

ROMAN CATHOLIC DIOCESE OF BAKER
FINANCIAL STATEMENTS

December 31, 2017

ROMAN CATHOLIC DIOCESE OF BAKER

TABLE OF CONTENTS

December 31, 2017

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1-2
FINANCIAL STATEMENTS	
Statement of Financial Position	3
Statement of Activities	4
Statement of Cash Flows	5
Notes to Financial Statements	6-14
SUPPLEMENTAL INFORMATION	
Schedule of Net Assets Released From Restrictions	15
Schedule of Expenses	16-17

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors,
The Roman Catholic Diocese of Baker

We have audited the accompanying financial statements of the Roman Catholic Diocese of Baker (a nonprofit organization) which comprise the statement of financial position as of December 31, 2017, and the related statements of activities and cash flows for the year 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 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. 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 financial statements.

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 financial statements referred to above present fairly, in all material respects, the financial position of the Roman Catholic Diocese of Baker as of December 31, 2017, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

INDEPENDENT AUDITOR'S REPORT - CONTINUED

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Net Assets Released From Restrictions on page 15 and the Schedule of Expenses on pages 16-17 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 financial statements as a whole.

Barnett & Company CPAs

Barnett & Company CPAs

Bend, Oregon

May 31, 2019

FINANCIAL STATEMENTS

ROMAN CATHOLIC DIOCESE OF BAKER
STATEMENT OF FINANCIAL POSITION
December 31, 2017
With Comparative Totals For December 31, 2016

	2017	2016
Assets		
Current Assets		
Cash and cash equivalents	\$ 1,650,567	\$ 1,437,840
Investments	5,591,213	4,732,682
Accounts receivable	473,322	535,379
Prepaid expenses	16,759	16,190
Total Current Assets	<u>7,731,861</u>	<u>6,722,091</u>
Property and Equipment		
Land and buildings	9,903,602	10,869,471
Equipment	479,526	479,817
Accumulated depreciation	(1,614,444)	(1,461,035)
Net Property and Equipment	<u>8,768,684</u>	<u>9,888,253</u>
Other Assets		
Notes receivable	3,409,128	5,494,070
Loan fees, net of amortization	182,641	192,787
Restricted Cash	3,000,000	3,000,000
Total Other Assets	<u>6,591,769</u>	<u>8,686,857</u>
Total Assets	<u>\$ 23,092,314</u>	<u>\$ 25,297,201</u>
Liabilities and Net Assets		
Liabilities		
Current Liabilities		
Accounts payable	\$ 41,294	\$ 242,922
Accrued expenses	82,527	83,002
Deferred revenues	10,383	100,000
Accrued interest	3,796	-
Current portion long-term debt	575,288	444,641
Total Current Liabilities	<u>713,288</u>	<u>870,565</u>
Long-Term Liabilities		
Notes payable - less current portion	10,405,251	13,142,268
Other Liabilities		
Amounts held for annuities	99,769	100,205
Amounts due parishes	6,879,144	6,390,170
Total Other Liabilities	<u>6,978,913</u>	<u>6,490,375</u>
Total Liabilities	<u>18,097,452</u>	<u>20,503,208</u>
Net Assets		
Unrestricted net assets	2,799,627	2,668,246
Temporarily restricted net assets	777,236	707,748
Permanently restricted net assets	1,417,999	1,417,999
Total Net Assets	<u>4,994,862</u>	<u>4,793,993</u>
Total Liabilities and Net Assets	<u>\$ 23,092,314</u>	<u>\$ 25,297,201</u>

The accompanying notes are an integral part of these financial statements.

