

THE IRISH PASTORAL CENTRE OF THE  
ARCHDIOCESE OF BOSTON, INC.

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
DECEMBER 31, 2013

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT	1
FINANCIAL STATEMENTS:	
Statements of financial position	2
Statements of changes in net assets	3
Statements of cash flows	4
Notes to financial statements	5-8
Schedule of expenses	9

JOHN F. HEGARTY  
CERTIFIED PUBLIC ACCOUNTANT  
19 CROSS STREET, MEDFIELD MASSACHUSETTS 02052

Telephone 617-861-2043 E-mail jhegarty@jhegartycpa.com

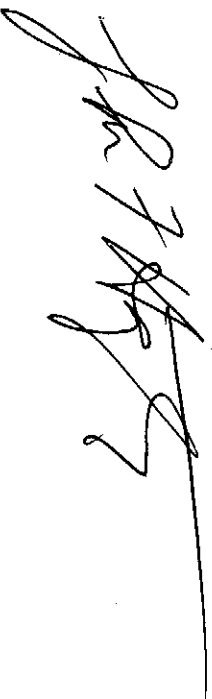
To the Board of Directors  
The Irish Pastoral Centre of the Archdiocese of Boston, Inc.  
Quincy, Massachusetts

I have audited the accompanying statement of financial position for The Irish Pastoral Centre of the Archdiocese of Boston, Inc. (a non-profit organization) as of December 31, 2013 and the related statements of changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Irish Pastoral Centre of the Archdiocese of Boston, Inc. management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Irish Pastoral Centre of the Archdiocese of Boston, Inc. as of December 31, 2013 and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

John F. Hegarty  
Certified Public Accountant  
Medfield, Massachusetts  
February 6, 2014



THE IRISH PASTORAL CENTRE OF THE ARCHDIOCESE OF BOSTON, INC.

STATEMENT OF FINANCIAL POSITION

AT DECEMBER 31, 2013

	<u>ASSETS</u>
CURRENT ASSETS	
Cash and cash equivalents	\$328,702
Pledges receivable	1,250
TOTAL CURRENT ASSETS	<u>329,952</u>
PROPERTY AND EQUIPMENT, AT COST	
Automobile	39,552
Office equipment and furniture	12,549
Computers	9,326
Less accumulated depreciation	61,427
TOTAL FIXED ASSETS	<u>(51,222)</u>
TOTAL ASSETS	<u>\$340,157</u>
	<u>LIABILITIES AND NET ASSETS</u>
CURRENT LIABILITIES	
Accounts payable & accrued expenses	\$13,799
TOTAL CURRENT LIABILITIES	<u>13,799</u>
NET ASSETS	
Temporarily restricted	5,000
Unrestricted	321,358
TOTAL NET ASSETS	<u>326,358</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$340,157</u>

THE IRISH PASTORAL CENTRE OF THE ARCHDIOCESE OF BOSTON, INC.  
STATEMENT OF CHANGES IN NET ASSETS  
YEAR ENDED DECEMBER 31, 2013

<b>REVENUES AND SUPPORT</b>	
Annual Banquet	\$124,731
Contributions/Fundraising	112,671
Grant-Irish Government	133,000
Donated services	103,498
Interest income	85
	<u>\$473,985</u>
<b>EXPENSES</b>	
Program Services	
Senior Program	182,130
Community outreach	211,878
Fundraising	<u>24,194</u>
	<u>418,202</u>
<b>CHANGE IN NET ASSETS</b>	<b>55,783</b>
<b>FUND BALANCE, BEGINNING OF YEAR</b>	<u>270,575</u>
<b>FUND BALANCE, END OF YEAR</b>	<u><u>\$326,358</u></u>

THE IRISH PASTORAL CENTRE OF THE ARCHDIOCESE OF BOSTON, INC.  
STATEMENT OF CASH FLOWS  
AT DECEMBER 31, 2013

CASH FLOWS FROM OPERATING ACTIVITIES:	
Changes in net assets	\$55,783
Adjustments to reconcile change in unrestricted net assets to cash used in operating activities:	
Depreciation	7,253
Decrease in pledges receivable	8,663
Increase in accounts payable	<u>9,141</u>
NET CASH INCREASED BY OPERATING ACTIVITIES	80,840
NET INCREASE IN CASH AND CASH EQUIVALENTS	80,840
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>247,862</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$328,702</u>

-4-

See independent auditor's report and accompanying notes.

THE IRISH PASTORAL CENTRE OF THE  
ARCHDIOCESE OF BOSTON, INC.

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2013

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Irish Pastoral Centre is committed to welcoming the 'stranger among us.' We believe in justice for all, solidarity in the face of hardship, and that the bonds of community are rooted in the best of what it means to be Irish. We provide grass roots response to individuals in need offering spiritual, social, legal, and educational support. The organization is a 'parish without boundaries.'

The Irish Pastoral Centre was founded in 1987. The IPC was formally incorporated in March of 2008 and is 501(c) (3) non-profit organization. It is part funded by the Irish Government and by donations from the Irish and general community.

The accompanying financial statements have been prepared on the accrual basis of accounting. 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 company is required to report information regarding its financial position and activities according to three classes of net assets:

Unrestricted Net Assets - are free of donor - imposed restrictions and include revenues, expenses and, gains and losses that are not subject to donor - restrictions.

Temporarily restricted net assets - includes gifts, grants, income, gains and pledges for which donor - imposed restrictions have not been met.

Permanently restricted net assets - are those contributed with donor stipulations that they be held in perpetuity with use of income for unrestricted or temporarily restricted purposes.

