

**Roman Catholic Archbishop of Boston, A Corporation Sole  
Central Funds - Parish Reconfiguration**

**Management Summary**

**June 30, 2006**

*This management summary should be read in conjunction with the information  
on the Archdiocese of Boston website about reconfiguration  
[http://www.rcab.org/Parish\\_Reconfiguration/HomePage.html](http://www.rcab.org/Parish_Reconfiguration/HomePage.html)*

**Roman Catholic Archbishop of Boston, A Corporation Sole**  
**Central Funds - Parish Reconfiguration Fund**  
Statements of Financial Position  
June 30, 2006 and June 30, 2005

	<u>June 30, 2006</u>	<u>June 30, 2005</u>
<b>ASSETS:</b>		
Cash and cash equivalents		
Parish Reconfiguration	\$ 5,544,240	\$ 2,549,803
Deposits with the Corporation Sole-Revolving Loan Fund	6,153,255	5,944,158
Total cash and cash equivalents	<u>11,697,495</u>	<u>8,493,961</u>
Interest and dividends receivable	2,929	9,053
Prepaid expenses and other assets	50,000	2,880,421
Accounts receivable, net	1,614	20,877
Loans receivable, net	2,928,570	2,946,573
Investments and assets held in trust	285,160	915,839
Land and buildings held for sale	2,636,373	7,751,825
Land, buildings and equipment, net - (not yet available for sale)	<u>3,790,320</u>	<u>4,658,212</u>
 Total assets	 <u><u>\$ 21,392,461</u></u>	 <u><u>\$ 27,676,761</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES:</b>		
Accounts payable and accrued expenses	\$ 221,018	\$ 900,358
Agency obligations	-	30,525
Due to related organizations, net	<u>191,111</u>	<u>3,960,554</u>
Total liabilities	<u>412,129</u>	<u>4,891,437</u>
<b>NET ASSETS:</b>		
Unrestricted		
Designated for parish reconfiguration	<u>20,980,332</u>	<u>22,785,324</u>
Total net assets	<u>20,980,332</u>	<u>22,785,324</u>
 Total liabilities and net assets	 <u><u>\$ 21,392,461</u></u>	 <u><u>\$ 27,676,761</u></u>

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**Roman Catholic Archbishop of Boston, A Corporation Sole**  
**Central Funds - Parish Reconfiguration Fund**

Statements of Activities

For the fiscal year ended June 30, 2006

(With summarized information for the fiscal year ended June 30, 2005)