ROMAN CATHOLIC DIOCESE OF BAKER
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2017
With Comparative Totals for the Year Ended December 31, 2016

	2017				2016
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	
Support, Revenues, and Reclassifications					
Parish assessments	\$ 780,212	\$ -	\$ -	\$ 780,212	\$ 686,316
Contributions	148,571	17,157	-	165,728	185,243
Bishop's Annual Appeal	561,644	-	-	561,644	507,090
Fees	40,944	6,923	-	47,867	57,351
Case receipts	3,775	-	-	3,775	2,230
Grants	1,600	404,534	-	406,134	403,350
Rebates and reimbursements	101,084	-	-	101,084	98,560
Rents	63,262	482	-	63,744	61,578
Catered meals	41,604	-	-	41,604	29,066
Royalty income	111,707	-	-	111,707	112,115
Special collections	-	-	-	-	-
Insurance proceeds	116,273	-	-	116,273	-
Parish insurance	437,048	-	-	437,048	451,813
Health premiums	1,372,845	-	-	1,372,845	1,297,385
Mass stipends	-	3,260	-	3,260	-
Donations (Pass-Through)	-	1,207,219	-	1,207,219	-
Other	41,479	-	-	41,479	45,613
Investment income	1,459,535	8,629	-	1,468,164	737,242
Net assets released from Restrictions - satisfaction of purpose restrictions	1,578,716	(1,578,716)	-	-	-
Total Support, Revenues, and Reclassifications	6,860,299	69,488	-	6,929,787	4,674,952
Operating Expenses					
General programs	4,935,253	-	-	4,935,253	4,726,076
Diocesan programs	1,931	-	-	1,931	29,552
Grant programs	304,334	-	-	304,334	410,350
Custodial cost	1,274,372	-	-	1,274,372	60,852
Endowments	17,404	-	-	17,404	6,745
Seminary	199,622	-	-	199,622	24,833
Priest programs	5,330	-	-	5,330	6,042
Total Operating Expenses	6,738,245	-	-	6,738,245	5,264,450
Total Net Operating Income	122,054	69,488	-	191,542	(589,498)
Other Income (Expenses)					
Gain (loss) on disposal of assets	9,327	-	-	9,327	(8,754)
Total Other Income (Expenses)	9,327	-	-	9,327	(8,754)
Change in Net Assets	131,381	69,488	-	200,869	(598,252)
Net Assets - Beginning of Year	2,668,246	707,748	1,417,999	4,793,993	5,382,098
Net Assets - End of Year	\$ 2,799,627	\$ 777,236	\$ 1,417,999	\$ 4,994,862	\$ 4,783,846

The accompanying notes are an integral part of these financial statements.

ROMAN CATHOLIC DIOCESE OF BAKER
STATEMENT OF CASH FLOWS
For The Year Ended December 31, 2017
With Comparative Totals for the Year Ended December 31, 2017

	<u>2017</u>	<u>2016</u>
Cash Flows Provided (Used) by Operations		
Cash Received from:		
Support, revenues, and reclassification	\$ 7,307,899	\$ 4,446,920
Cash paid for:		
Goods and services	(4,737,873)	(2,933,600)
Payroll	(1,124,920)	(1,085,216)
Interest expense	(649,205)	(635,069)
Interest paid to Parishes	(142,958)	(131,579)
Net Cash Provided (Used) by Operations	<u>652,943</u>	<u>(338,544)</u>
Cash Flows Provided (Used) by Investing Activities		
Sale of investments	917,065	798,750
Purchase of investments	(2,235,470)	(784,443)
Purchase of equipment	(3,819)	(174,761)
Purchase of buildings and land	(260,113)	(2,086,405)
Cash from sale of capital assets	1,180,000	1,218,244
Payments of notes receivable	2,101,825	180,669
New loans made	(11,139)	(202,145)
Net Cash Flows Provided (Used) by Investing Activities	<u>1,688,349</u>	<u>(1,050,091)</u>
Cash Flows Provided (Used) by Financing Activities		
Invested by Parishes with Diocese	488,975	984,285
Annuities paid	(11,169)	(5,318)
Long-term loan repayments	(2,606,370)	(400,403)
Net Cash Flows Provided (Used) by Financing Activities	<u>(2,128,564)</u>	<u>578,564</u>
Net Increase in Cash	212,728	(810,071)
Cash - Beginning of Year	1,437,840	2,247,911
Cash - End of Year	<u>\$ 1,650,568</u>	<u>\$ 1,437,840</u>
Reconciliation of Changes in Net Assets to Net Cash Provided		
(Used) by Operating Activities:		
Changes in net assets	\$ 200,869	\$ (588,105)
Adjustments to reconcile changes in net assets to net cash:		
Depreciation	285,962	159,105
Other income (expenses)	(9,327)	8,754
Change in accounts receivable	62,057	(535,379)
Change in unrealized gain on securities	405,405	207,347
Change in prepaid expenses	(569)	(16,190)
Change in accounts payable	(201,628)	242,922
Change in accrued expenses	(475)	83,002
Change in deferred revenue	(89,617)	100,000
Net Cash Provided (Used) by Operations	<u>\$ 652,676</u>	<u>\$ (338,544)</u>

