	-	178,106	178,261
Papal quota and Catholic Conference	-	-	-	-	-	-
Contributions and grants	-	-	-	-	-	165,068
Depreciation	-	-	392	4,705	-	5,281
Central finance interest expense	-	-	-	-	-	-
Emergency assistance and disaster relief	-	-	-	-	-	-
Telephone	-	-	-	-	-	-
Bond interest and amortization	-	-	-	-	-	-
Total expenses	557,159	244,566	288,852	211,044	565,137	3,058,559
Excess (deficiency) of revenues over expenses	\$ (103,204)	\$ (50,458)	\$ (193,072)	\$ (187,006)	\$ (274,377)	\$ (1,589,497)

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU
Schedule of Revenues and Expenses - Social Ministries
Year Ended June 30, 2015

	Hospital Chaplain	Assisi Bridge House	ABH Phase IV	St. Lucy Child Care Center	Disaster Services	Catholic Housing	Micro Enterprise	Foster Grandparent	Catholic Social Services	Total
Revenues:										
Cathedralium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Donations and grants	-	213,662	16,704	122,965	275	13,427	-	311,448	555,756	1,234,237
Investment income	-	-	-	-	-	5,887	3,462	71	12,397	21,817
Oil and gas royalties	-	-	-	-	-	-	-	-	-	-
Program service and other income	-	44,642	7,698	207,751	-	39	-	-	40,111	300,241
Net assets released from restrictions	-	-	-	-	10,932	-	-	-	-	10,932
Total revenues	-	258,304	24,402	330,716	11,207	19,353	3,462	311,519	608,264	1,567,227
Expenses :										
Salaries - lay personnel	-	113,970	12,500	149,756	8,725	53,852	30,543	53,850	208,956	632,152
Salaries - religious	34,260	-	-	-	-	-	-	-	-	34,260
Payroll taxes	-	9,380	-	10,548	668	3,613	2,329	3,478	14,796	44,812
Group insurance - lay personnel	-	26,059	-	51,883	-	11,831	2,811	9,021	29,272	130,877
Group insurance - religious	22,446	-	-	-	-	-	-	-	-	22,446
Pension and benefits	894	6,552	-	5,312	-	3,221	851	2,580	10,543	29,953
Business allowance/reimbursement	19,680	959	-	810	-	456	-	1,120	9,848	32,873
Conference and travel	600	8,206	-	821	-	831	-	26,986	3,535	40,979
Program expenses	360	304	-	43,911	-	394	-	209,061	39,199	293,229
Supplies	-	1,907	-	16,955	-	3,352	406	579	16,330	39,529
Maintenance and repair	-	19,436	-	28,737	589	112	-	-	36,744	85,618
Insurance	-	12,600	300	-	-	-	-	-	17,855	30,755
Occupancy expenses	-	10,833	11,384	11,366	-	3,500	1,440	5,340	35,938	79,801
Other operating expenses	-	18,804	650	3,331	-	1,489	224	332	8,196	33,026
Copying and printing	-	-	-	31	-	-	-	402	428	861
Papal quota and Catholic Conference	-	-	-	-	-	-	-	-	-	-
Contributions and grants	-	-	-	-	-	-	-	-	-	-
Depreciation	-	10,722	-	1,704	-	105	105	105	23,849	36,590
Central finance interest expense	-	-	-	-	-	-	-	-	-	-
Emergency assistance and disaster relief	-	7,130	-	-	1,225	4,500	-	-	184,811	197,666
Telephone	-	3,969	-	2,598	-	1,799	1,682	2,160	12,010	24,218
Bond interest and amortization	-	-	-	-	-	-	-	-	-	-
Total expenses	78,240	250,831	24,834	327,763	11,207	89,055	40,391	315,014	652,310	1,789,645
Excess (deficiency) of revenues over expenses	\$ (78,240)	\$ 7,473	\$ (432)	\$ 2,953	\$ -	\$ (69,702)	\$ (36,929)	\$ (3,495)	\$ (44,046)	\$ (222,418)

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX
Schedule of Revenues and Expenses - Clergy and Religious
Year Ended June 30, 2015