Cash and Equivalents

All highly liquid debt instruments with an initial maturity of three months or less are considered to be cash equivalents.

Property, Plant and Equipment

Property, plant and equipment are recorded at cost and depreciated on a straight-line basis over their estimated useful lives. The original cost and accumulation depreciation of fully depreciated assets are removed from the financial statements in the last year of useful life.

Advertising Expense

Advertising costs are expensed when incurred. In 2013, the expense was \$ 8,913.

Federal Income Taxes

The Irish Pastoral Centre of the Archdiocese of Boston, Inc. is a not-for-profit organizations exempt under the Internal Revenue Code 501(c) (3).

Uncertainty in Income Taxes - The Company adopted the new standards for Accounting for Uncertainty in Income taxes, which required the Company to report any uncertain tax positions and to adjust its financial statements for the impact thereof. As of December 31, 2012, the Company determined that it had no tax positions that did not meet the "more likely than not" threshold of being sustained by the applicable tax authority.

Use of Estimates in the Preparation of Financial Statements

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

PROMISES TO GIVE - Unconditional promises to give are recognized as receivables and revenues in the period in which the company is notified by the donor of their commitment to make a contribution. Conditional promises to give are recognized when the conditions on which they depend are met.

CONTRIBUTIONS AND GRANTS - Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanent restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

GRANTS AND PLEDGES RECEIVABLES - In accordance with "SFAS No. 116, Accounting for Contributions Received and Contributions Made," grants and pledged receivable expected to be collected within one year are recorded at net realizable value. Grants and pledges receivable that are expected to be collected in future years are recorded at the present value of estimated cash flows using an appropriate discount rate. The company did not have any grants or pledges receivable greater than one year as of December 31, 2013.

**NOTE 2 - PROPERTY AND EQUIPMENT**

Property and equipment are depreciated over their estimated useful lives as follows:

Automobile	5 Years
Office equipment & furniture	5 Years
Computers	3 Years

Depreciation expense for 2013 was \$7,253.



NOTE 3 - CASH AND CASH EQUIVALENTS

The following is a summary:

Peoples Federal Savings Bank yield.12%	\$ 101
Rockland Trust-checking account	39,043
Citizens Bank-checking account	91,934
Citizens - growth annual yield .10%	192,626
Citizens Bank - checking account	4,998
TOTAL CASH	<u>\$328,702</u>

NOTE - REVENUE AND SUPPORT

The following are the main sources of revenue:

Annual grant from the Emigrant Support System from the Irish government, Department of Foreign Affairs and Trade; Emigrant Support Programme:	
Outreach and Advocacy	\$ 30,000
Irish Senior citizen's outreach	<u>103,000</u>
TOTAL GRANT	<u>\$133,000</u>

NOTE 4 - COMMITMENTS

The company now leases space from the Roman Catholic Archbishop of Boston, a Corporation Sole dated August 15<sup>th</sup> 2013 and will terminate on August 14<sup>th</sup> 2014. The annual rent will be \$24,000. The annual rent for 2013 was \$28,800 for space.

Year	
2014 through August 15 <sup>th</sup>	\$15,000

NOTE 5 - PENSION PLAN

The Organization has a pension plan with the Archdiocese of Boston. The pension expense for this plan amounted to \$4,078 in 2013.

NOTE 6 - FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and other activities have been summarized on a functional basis in the accompanying schedule of expenses (Page 9). Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE 7 - DONATED SERVICES AND MATERIALS

Donated services are computed on actual and estimated basis where it is appropriate. The following is a summary of donated services:

Development directors salary-actual	\$50,000
Administration-outreach	16,798
Senior program volunteers	22,540
Immigration clinic volunteers	<u>14,160</u>
TOTAL	<u>\$103,498</u>

Note 8 - Temporarily Restricted Grant

The Centre received a temporarily restricted grant from a member of the Board of Directors-Margaret Stapleton in the amount of \$5,000 for the development of software.

Note 9 - Subsequent Events

Management has evaluated subsequent events through the independent Auditors' report date and as a result no events are required to be recognized and/or disclosed.

THE IRISH PASTORIAL CENTRE OF THE ARCHDIOCESE OF BOSTON, INC.

SCHEDULE OF EXPENSES

YEAR ENDED DECEMBER 31, 2013

	Senior Program	Community Outreach	Fundraising	Total
Community Services - donated	-	\$ 16,798	\$	\$ 16,798
Development Director - Donated	\$ 24,000.00	26,000		50,000
Donated Services - Donated	22,540.00	-		22,540
Donated - Immigration Services, pro bono et al.	-	14,160		14,160
Advertising	4,914	3,999		8,913
Salaries, incl. payroll exp/taxes	60,844	67,807		128,651
Subcontractors		18,725		18,725
Health insurance	679	15,416		16,095
Travel	11,857	2,412		14,269
Automobile expense	2,269	1,817		4,086
Depreciation	3,462	3,791		7,253
Printing & reproduction	1,230	1,241		2,471
Postage & delivery	2,294	961		3,255
Insurance/Pension	2,690	5,418		8,108
Professional fees	6,488	1,768		8,256
Rent	9,897	17,432		27,329
Equipment repairs	867	1,458		2,325
Telephone	2,469	3,613		6,082
Entertainment	18,444	531		18,975
Utilities	2,615	2,931		5,546
Office	3,212	3,369		6,580
Staff development	-	121		121
Bank Service Charges	472	515		987
Volunteer Stipend	106	520		626
Miscellaneous	783	576		1,359
Banquet			24,194	24,194
Totals	\$ 182,130	\$ 211,878	\$ 24,194	\$ 418,202