The accompanying notes are an integral part of these financial statements.

Roman Catholic Diocese of Baker

Notes to Financial Statements

December 31, 2017

Note A – Summary of Significant Accounting Policies

Reporting Entity

The Roman Catholic Diocese of Baker (the Diocese) has the oversight responsibility over the Catholic Parishes east of the Cascades in the State of Oregon. There are thirty-five parishes, twenty-four missions, and five schools in the Diocese. Each of the parishes, missions, and schools are independent entities under canon and civil law. They submit annual reports to the Diocese for financial, liturgical, and canonical activities.

Basis of Accounting

The financial statements of the Diocese have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations". Under SFAS No. 117, the Diocese is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Use of Estimates

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Property and Equipment

Acquisitions of property and equipment in excess of \$1,000 are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair market value at the date of the donation. Depreciation is computed using the straight-line method over the estimated useful life of the asset. The Diocese estimates the life of building and improvements to be 50 years and equipment at 5 years.

Revenue Recognition

Contributions and grants received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. All donor-restricted contributions or grants are reported as an increase in the temporarily or permanently restricted net assets depending on the nature of the restriction.

Roman Catholic Diocese of Baker
Notes to Financial Statements, continued

December 31, 2017

Note A – Summary of Significant Accounting Policies, continued

When a restriction expires (that is when a stipulated time restriction ends or the purpose restriction is accomplished), temporarily restricted net assets are reclassified to the unrestricted net assets and are reported in the statement of activities as net assets released from restrictions.

Income Taxes

The Diocese is exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3).

Contributed Services

The Diocese receives a substantial amount of services donated in carrying out the Diocese ministry. No amounts have been reflected in these financial statements for those services since they do not meet the criteria for recognition under SFAS No. 116 "Accounting for Contributions Received and Contributions Made."

Cash

Cash includes all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying amounts of cash approximate fair market value because of the short maturities of those financial instruments.

Investments

Investments are valued at fair market value as of the balance sheet date. Unrealized appreciation or depreciation of the investments is recognized currently in income.

Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of the changes in the Diocese's financial position and operations. However, such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with financial statements for the year ended December 31, 2016.

Note B – Cash and Cash Equivalents

The total cash held by the Diocese at December 31, 2017, was \$4,650,567 of which \$3,000,000 is considered restricted as part of a loan agreement. The cash is held in demand accounts and money market accounts. The bank balance exceeded FDIC coverage at times during the year. It is the opinion of the Diocese that the solvency of the financial institutions is not of concern at this time.

Roman Catholic Diocese of Baker

Notes to Financial Statements, continued

December 31, 2017

Note C – Fair Value Measurements

Financial Accounting Standards Board Statement No. 157, *Fair Value Measurements* (FASB Statement No. 157), establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB Statement No. 157 are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Diocese has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following table sets forth by level, within the fair value hierarchy, the Diocesan investments at fair value as of December 31, 2017:

	Level 1	Level 2	Level 3	Total
Common Stocks	\$ 5,180,944	\$ -	\$ -	\$ 5,180,944
Mutual Funds	127,567	-	-	127,567
Real Estate Investment Trusts	182,933	-	-	182,933
Investment in Legacy of Faith	-	99,769	-	99,769
Total Assets at Fair Value	\$ 5,491,444	\$ 99,769	\$ -	\$ 5,591,213