	Seminarian Formation	Vocations	Permanent Diaconate	Continuing Education	Bishop's Residence	Bishop Emeritus	Retirement and Other Clergy Benefits	Total
Revenues:								
Cathedralium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Donations and grants	157,775	124,057	27,315	-	-	-	-	309,147
Investment income	28,884	-	-	-	-	-	-	28,884
Oil and gas royalties	-	-	-	-	-	-	-	-
Program service and other income	1,358	-	-	5,400	-	-	-	6,758
Net assets released from restrictions	-	-	-	-	-	-	-	-
Total revenues	188,017	124,057	27,315	5,400	-	-	-	344,789
Expenses:								
Salaries - lay personnel	-	77,208	-	13,195	18,002	-	-	108,405
Salaries - religious	5,112	-	-	-	-	-	49,985	55,097
Payroll taxes	77	2,320	-	-	1,296	-	-	3,693
Group insurance - lay personnel	2,603	8,727	-	5,055	5,679	-	-	22,064
Group insurance - religious	-	-	-	-	-	-	1,349,088	1,349,088
Pension and benefits	-	1,110	-	619	813	-	10,947	13,489
Business allowance/reimbursement	2,812	239	-	67	-	8,100	9,020	20,238
Conference and travel	41,843	2,791	-	792	-	-	-	45,426
Program expenses	592,608	18,598	22,556	91,879	-	13,324	-	738,965
Supplies	16,199	290	1,045	-	6,981	3,616	-	28,131
Maintenance and repair	-	-	-	-	7,405	4,442	-	11,847
Insurance	-	-	-	-	-	-	-	-
Occupancy expenses	-	-	-	8,027	7,340	3,059	-	18,426
Other operating expenses	6,793	12,774	3,713	145	-	-	-	23,425
Copying and printing	-	-	-	-	-	-	-	-
Papal quota and Catholic Conference	-	-	-	-	-	-	-	-
Contributions and grants	-	-	-	-	-	-	-	-
Depreciation	-	-	-	-	274	12,449	-	12,723
Central finance interest expense	-	-	-	-	-	-	-	-
Emergency assistance and disaster relief	-	-	-	-	-	-	-	-
Telephone	3,689	-	-	-	1,188	649	-	5,526
Bond interest and amortization	-	-	-	-	-	-	-	-
Total expenses	671,736	124,057	27,314	119,779	48,978	45,639	1,419,040	2,456,543
Excess (deficiency) of revenues over expenses	\$ (483,719)	\$ -	\$ 1	\$ (114,379)	\$ (48,978)	\$ (45,639)	\$ (1,419,040)	\$ (2,111,754)

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX**

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Schedule 5

**Schedule of Revenues and Expenses - Administration Ministries
Year Ended June 30, 2015**

	Computer and Technology Support	Construction	Archives	Tribunal	Safe Environment	Cemeteries Trust
Revenues:						
Cathedralium	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Donations and grants	-	-	-	-	-	-
Investment income	-	-	-	-	-	-
Oil and gas royalties	-	-	-	-	-	-
Program service and other income	119,847	-	3,812	12,160	-	28,695
Net assets released from restrictions	-	-	-	-	-	-
Total revenues	119,847	-	3,812	12,160	-	28,695
Expenses:						
Salaries - lay personnel	103,073	43,511	34,841	48,506	15,100	16,868
Salaries - religious	-	-	-	-	-	-
Payroll taxes	7,039	3,323	2,576	3,600	-	1,203
Group insurance - lay personnel	14,512	5,584	9,772	9,000	-	3,156
Group insurance - religious	-	-	-	-	-	-
Pension and benefits	5,518	2,615	877	2,310	-	778
Business allowance/reimbursement	8,262	4,809	-	-	-	810
Conference and travel	-	-	-	2,872	14,745	-
Program expenses	30,188	25	-	3,420	8,400	-
Supplies	27,044	25	1,535	282	418	-
Maintenance and repair	86	36	3,647	1,141	-	-
Insurance	-	-	-	-	-	-
Occupancy expenses	-	-	10,457	-	-	-
Other operating expenses	137	215	1,022	17,128	2,947	5,880
Copying and printing	-	-	-	-	-	-
Papal quota and Catholic Conference	-	-	-	-	-	-
Contributions and grants	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-
Central finance interest expense	-	-	-	-	-	-
Emergency assistance and disaster relief	-	-	-	-	-	-
Telephone	-	-	-	-	-	-
Bond interest and amortization	-	-	-	-	-	-
Total expenses	195,859	60,143	64,727	88,259	41,610	28,695
Excess (deficiency) of revenues over expenses	\$ (76,012)	\$ (60,143)	\$ (60,915)	\$ (76,099)	\$ (41,610)	\$ -

