

**Audited  
Financial Statements**

**Roman Catholic Archdiocese of Boston  
Transition Assistance Program**

**June 30, 2006**

# Roman Catholic Archdiocese of Boston Transition Assistance Program

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## Audited Financial Statements and Other Financial Information

June 30, 2006

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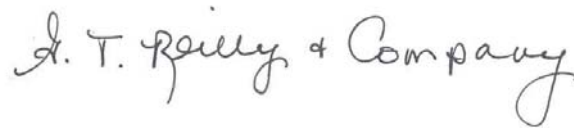
## INDEPENDENT AUDITORS' REPORT

To the Trustees  
Roman Catholic Archdiocese of Boston Transition Assistance Program

We have audited the accompanying statements of benefit obligations and net assets available for benefits of the Roman Catholic Archdiocese of Boston Transition Assistance Program as of June 30, 2006 and 2005, and the related statements of changes in benefit obligations and net assets available for benefits for the years then ended. These financial statements are the responsibility of the Plan's management. 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial status of the Roman Catholic Archdiocese of Boston Transition Assistance Program at June 30, 2006 and 2005, and the changes in its financial status for the years then ended, in conformity with accounting principles generally accepted in the United States of America.



G. T. Reilly & Company

Milton, Massachusetts  
October 9, 2006

# Roman Catholic Archdiocese of Boston Transition Assistance Program

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## Statements of Benefit Obligations and Net Assets Available for Benefits

June 30

	<u>2006</u>	<u>2005</u>
<b>BENEFIT OBLIGATIONS</b>		
Claims payable	\$ <u>33,400</u>	\$ <u>104,040</u>
<b>NET ASSETS AVAILABLE FOR BENEFITS</b>		
<b><u>Assets</u></b>		
Cash and cash equivalents	<u>3,375,123</u>	<u>3,615,339</u>
<b><u>Liabilities</u></b>		
Accounts payable for administrative expenses	<u>95</u>	<u>248</u>
<b>NET ASSETS AVAILABLE FOR BENEFITS</b>	<u>3,375,028</u>	<u>3,615,091</u>
<b>EXCESS OF NET ASSETS AVAILABLE FOR BENEFITS OVER BENEFIT OBLIGATIONS</b>	<u>\$3,341,628</u>	<u>\$3,511,051</u>

# Roman Catholic Archdiocese of Boston Transition Assistance Program

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## Statements of Changes in Benefit Obligations and Net Assets Available for Benefits

Year Ended June 30

	<u>2006</u>	<u>2005</u>
<b>NET (DECREASE) INCREASE IN BENEFIT OBLIGATIONS</b>		
Claims payable	\$ <u>(70,640)</u>	\$ <u>76,520</u>
<b>NET DECREASE IN NET ASSETS AVAILABLE FOR BENEFITS</b>		
<b>ADDITIONS</b>		
Investment income	<u>141,046</u>	<u>76,398</u>
<b>DEDUCTIONS</b>		
Claims	321,365	510,766
General and administrative expenses (Note 3)	<u>59,744</u>	<u>33,465</u>
<b>TOTAL DEDUCTIONS</b>	<u>381,109</u>	<u>544,231</u>
<b>NET DECREASE IN NET ASSETS</b>	<u>(240,063)</u>	<u>(467,833)</u>
<b>DECREASE IN EXCESS OF NET ASSETS AVAILABLE FOR BENEFITS OVER BENEFIT OBLIGATIONS</b>	<b>(169,423)</b>	<b>(544,353)</b>
<b>EXCESS OF NET ASSETS AVAILABLE FOR BENEFITS OVER BENEFIT OBLIGATIONS:</b>		
<b>BEGINNING OF YEAR</b>	<u>3,511,051</u>	<u>4,055,404</u>
<b>END OF YEAR</b>	<u>\$3,341,628</u>	<u>\$3,511,051</u>

# Roman Catholic Archdiocese of Boston Transition Assistance Program

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## Notes to Financial Statements

June 30, 2006

### Note 1 - Description of Plan

The following brief description of the Roman Catholic Archdiocese of Boston Transition Assistance Program is provided for general information purposes only. Participants should refer to the Plan agreement for more complete information.

General - The Plan provides involuntary job loss insurance coverage for substantially all lay employees who work for a participating employer. All participating employers are separately incorporated Catholic organizations within the Archdiocese of Boston.

Eligibility for Participation - For all employees, participation begins following the completion of at least 1,000 hours of service during a one-year period. Those who are employed by participating schools are eligible provided they have been scheduled to work at least 24 hours per week for an entire academic year.

Benefits - The full amount of involuntary job loss coverage is based upon 50% of the employee's base weekly wage to a maximum coverage of \$551 (gross) per week. Benefits are payable for a maximum duration of 30 calendar weeks. Maximum benefits and duration are adjusted annually to reflect the Massachusetts unemployment maximum. Continued benefits are contingent upon proof of active job search.

Contributions - The Plan agreement provides that the participating employers make monthly contributions to the Plan of a specified amount based on the annual salaries of the eligible employees. The employer's contribution rate is determined annually by the Plan's trustees. No contribution was deemed necessary for the years ended June 30, 2006 and 2005.

### Note 2 - Summary of Significant Accounting Policies

Accounting Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures of assets, liabilities, benefit obligations and changes therein. Actual results could differ from those estimates.

Basis of Accounting - The financial statements have been prepared on the accrual basis of accounting.

Cash and Cash Equivalents – For purposes of presentation on the statement of net assets, cash includes all bank accounts. Cash equivalents consist of investments in uninsured money market mutual funds approximating \$3,341,000 at June 30, 2006.

The Program deposits its cash in major financial institutions, which are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$100,000. There have been no uninsured deposits. The Program has not experienced any losses as a result of the use of uninsured amounts.

Benefit Obligations – Benefit obligations consist solely of claims payable for involuntary job loss. Claims payable represent actual claims received and payable, as well as an estimate by management of future amounts payable for claims incurred through the end of each year. There are no post-retirement benefit obligations associated with this Plan.

# Roman Catholic Archdiocese of Boston Transition Assistance Program

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## Notes to Financial Statements (Cont.)

June 30, 2006

### Note 3 - Related Party Transactions

A service fee for administrative, technology and clerical services is charged to the Plan by the Roman Catholic Archbishop of Boston, A Corporation Sole. The fees charged for the years ended June 30, 2006 and 2005 were approximately \$59,400 and \$27,700, respectively.

INDEPENDENT AUDITORS' REPORT

To the Trustees  
Roman Catholic Archdiocese of Boston Transition Assistance Program

The audited financial statements of the Plan, and our report thereon, are presented in the preceding section of this report.

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedules of general and administrative expenses for the years ended June 30, 2006 and 2005, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*G. T. Reilly & Company*

G. T. Reilly & Company

Milton, Massachusetts  
October 9, 2006



# Roman Catholic Archdiocese of Boston Transition Assistance Program

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## Schedules of General and Administrative Expenses

Year Ended June 30

	<u>2006</u>	<u>2005</u>
Administration fee - Roman Catholic Archbishop of Boston, A Corporation Sole	\$ 59,433	\$ 27,691
Office and other administrative expenses	<u>311</u>	<u>5,774</u>
	<u>\$ 59,744</u>	<u>\$ 33,465</u>