Roman Catholic Diocese of Baker

Notes to Financial Statements, continued

December 31, 2017

Note D – Investments

Investments are reported at market value as of December 31, 2017. Unrealized gains and losses on these investments are recorded as investment income or loss on the financial statements. The investments are summarized as follows:

<u>Type</u>	<u>Fair Value at December 31, 2017</u>	<u>Percentage of Total Investments</u>
Equities		
Consumer Discretionary	\$ 554,411	9.92%
Consumer Staples	464,125	8.30%
Energy	194,723	3.48%
Financials	858,285	15.35%
Health Care	556,117	9.95%
Industrials	458,319	8.20%
Information Technology	1,083,651	19.38%
Materials	95,823	1.71%
Telecommunication Services	82,306	1.47%
International Equities	833,184	14.90%
Total Equities	5,180,944	92.66%
Mutual Funds		
International Mutual Funds	127,567	2.28%
Real Estate Investment Trusts	182,933	3.27%
Invested with the Legacy of Faith Foundation	99,769	1.78%
Total Investments	\$ 5,591,213	100.00%

Roman Catholic Diocese of Baker

Notes to Financial Statements, continued

December 31, 2017

Note E – Property and Equipment

Property and equipment are recorded at cost. Depreciation is provided on the straight-line method over the estimated useful life of the asset. Maintenance and repairs are charged to expense as incurred; major renewals and betterments are capitalized.

The following is a summary of the changes in property and equipment:

	Balance January 1, 2017	Additions	Deletions	Balance December 31, 2017
Land	\$ 2,416,025	\$ 114,229	\$ (1,027,735)	\$ 1,502,519
Buildings	8,447,168	165,130	(211,215)	8,401,083
Equipment	486,095	3,819	(10,388)	479,526
Totals	11,349,288	283,178	(1,249,338)	10,383,128
Accumulated Depreciation	(1,461,035)	(225,490)	72,081	(1,614,444)
Net Property and Equipment	\$ 9,888,253.0	\$ 57,688.2	\$ (1,177,257.0)	\$ 8,768,684.2

Note F – Loan Fees

The Diocese financed the construction and remodel of key buildings and churches within the Diocese. Loan Fees associated with the finance are amortized over the life of the loan. During the prior year the Diocese refinanced their loans with Knight of Columbus. The previously amortized loan fees were expensed, and fees associated with the new loan are amortized over 20 years. Below is a schedule of amortization:

	Balance January 1, 2017	Additions	Deletions	Balance December 31, 2017
Loan Fees				
Knights of Columbus	\$ 202,934	\$ -	\$ -	\$ 202,934
Accumulated Amortization	(10,147)	(10,147)		(20,294)
Loan Fees, net of Amortization	\$ 192,787	\$ (10,147)	\$ -	\$ 182,640

Roman Catholic Diocese of Baker

Notes to Financial Statements, continued

December 31, 2017

Note G – Notes Receivable

The Diocese loans money to various Parishes and Priests in the normal routine of the Diocese activities. The loans are repaid to the Dioceses in installments with 6.0% to 7.0% interest. As of December 31, 2017, the Diocese had three loans totaling \$2,983,808 due from Parishes and four loans due from Priests totaling \$425,320.

Note H – Amounts Due Parishes

The Diocese offers the Parishes an opportunity to invest their available cash with the Diocese which in turn invests the funds in their investment program. The Diocese adjusts the rate of return semi-annually; currently the rate is 2.0% on the funds invested with the Diocese. At December 31, 2017, the Diocese held \$6,879,144 of the Parishes funds in its investment accounts.

Note I – Long-Term Notes Payable

The Diocese refinanced all its notes into one obligation through Knights of Columbus during the prior year. The terms consist of a fixed 4.58% rate payable over 20 years. The note is secured by Diocesan property. As part of the loan agreement the Diocese is required to maintain a minimum three-million-dollar balance in a collateral account. During 2017 fiscal year the Diocese was in compliance with this loan convent. The note balance at December 31, 2017 was \$10,980,539.