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX**

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Schedule 5

**Schedule of Revenues and Expenses - Administration Ministries
Year Ended June 30, 2015**

	Cemeteries Office	St. Joseph Cemetery	Property and Casualty Insurance	Central Finance	Lumen Christi	HR and Employee Benefits	Total
Revenues:							
Catharticum	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
Donations and grants	-	-	-	-	-	-	-
Investment income	-	20,646	-	377,498	1,883	-	400,027
Oil and gas royalties	-	-	-	-	-	-	-
Program service and other income	60,999	402,399	3,080,065	-	219,949	7,501,783	11,429,709
Net assets released from restrictions	-	-	-	-	-	-	-
Total revenues	60,999	423,045	3,080,065	377,498	221,832	7,501,783	11,829,736
Expenses:							
Salaries - lay personnel	72,920	179,270	54,533	-	165,666	122,059	856,347
Salaries - religious	-	-	-	-	10,990	-	10,990
Payroll taxes	5,105	10,140	3,750	-	9,416	7,547	53,699
Group insurance - lay personnel	12,955	31,520	7,666	-	42,007	21,701	157,873
Group insurance - religious	-	-	-	-	8,407	-	8,407
Pension and benefits	4,148	8,617	3,303	-	-	6,458	34,624
Business allowance/reimbursement	5,729	-	2,835	-	-	9,633	32,078
Conference and travel	1,179	-	(131)	-	-	2,336	21,001
Program expenses	-	121,842	12,800	-	51,886	6,604,540	6,833,101
Supplies	1,013	14,621	-	-	22,187	40,752	107,877
Maintenance and repair	-	20,417	-	-	66,831	-	92,158
Insurance	-	-	2,730,494	-	-	-	2,730,494
Occupancy expenses	-	12,434	-	-	53,255	-	76,146
Other operating expenses	314	3,855	120	140,844	1,591	9,530	183,583
Copying and printing	-	-	-	-	-	-	-
Papal quota and Catholic Conference	-	-	-	-	-	-	-
Contributions and grants	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-
Central finance interest expense	-	-	-	748,744	-	-	748,744
Emergency assistance and disaster relief	-	-	-	-	-	-	-
Telephone	117	-	-	-	-	-	117
Bond interest and amortization	-	-	-	-	-	-	-
Total expenses	103,480	402,716	2,815,370	889,588	432,236	6,824,556	11,947,239
Excess (deficiency) of revenues over expenses	\$ (42,481)	\$ 20,329	\$ 264,695	\$ (512,090)	\$ (210,404)	\$ 677,227	\$ (117,503)

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX**
Schedule of Other Undistributed Funds
Year Ended June 30, 2015

Other Undistributed Funds				
	Beginning <u>Balance</u>	<u>Receipts</u>	Distributions & Transfers	Ending Balance (included in Accounts Payable - other)
<u>Diocesan and National Collections:</u>				
Campaign for Human Development	\$ 1,533	\$ 36,091	\$ 37,065	\$ 559
Bishop's Welfare Fund	2,422	39,981	42,403	-
Holy Land	706	39,527	900	39,333
Peter's Pence	394	52,193	37,729	14,858
Latin American Church	(251)	34,526	900	33,375
Communications	11,806	30,739	28,508	14,037
Rice Bowl	6,989	26,282	10,095	23,176
Catholic University	1,975	32,892	33,907	960
Catholic Home Mission	29,581	34,760	32,349	31,992
Special Diocesan Collection	265,367	128,546	338,226	55,687
Black and Indian Missions	766	33,196	900	33,062
Military Services	740	-	740	-
Total Undistributed Funds - Other	<u>\$ 322,028</u>	<u>\$ 488,733</u>	<u>\$ 563,722</u>	<u>\$ 247,039</u>

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU
Schedule of Seminary Burse Funds
June 30, 2015 and 2014

The following is a listing of burse funds that have been received by the Diocese since the burse program was instituted by the Diocese. These funds are permanently restricted and the principal amount is to remain intact with only the income being used for the purpose of educating seminarians.