	Unrestricted	Temporarily Restricted	Permanently Restricted	2006 Total	2005 Total
<b>REVENUES, GAINS AND OTHER SUPPORT:</b>					
Other revenues (rental and miscellaneous)	\$ 588,109	\$ -	\$ -	\$ 588,109	\$ 614,778
Investment Income	858,917	-	-	858,917	367,611
Total revenues, gains and other support	<u>1,447,026</u>	<u>-</u>	<u>-</u>	<u>1,447,026</u>	<u>982,389</u>
<b>EXPENSES:</b>					
Closed parish unpaid bills	69,452	-	-	69,452	89,589
Contract services - parish audit	64,182	-	-	64,182	347,673
Contract services - property management fees	336,175	-	-	336,175	394,957
Other property management expenses	2,182,525	-	-	2,182,525	1,580,875
Professional management staff	373,016	-	-	373,016	429,936
Overhead rate charge (35%)	130,555	-	-	130,555	150,478
Office supplies	2,371	-	-	2,371	17,649
Cellular phone charges	2,174	-	-	2,174	423
Print and mail	-	-	-	-	13,000
Postage/courier services	247	-	-	247	7,873
Meetings	1,070	-	-	1,070	1,634
Transportation	2,665	-	-	2,665	4,619
Legal costs	29,358	-	-	29,358	73,543
Interest expense	14,643	-	-	14,643	206,690
Clergy medical	4,503	-	-	4,503	-
General insurance	586,788	-	-	586,788	597,477
Health insurance	15,612	-	-	15,612	21,855
Pension	23,423	-	-	23,423	-
School tax	3,052	-	-	3,052	-
Hospital chaplaincy	67,053	-	-	67,053	1,834
Property rental	6,048	-	-	6,048	-
Depreciation	31,302	-	-	31,302	-
Total expenses	<u>3,946,214</u>	<u>-</u>	<u>-</u>	<u>3,946,214</u>	<u>3,940,105</u>
<b>Operating (loss) income</b>	<u>(2,499,188)</u>	<u>-</u>	<u>-</u>	<u>(2,499,188)</u>	<u>(2,957,716)</u>
Net realized and unrealized gain (loss) on investments and assets held in trust	17,706	-	-	17,706	56,087
Gain on sale of land, buildings and equipment	40,299,485	-	-	40,299,485	11,834,712
Support of ongoing operations	(4,777,381)	-	-	(4,777,381)	(7,238,000)
Direct operating aid to parishes	(1,394,925)	-	-	(1,394,925)	(3,035,237)
Operating grant to cemeteries	(1,697,135)	-	-	(1,697,135)	(785,947)
Direct construction aid to parishes	(902,342)	-	-	(902,342)	(160,387)
Contributions of property	(1,238,568)	-	-	(1,238,568)	(8,585,053)
Payments for past pension services:					
Lay	(12,700,000)	-	-	(12,700,000)	-
Restore Equity for Jubilee Year Debt Forgiveness	(16,928,580)	-	-	(16,928,580)	-
Nonoperating income (loss)	<u>678,260</u>	<u>-</u>	<u>-</u>	<u>678,260</u>	<u>(7,913,825)</u>
<b>CHANGE IN NET ASSETS</b>	<u>(1,820,928)</u>	<u>-</u>	<u>-</u>	<u>(1,820,928)</u>	<u>(10,871,541)</u>
Net assets at beginning of period	22,785,324	-	-	22,785,324	(237,803)
Net assets transfer- parish reconfiguration	15,936	-	-	15,936	33,894,668
Net assets at end of period	<u>\$ 20,980,332</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,980,332</u>	<u>\$ 22,785,324</u>

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**Roman Catholic Archbishop of Boston, A Corporation Sole**  
**Central Funds - Parish Reconfiguration Fund**

Statements of Cash Flows

For the fiscal year ended June 30, 2006 and for the fiscal year ended June 30, 2005

	<u>June 30, 2006</u>	<u>June 30, 2005</u>
<b>OPERATING ACTIVITIES:</b>		
Change in net assets	\$ (1,820,928)	\$ (10,871,541)
Adjustments to reconcile change in net assets to net cash and cash equivalents used in operating activities		
Net realized and unrealized gain on investments and assets held in trust	(17,706)	(56,087)
Depreciation	31,302	-
(Gain) loss on sale of land, buildings and equipment	(40,299,485)	(11,834,712)
Transfer of land, buildings and equipment to affiliate	1,238,568	8,585,053
Changes in operating assets and liabilities:		
Interest and dividends receivable	6,124	(9,053)
Prepaid expenses and other assets	-	599,311
Accounts receivable, net	19,263	278,751
Accounts payable and accrued expenses	(679,341)	(160,982)
Agency obligations	(30,525)	(15,837)
Due to related organizations, net	(3,769,443)	(601,583)
	<u>(45,322,171)</u>	<u>(14,086,680)</u>
Net cash and cash equivalents used in operating activities		
<b>INVESTING ACTIVITIES:</b>		
Proceeds from sale of land, buildings and equipment	47,760,065	10,068,179
Proceeds from sale of investments and maturity of annuities	648,385	374,679
(Advances) repayments on loans, net	18,003	12,701
	<u>48,426,453</u>	<u>10,455,559</u>
Net cash and cash equivalents provided by investing activities		
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>3,104,282</b>	<b>(3,631,121)</b>
Cash and cash equivalents at beginning of period	8,493,961	-
Cash transfer - parish reconfiguration	99,252	12,125,082
Cash and cash equivalents at end of period	<u>\$ 11,697,495</u>	<u>\$ 8,493,961</u>

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