The transactions of the long-term debt for 2017 are as follows:

	Balance January 1, 2017	Additions	Payments	Balance December 31, 2017
Knights of Columbus	13,586,909	-	2,606,370	10,980,539
	<u>\$ 13,586,909</u>	<u>\$ -</u>	<u>\$ 2,606,370</u>	<u>\$ 10,980,539</u>

Roman Catholic Diocese of Baker
Notes to Financial Statements, continued

December 31, 2017

Note I – Long-Term Notes Payable, continued

The future debt service requirement for long-term obligations is as follows:

	Principal	Interest	Total
Knights of Columbus			
2018	575,288	519,880	1,095,168
2019	603,818	491,350	1,095,168
2020	633,763	461,405	1,095,168
2021	665,193	429,975	1,095,168
2022	698,182	396,986	1,095,168
2023	732,807	362,361	1,095,168
2024	769,149	326,019	1,095,168
2025	807,293	287,875	1,095,168
2026	847,329	247,839	1,095,168
2027	889,350	205,818	1,095,168
2028	933,456	161,712	1,095,168
2029	979,748	115,420	1,095,168
2030	1,028,337	66,831	1,095,168
2031	816,826	16,841	833,667
Totals	\$ 10,980,539	\$ 4,090,312	\$ 15,070,851

Note J – Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes:

\$ 195,975	
Diocese Programs	254,759
Grants	114,100
Custodial Programs	199,961
Endowment Programs	169,037
Seminary Programs	23,828
Priest Programs	15,551
Total Temporarily Restricted Net Assets	\$ 777,236

Roman Catholic Diocese of Baker

Notes to Financial Statements, continued

December 31, 2017

Note K – Permanently Restricted Net Assets

Net assets were permanently restricted for the following purposes:

Parish Travel	\$ 264,000
Retreat	1,000,000
Mass Stipend Endowment	5,000
Seminary	<u>148,999</u>
Total Permanently Restricted Net Assets	<u>\$ 1,417,999</u>

Note L – Annuities Held in Trust for Others

The Diocese holds \$99,769 in trust for individuals. The Diocese is holding these accounts in trust and has guaranteed annual payments from these accounts in total of \$10,997. Based on the life expectancy tables, the funds held in trust are adequate to meet the annual required payments.

Note M – Pension Plans

The Diocese has two retirement plans for its employees. The first plan is for the active priests that are employed by the Diocese. A contribution of \$300 per month is made for the active priests. This is a defined contribution plan and there is no additional liability to the Diocese for this plan. The Diocese paid \$3,600 into this plan in 2017.

The second plan is for all other employees of the Diocese. The Diocese contributes 6% of qualified wages of eligible employees. An employee is eligible for the plan if they are employed full-time. An employee is considered full time if they work more than 20 hours per week.

The plan allows for employees to make volunteer contributions when first employed. There is a one year waiting period before employer contributions are made to the plan for full-time employees. The Diocese cost for 2017 was \$28,758.

Roman Catholic Diocese of Baker
Notes to Financial Statements, continued

December 31, 2017

Note N – Restatement

Subsequent to the issuance of the Diocese's 2016 financial statements, management became aware that the 2016 financial statements had incorrectly reported unrestricted net assets and temporarily restricted net assets as well as misclassified prior year amortization expense associated with loans fees as accumulated depreciation. As of December 31, 2016, the corrected amounts have been recorded and the 2016 have been restated. The effect of this restatement and reclassification on the financial statements at December 31, 2016 was as follows:

	<u>Reported</u>	<u>Restatement</u>	<u>Restated</u>
Accumulated Depreciation	(1,450,888)	10,147	(1,461,035)
Loan fees, net of amorization	202,934	(10,147)	192,787
Unrestricted net assets	2,706,662	(38,416)	2,668,246
Temporarily restricted net assets	669,332	38,416	707,748

Note O – Subsequent Events

Management evaluated all activity of the Diocese through the report date, which is the date on which the financial statements were available to be issued and concluded that no other subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.