	<u>2015</u>	<u>2014</u>
Harry Booker	\$ 19,138	\$ 19,138
Judge & Mrs. L. P. Caillouet	15,000	15,000
Harvey Peltier	460,487	460,487
Endowment fund	119,137	119,137
Fr. Kasimir Chmielewski	4,839	4,839
Mr. George Fakier, Sr.	8,300	7,700
Fr. Peter Nies	5,900	5,810
Mr. & Mrs. John Marmande	1,500	1,500
Mr. Eledier Broussard	15,000	14,200
Msgr. Joseph Wester	15,000	15,000
Mr. & Mrs. Caliste Duplantis	50,000	50,000
Rev. Charles Menard	15,000	15,000
Rev. Kermit Trahan	15,000	15,000
H. Clay Duplantis, Sr. and Evelida Daspit Duplantis	25,000	25,000
Msgr. Raphael C. Labit	26,080	25,960
Dr. & Mrs. H. P. St. Martin	20,000	20,000
C. Remie Duplantis	25,000	25,000
Rev. Clemens Schneider	1,000	1,000
St. Jude	3,000	3,000
Mrs. Marie E. Duplantis	25,000	25,000
Maude and Edith Daspit	25,000	25,000
Rev. Henry Naquin	4,281	4,250
Rev. Anthony Russo	1,100	1,000
Rev. Adrian J. Caillouet	15,000	15,000
Rev. William M. Fleming	5,000	5,000
Bishop Warren L. Boudreaux	46,000	46,000
Msgr. George A. Landry	10,000	10,000
Diocesan K of C	17,894	17,895
Fr. Victor Toth	7,000	7,000
Catholic Daughters	4,705	4,080
Claude Bergeron	250	250
Anawim Community	3,100	2,300
J.R. Occhipinti	3,400	3,400
St. Joseph Italian Society	12,643	1,000
Mr. & Mrs. Arthur Naquin, Sr.	150	150
Mr. & Mrs. Galip Jacobs	3,060	3,060
Robert Wright, Jr.	15,000	15,000
Warren J. Harang, Jr.	16,900	16,700
Bishop L. Abel Caillouet	15,000	15,000
Monsignor Lucien J. Caillouet	15,000	15,000
Father James Louis Caillouet	15,000	15,000
Vincent Cannata, Sr.	15,000	15,000
Rev. Peter H Brewerton	2,600	2,600
Rev. Msgr. John L. Newfield	1,200	1,200
Orleans & Louelle Pitre	15,000	15,000
Minor Sr. and Lou Ella Cheramie	15,000	15,000
Mr. & Mrs. Anthony Cannata	500	500
Kelly Curole Frazier	3,611	3,611
Msgr. Stanislaus Manikowski	1,525	1,525
Mrs. Ayres A. Champagne	5,000	5,000
Harold & Gloria Callais Family	15,000	15,000
Joseph "Jay" Fertitta	4,250	3,900
Rev. Msgr. William Koninkx	5,300	4,700
Deacon Edward J. Blanchard	700	700
James J. Buquet Jr.	2,650	1,650
Msgr. John G. Keller	1,000	1,000
Msgr. Emile J. Fossier	1,545	1,545
Rev. H.C. Paul Daigle	1,900	1,900

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU**
*Schedule of Seminary Burse Funds
June 30, 2015 and 2014*