SUPPLEMENTAL INFORMATION

ROMAN CATHOLIC DIOCESE OF BAKER
Schedule of Net Assets Released From Restrictions
For The Year Ended December 31, 2017

	General Programs	Diocesan Programs	Grants	Temporarily Restricted				Total	Permanently Restricted	Total All Programs
				Custodial Funds	Endowments	Seminary	Priest Programs			
Support and Revenues										
Parish assessments	\$ 780,212	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	780,212
Contributions	148,571	4,225	-	1,216,746	-	3,405	-	1,224,376	-	1,372,947
Bishops Annual Appeal	561,644	-	-	-	-	-	-	-	-	561,644
Fees	40,944	-	-	6,923	-	-	-	6,923	-	47,867
Case receipts	3,775	-	-	-	-	-	-	-	-	3,775
Grants	1,600	-	404,534	-	-	-	-	404,534	-	406,134
Insurance proceeds	116,273	-	-	-	-	-	-	-	-	116,273
Rebates and reimbursements	101,084	-	-	-	-	-	-	-	-	101,084
Rents	63,262	-	-	482	-	-	-	482	-	63,744
Catered meal income	41,604	-	-	-	-	-	-	-	-	41,604
Royalty income	111,707	-	-	-	-	-	-	-	-	111,707
Parish insurance	437,048	-	-	-	-	-	-	-	-	437,048
Health premium	1,372,845	-	-	-	-	-	-	-	-	1,372,845
Other	41,478	-	-	-	-	-	-	-	-	44,738
Investment earnings	1,459,804	-	-	269	5,280	2,980	3,260	3,260	-	1,468,433
Net assets released from restrictions	(224,544)	-	-	55,000	-	155,000	100	8,629	-	(564)
Total Support, Revenue and Restrictions	5,057,307	4,225	404,534	1,279,420	5,280	161,385	17,340	1,872,185	-	6,929,491
Program expenses (income)	4,935,253	1,931	304,334	1,274,074	17,404	199,622	5,330	1,802,695	-	6,737,947
Other income (expense)	9,327	-	-	-	-	-	-	-	-	9,327
Change in Net Assets	131,381	2,294	100,200	5,346	(12,124)	(38,237)	12,010	69,490	-	200,871
Net Assets - Beginning of Year	2,668,246	252,465	13,900	194,615	181,161	62,065	3,541	707,747	1,417,999	4,793,991
Net Assets - End of Year	\$ 2,799,627	\$ 254,759	\$ 114,100	\$ 199,961	\$ 169,037	\$ 23,828	\$ 15,551	\$ 777,237	\$ 1,417,999	\$ 4,994,862