	<u>2015</u>	<u>2014</u>
Richard Peltier	15,300	15,300
Brides of the Most Blessed Trinity	6,165	5,935
Deacon Robert Dusse	1,450	1,450
Deacon Willie Orgeron	800	800
Donald Peltier	58,000	58,000
St. Bernadette Men's Club	15,000	15,000
Peter W. Callais	15,000	15,000
Rev. Robert J. Sevigny	1,600	1,600
Msgr. Francis J. Legendre	16,645	16,645
Mr./Mrs. Love W. Pellegrin	5,000	5,000
Sidney J. & Lydie C. Duplantis	13,000	13,000
Deacon Raymond Lebouef	550	550
Paul Abdon Callais	15,000	15,000
Deacon Roland Dufrene	750	750
Rev. Gerard Hayes	4,786	4,786
Deacon Harold Kurtz	300	300
Abdon J. & Ada B. Callais	15,000	15,000
Dr. William Barletta	1,525	1,525
Mr./Mrs. C. Thomas Bienvenu	15,000	15,000
Rev. Guy Zeringue	4,400	3,200
Rev. Hubert C. Broussard	1,050	1,050
Mr./Mrs. Elie Klingman	8,720	8,400
Deacon Eldon Frazier	50	50
Deacon Nick Messina	50	50
The Peltier Foundation	60,000	30,000
Rev. Msgr. James B. Songy	3,075	3,075
Mrs. Shirley Conrad	7,000	4,000
Jacob Marcello	1,000	800
Ronnie Haydel	685	485
Willie & Emelda St. Pierre	2,000	2,000
Rev. Warren Chasoniol	50	50
Dr./Mrs. M V Marmande & Family	15,000	15,000
Juliette & Eugene Wallace	700	700
Deacon Connely Duplantis	625	100
Deacon Pedro Pulals	100	100
Rev. John Gallen	1,100	100
Ruby Pierce	800	800
Joseph Waitz Sr.	100	-
JDG Louis & Shirley Watkins	600	-
Anne Veron Aguirre	280	-
Alfrances Martin	1,650	-
Bernice Harang	200	-
Preston & Gladys Webre	1,150	-
Society of St. Joseph	2,000	-
Rev MSGR Francis Amedee	4,830	-
Leighton Delahaye	15,000	-
	<u>\$ 1,529,731</u>	<u>\$ 1,450,288</u>

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX**
*Schedule of Parish Deposits
June 30, 2015 and 2014*

		<u>2015</u>	<u>2014</u>
01	Amelia, St. Andrew	\$ 106,856	\$ 115,708
02	Chacahoula, St. Lawrence	62,562	42,874
03	Chackbay, Our Lady of Prompt Succor	178,615	50,379
05	St. Charles Community, St. Charles Borromeo	383,310	385,880
06	Morgan City, Holy Cross	237,780	240,454
07	Morgan City, Sacred Heart	570,847	779,422
08	Schriever, St. Bridget	51,343	41,348
09	Thibodaux, St. Genevieve	115,692	147,790
10	Thibodaux, St. John	111,482	54,788
11	Thibodaux, St. Joseph	732,377	870,815
12	Kraemer, St. Lawrence the Martyr	2,731	2,110
14	Mathews, St. Hilary of Poitiers	384,882	423,947
15	Lockport, Holy Savior	7,092	-
16	Larose, Our Lady of the Rosary	132,808	118,693
17	Cut Off, Sacred Heart	90,224	125,221
18	Galliano, St. Joseph	345,895	361,459
19	Golden Meadow, Our Lady of Prompt Succor	691,364	645,074
20	Grand Isle, Our Lady of the Isle	401,907	329,381
21	Bayou Black, St. Anthony	197,409	210,538
23	Bourg, St. Ann	348,858	813,875
24	Chauvin, St. Joseph	136,265	8,084
25	Houma, Holy Family	390,155	517,999
26	Houma, Annunziata	34,702	7,778
27	Houma, Holy Rosary	31,237	-
28	Houma, Maria Immacolata	113,903	110,238
30	Houma, St. Francis de Sales	310,714	165,730
31	Houma, St. Gregory	62,678	64,834
32	Montegut, Sacred Heart	71,480	21,072
34	Theriot, St. Eloi	134,391	143,937
35	Thibodaux, St. Thomas	95,307	57,433
37	Choctaw, St. James Mission	32,708	28,239
38	Thibodaux, St. Luke	-	21,625
39	Amelia, Thanh Gia (Holy Family)	531,496	493,656
40	Stephensville, St. Rosalie Mission	57,442	57,043
41	Gheens, The Community of St. Anthony	109,173	97,829
42	Thibodaux, Christ the Redeemer	330,309	320,478
43	Houma, St. Lucy	106,912	101,258
		<u>\$ 7,702,906</u>	<u>\$ 7,976,989</u>

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX
Schedule of Parish and School Loans Receivable
June 30, 2015 and 2014