ROMAN CATHOLIC DIOCESE OF BAKER

Schedule of Expenses

For The Year Ended December 31, 2017

Expenses	Restrictions Released							Total
	General Programs	Diocesan Programs	Grant Funds	Custodial Funds	Endowments	Seminary	Priest Programs	
Payroll expense	\$ 767,302	\$ -	\$ -	\$ -	\$ -	604	\$ -	\$ 767,906
Religious Stipends	200	-	-	-	-	-	-	200
Employee benefits and taxes	330,609	-	-	-	-	26,345	-	356,954
Priest retirement dues	3,600	-	-	-	-	-	-	3,600
Worker's Comp Insurance	(351)	-	-	-	-	-	-	(351)
Meetings/workshops/conferences/retreats	7,493	-	-	-	-	-	-	7,493
Lodging	28,794	-	-	-	-	-	-	28,794
Meals	2,402	-	-	-	-	85	-	2,487
Travel	33,338	-	-	-	-	2,190	-	35,528
Tuition and fees	5,800	-	-	-	-	114,315	-	120,115
Room and board	-	-	-	-	-	40,630	-	40,630
Merchandise purchased	7,109	-	-	-	-	-	-	7,109
Advertising	2,147	-	-	-	-	-	-	2,147
Apostolic nunciature	3,500	-	-	-	-	-	-	3,500
OCC	4,130	-	-	-	-	-	-	4,130
USCCB	6,838	-	-	-	-	-	-	6,838
Bank fees	8,333	-	-	-	-	-	-	8,333
Charitable donations	3,563	-	-	8	-	-	-	3,571
Dues and subscriptions	6,171	295	-	-	-	-	-	6,466
Equipment rent	19,656	-	-	-	-	-	-	19,656
Building rent	-	-	-	1,271	-	-	-	1,271
Immigration fees and expense	11,820	-	-	-	-	-	-	11,820
Legal and professional fees	17,600	-	-	-	-	-	-	17,600
Licenses and registrations	24,965	-	-	-	-	-	-	24,965
Postage and shipping	15,360	-	-	64	-	60	-	15,484
Printing	85,685	-	-	-	-	945	-	86,630
Reference materials	4,402	-	-	-	-	3,413	-	7,815
Supplies	39,923	848	-	237	-	1,143	-	42,151
Food and beverage	28,630	-	-	3,133	-	-	-	31,763
Student and volunteer insurance	397	-	-	-	-	-	-	397
Vocation Office	-	-	-	-	-	244	-	244
Contract services	60,755	-	-	3,873	-	1,983	-	66,611
General stipends	-	-	-	-	-	7,665	-	7,665
Mass Stipends	-	-	-	-	-	-	5,330	5,330
Cleaning/ Janitorial	1,200	-	-	-	-	-	-	1,200
Depreciation & Amortization	285,962	-	-	-	-	-	-	285,962
Auto insurance	5,890	-	-	-	-	-	-	5,890
Special events coverage	(2,250)	-	-	-	-	-	-	(2,250)
General insurance	29,734	-	-	-	-	-	-	29,734
Repairs and maintenance	24,663	-	-	-	-	-	-	24,663
Taxes	12,883	-	-	-	-	-	-	12,883
Telephone and internet	10,641	-	-	-	-	-	-	10,641
Utilities	52,387	788	-	-	-	-	-	53,175
Insurance claims paid	1,199,201	-	-	-	-	-	-	1,199,201
Health plan fees	93,808	-	-	-	-	-	-	93,808
Health reinsurance	202,430	-	-	-	-	-	-	202,430
Parish general insurance	423,246	-	-	-	-	-	-	423,246
Parish worker's comp	(41,267)	-	-	-	-	-	-	(41,267)
Parish student accident insurance	5,655	-	-	-	-	-	-	5,655
Parish volunteer coverage	7,358	-	-	-	-	-	-	7,358
Grant distributions	14,200	-	6,000	8,000	17,404	-	-	45,604

ROMAN CATHOLIC DIOCESE OF BAKER

Schedule of Expenses - Continued
For The Year Ended December 31, 2017

	General Programs	Restrictions Released					Priest Programs	Total
		Diocesan Programs	Grant Funds	Custodial Funds	Endowments	Seminary		
Miscellaneous Diocese costs	126,873	-	-	-	-	-	-	126,873
Parish assessment disbursement	28,550	-	-	-	-	-	-	28,550
Bishop's Annual Appeal disbursement	53,750	-	-	50,000	-	-	-	103,750
Loss on Sale of Assets	24,451	-	-	-	-	-	-	24,451
Pass-through donations	43,750	-	-	1,206,656	-	-	-	1,250,406
Interest paid to parishes	142,958	-	-	-	-	-	-	142,958
Interest expense	610,767	-	-	-	-	-	-	610,767
Investment account fees	48,242	-	-	1,130	-	-	-	49,372
Program expense	-	-	298,334	-	-	-	-	298,334
Total Expenses	\$ 4,935,253	\$ 1,931	\$ 304,334	\$ 1,274,372	\$ 17,404	\$ 199,622	\$ 5,330	\$ 6,738,245