		<u>2015</u>	<u>2014</u>
13	Raceland, St. Mary	\$ 1,520,878	\$ 1,495,933
15	Lockport, Holy Savior	-	36,856
22	Houma, St. Louis	94,934	69,600
27	Houma, Holy Rosary	-	49,986
29	Houma, St. Bernadette Soubirous	333,716	361,775
33	Pointe-aux-Chenes, St. Charles	49,128	14,693
38	Thibodaux, St. Luke	22,335	-
154	Thibodaux, Edward Douglas White High School	<u>333,915</u>	<u>766,795</u>
		<u>\$ 2,354,906</u>	<u>\$ 2,795,638</u>

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX**
*Schedule of Institutional Deposits
June 30, 2015 and 2014*

		<u>2015</u>	<u>2014</u>
06	Morgan City, Holy Cross	\$ 1,150,713	\$ 760,037
09	Thibodaux, St. Genevieve	2,337,906	2,269,138
11	Thibodaux, St. Joseph	3,394,675	3,136,513
13	Raceland, St. Mary's Nativity	189,876	540,033
15	Lockport, Holy Savior	546,582	646,240
16	Larose, Our Lady of the Rosary	651,226	849,600
28	Houma, Maria Immacolata	576,455	658,851
29	Houma, St. Bernadette Soubirous	1,212,132	1,182,386
30	Houma, St. Francis de Sales	3,134,433	3,108,081
31	Houma, St. Gregory	279,917	377,287
151	Central Catholic High School	564,328	538,564
152	Vandebilt Catholic High School	5,461,449	4,950,861
153	Edward Douglas White High School	5,974,868	5,609,042
151	Morgan City, Holy Cross Capital Campaign	12	162,968
130	St. Francis Prepaid Tuition	13,386	16,905
153	Edward Douglas White Foundation	299,454	280,503
		<u>\$ 25,787,412</u>	<u>\$ 25,087,009</u>

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX**
*Schedule of Cemetery Operating Deposits
June 30, 2015 and 2014*

		<u>2015</u>	<u>2014</u>
01	Amelia, St. Andrew	\$ 54,398	\$ 52,212
02	Chacahoula, St. Lawrence	19,425	17,425
03	Chackbay, Our Lady of Prompt Succor	279,073	281,751
04	Gibson, St. Patrick	8,285	8,203
05	St. Charles Community, St. Charles Borromeo	133,178	124,902
08	Schriever, St. Bridget	168,808	125,697
10	Thibodaux, St. John the Evangelist	124,578	98,385
11	Thibodaux, St. Joseph	726,737	564,073
12	Kraemer, St. Lawrence the Martyr	54,859	49,032
13	Raceland, St. Mary's Nativity	456,662	608,476
14	Mathews, St. Hilary of Poitiers	350,824	340,181
15	Lockport, Holy Savior	179,045	178,603
16	Larose, Our Lady of the Rosary	312,178	307,264
17	Cut Off, Sacred Heart	289,835	297,194
18	Galliano, St. Joseph	122,878	104,438
19	Golden Meadow, Our Lady of Prompt Succor	49,620	43,454
22	Bayou Blue, St. Louis	238,461	228,342
23	Bourg, St. Ann	190,884	181,713
24	Chauvin, St. Joseph	902,299	1,098,125
25	Grand Caillou, Holy Family	53,368	41,997
27	Houma, Our Lady of the Most Holy Rosary	349,212	384,355
30	Houma, St. Francis de Sales	30,314	70,920
32	Montegut, Sacred Heart	89,158	89,841
33	Pointe-Aux-Chenes, St. Charles Borromeo	101,370	97,135
34	Theriot, St. Eloi	212,817	203,005
37	Choctaw, St. James Mission	89,611	81,430
41	Gheens, St. Anthony	32,702	30,774
		<u>\$ 5,620,579</u>	<u>\$ 5,708,927</u>

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX**
Schedule of Parish and School Endowment Funds
June 30, 2015 and 2014

		<u>2015</u>	<u>2014</u>
Parish Endowments:			
06	Morgan City, Holy Cross	\$ 180,000	\$ 180,000
08	Schriever, St. Bridget	145,000	145,000
09	Thibodaux, St. Genevieve	500,000	500,000
11	Thibodaux, St. Joseph	4,167,968	4,063,763
14	Matthews, St. Hilary	134,712	132,047
15	Lockport, Holy Savior	50,000	50,000
18	Galliano, St. Joseph	480,000	480,000
24	Chauvin, St. Joseph	2,266,179	2,266,179
27	Houma, Holy Rosary	25,841	25,841
30	Houma, St. Francis de Sales	550,030	550,030
		<hr/>	<hr/>
	Total Parish Endowments	<u>\$ 8,499,730</u>	<u>\$ 8,392,860</u>
School Endowments:			
06	Morgan City, Holy Cross	\$ 1,210,000	\$ 1,210,000
09	Thibodaux, St. Genevieve	114,100	114,100
11	Thibodaux, St. Joseph	3,006,550	3,006,550
13	Raceland, St. Mary	17,044	17,044
15	Lockport, Holy Savior	100,000	100,000
16	Larose, Our Lady of the Rosary	335,767	335,267
29	Houma, St. Bernadette	212,916	211,446
30	Houma, St. Francis de Sales	127,519	126,489
130	St. Francis School	73,944	-
151	Central Catholic High School	1,151,000	1,151,000
152	Vandebilt Catholic High School	814,019	811,095
153	Edward Douglas White High School	1,554,473	1,554,473
153	Edward Douglas White Foundation	802,873	-
		<hr/>	<hr/>
	Total School Endowments	<u>\$ 9,520,205</u>	<u>\$ 8,637,464</u>

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX
Schedule of Operations of Parishes and Institutions (Unaudited)
Year Ended June 30, 2015

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Schedule 13

	Income	Expenditures	Excess (Deficiency) Of Income Over Expenditures
Amelia, Thanh Gia (Holy Family)	\$ 165,014	\$ 125,284	\$ 39,730
Amelia, St. Andrew	154,971	180,218	(25,247)
Chacahoula, St. Lawrence	119,706	106,961	12,745
Chackbay, Our Lady of Prompt Succor	538,112	388,505	149,607
St. Charles Community, St. Charles Borromeo	306,435	291,380	15,055
Morgan City, Holy Cross	1,977,061	2,004,060	(26,999)
Stephensville, St. Rosalie Mission	13,251	13,029	222
Morgan City, Sacred Heart	581,478	595,789	(14,311)
Schriever, St. Bridget	281,609	268,392	13,217
Thibodaux, Christ the Redeemer	638,507	606,155	32,352
Thibodaux, St. Genevieve	2,570,498	2,509,786	60,712
Thibodaux, St. John	333,424	263,648	69,776
Thibodaux, St. Joseph	4,986,771	4,271,158	715,613
Kraemer, St. Lawrence	152,435	154,050	(1,615)
Choctaw, St. James Mission	42,014	40,478	1,536
Raceland, St. Mary	1,444,586	1,448,346	(3,760)
Mathews, St. Hilary	427,730	473,566	(45,836)
Lockport, Holy Savior	1,381,400	1,321,106	60,294
Gheens, St. Anthony	103,052	85,959	17,093
Larose, Our Lady of the Rosary	1,877,194	1,884,262	(7,068)
Cut Off, Sacred Heart	541,252	529,911	11,341
Galliano, St. Joseph	246,964	253,310	(6,346)
Golden Meadow, Our Lady of Prompt Succor	425,579	372,372	53,207
Grand Isle, Our Lady of the Isle	307,268	220,728	86,540
Bayou Black, St. Anthony	458,452	479,603	(21,151)
Bayou Blue, St. Louis	409,812	391,445	18,367
Bourg, St. Ann	952,996	388,497	564,499
Chauvin, St. Joseph	553,823	420,807	133,016
Grand Caillou, Holy Family	147,060	248,642	(101,582)
Houma, Annunziata	428,804	395,658	33,146
Houma, Holy Rosary	483,872	412,883	70,989
Houma, Maria Immacolata	1,480,308	1,350,424	129,884
Houma, St. Bernadette	2,944,375	2,868,612	75,763
Houma, St. Francis	4,069,040	3,846,792	222,248
Houma, St. Gregory	1,118,422	1,143,589	(25,167)
Montegut, Sacred Heart	139,006	113,608	25,398
Pointe-Aux-Chenes, St. Charles	124,858	152,992	(28,134)
Theriot, St. Eloi	145,669	160,549	(14,880)
Thibodaux, St. Thomas	375,089	358,114	16,975
Thibodaux, St. Luke	172,291	158,903	13,388
Houma, St. Lucy	228,354	174,413	53,941
Central Catholic High School	2,165,080	2,165,034	46
Edward Douglas White High School	6,615,516	6,164,593	450,923
Vandebilt Catholic High School	6,866,839	6,601,649	265,190
Grand Totals	<u>\$ 49,495,977</u>	<u>\$ 46,405,260</u>	<u>\$ 3,090,717</u>

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU**
*Schedule of Compensation, Benefits and Other Payments to
Agency Head or Chief Executive Officer
Year Ended June 30, 2015*

Agency Head Name:

Most Rev. Shelton Fabre

Purpose	Amount
Salary	\$ 17,880.00
Benefits-insurance	\$ 11,811.00
Benefits-retirement	\$ 894.00
Benefits-other	\$ -
Car Allowance	\$ 9,840.00
Vehicle provided by agency	\$ -
Per diem	\$ -
Reimbursements	\$ 1,018.00
Travel	\$ -
Registration fees	\$ -
Conference travel	\$ -
Continuing professional education fees	\$ -
Housing	\$ 48,978.00
Unvouchered expenses	\$ -
Special meals	\$ -

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

His Excellency
Most Reverend Shelton Fabre, D.D.
Bishop of the Diocese of Houma-Thibodaux

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of the Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions (Diocese), which comprise the statement of financial position as of June 30, 2015, and the related statements of activities, and cash flows for the year then ended, and have issued our report thereon dated December 4, 2015.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Diocese's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Diocese's internal control. Accordingly, we do not express an opinion on the effectiveness of the Diocese's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

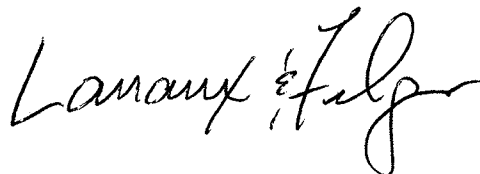
Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Diocese's financial statements are free of material misstatement, we performed tests of compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Houma, Louisiana
December 4, 2015

A handwritten signature in black ink, appearing to read "Lanoux & Fulp". The signature is written in a cursive, flowing style with a large initial 'L' and a prominent 'F'.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS
SCHEDULE OF FINDINGS AND RESPONSES
Year Ended June 30, 2015**

Section I – Summary of Auditor’s Reports

- a. Financial Statements: Auditors’ report expresses an unmodified opinion.
- b. Internal Control and Compliance:
- Internal control over financial reporting:
- Material weakness(es) identified ___ Yes XX No
 - Significant deficiency(ies) identified ___ Yes XX No
- Noncompliance material to financial statements noted ___ Yes XX No
- c. Federal Awards – Not Applicable.

Section II – Financial Statement Findings – Not Applicable.

Section III – Federal Award Findings and Questioned Costs – Not Applicable.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS
SCHEDULE OF PRIOR YEAR FINDINGS
Year Ended June 30, 2015**

SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

2014-1 PRIOR PERIOD ADJUSTMENT - CORRECTION OF ERRORS

Condition: Beginning net assets were restated to adopt accounting principles that are generally accepted in the United States of America regarding depreciation of property and equipment, and measurement and disclosure of pension and other postretirement benefit costs.

Criteria: A change from an accounting principle not generally accepted to one that is generally accepted is considered a correction of an error. A correction of an error in previously issued financial statements is considered a material weakness in internal controls over financial reporting.

Cause: In prior years, management of the Diocese believed the cost of correcting these departures from generally accepted accounting principles exceeded the benefit to the organization.

Effect: These errors resulted in a restatement of beginning net assets.

Recommendation and Response: Management believes the restatement corrects its departures from accounting principles generally accepted in the United States of America and considers this matter to be resolved.

SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

Not Applicable

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS
MANAGEMENT'S CORRECTIVE ACTION PLAN
Year Ended June 30, 2015**

SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS

No findings were noted requiring a response from management.

SECTION II INTERNAL CONTROL AND COMPLIANCE MATERIAL TO FEDERAL AWARDS

Not applicable.