

THE MISSIONARY SOCIETY OF
ST. JAMES THE APOSTLE

BOSTON, MASSACHUSETTS

FINANCIAL STATEMENTS,
SUPPLEMENTARY INFORMATION
AND INDEPENDENT AUDITORS' REPORTS

DECEMBER 31, 2013 AND 2012

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
The Missionary Society of
St. James the Apostle
Boston, Massachusetts

We have audited the accompanying financial statements of The Missionary Society of St. James the Apostle (a nonprofit organization), which comprise the statements of financial position as of December 31, 2013 and 2012, and the related 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 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.

Auditors' 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. 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 qualified audit opinion.

Basis for Qualified Opinion

We have been unable to ascertain the Society's share of the assets that the Society may ultimately receive from a foreign estate of which it was a beneficiary because the Society is unable to determine whether it will be able to perfect legal title to the underlying assets. We were unable to satisfy ourselves about the valuation of these assets by means of other auditing procedures. Accordingly, no value has been assigned to these assets or recorded in the financial statements for the years ended December 31, 2013 and 2012.

Qualified Opinion

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of The Missionary Society of St. James the Apostle as of December 31, 2013 and 2012, 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.


Wellesley, Massachusetts
July 10, 2014

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2013 AND 2012

ASSETS

	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 1,433,935	\$ 1,986,090
Investments in marketable securities	3,761,881	2,608,352
Prepaid expenses	16,301	1,740
Other receivables	44,105	38,306
Other assets	77,697	76,752
Land, improvements and equipment, net	<u>96,015</u>	<u>124,027</u>
TOTAL ASSETS	<u>\$ 5,429,934</u>	<u>\$ 4,835,267</u>

LIABILITIES AND NET ASSETS

Accounts payable	\$ 49,274	\$ 48,506
Assigned gifts payable	90,031	59,573
Due to clergy and missions	<u>-</u>	<u>300</u>
TOTAL LIABILITIES	139,305	108,379
Net assets:		
Unrestricted	5,290,629	4,704,441
Temporarily restricted	<u>-</u>	<u>22,447</u>
TOTAL NET ASSETS	<u>5,290,629</u>	<u>4,726,888</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 5,429,934</u>	<u>\$ 4,835,267</u>

See accompanying notes to financial statements.

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

STATEMENTS OF ACTIVITIES

YEARS ENDED DECEMBER 31, 2013 AND 2012

	2013		
	Unrestricted	Temporarily Restricted	Total
Revenue and other support:			
Contributions	\$ 1,579,250	\$ 20,674	\$ 1,599,924
Bequests	182,378	-	182,378
Other income	118,818	-	118,818
	<u>1,880,446</u>	<u>20,674</u>	<u>1,901,120</u>
Investment income:			
Interest and dividends	63,475	-	63,475
Realized gains on investments	97,207	-	97,207
Unrealized gains on investments	211,957	-	211,957
	<u>372,639</u>	<u>-</u>	<u>372,639</u>
Net assets released from restrictions	<u>43,121</u>	<u>(43,121)</u>	<u>-</u>
 TOTAL REVENUE AND OTHER SUPPORT	 2,296,206	 (22,447)	 2,273,759
Expenses:			
Missions:			
Ecuador	413,519	-	413,519
Peru	644,869	-	644,869
General	1,449	-	1,449
	<u>1,059,837</u>	<u>-</u>	<u>1,059,837</u>
TOTAL MISSIONS	1,059,837	-	1,059,837
Supporting services:			
Masses	44,459	-	44,459
Public relations	39,676	-	39,676
Recruiting	875	-	875
General and administration	515,675	-	515,675
Fund raising	49,496	-	49,496
	<u>650,181</u>	<u>-</u>	<u>650,181</u>
TOTAL SUPPORTING SERVICES	650,181	-	650,181
 TOTAL EXPENSES	 1,710,018	 -	 1,710,018
 CHANGE IN NET ASSETS	 586,188	 (22,447)	 563,741
Net assets at beginning of year	<u>4,704,441</u>	<u>22,447</u>	<u>4,726,888</u>
 NET ASSETS AT END OF YEAR	 <u>\$ 5,290,629</u>	 <u>\$ -</u>	 <u>\$ 5,290,629</u>

See accompanying notes to financial statements.

2012		
<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
\$ 1,157,279	\$ 16,045	\$ 1,173,324
788,323	-	788,323
<u>71,617</u>	<u>-</u>	<u>71,617</u>
2,017,219	16,045	2,033,264
64,523	-	64,523
53,684	-	53,684
<u>31,972</u>	<u>-</u>	<u>31,972</u>
150,179	-	150,179
<u>36,097</u>	<u>(36,097)</u>	<u>-</u>
2,203,495	(20,052)	2,183,443
324,469	-	324,469
367,764	-	367,764
<u>2,957</u>	<u>-</u>	<u>2,957</u>
695,190	-	695,190
36,097	-	36,097
43,600	-	43,600
2,100	-	2,100
513,746	-	513,746
<u>41,366</u>	<u>-</u>	<u>41,366</u>
<u>636,909</u>	<u>-</u>	<u>636,909</u>
1,332,099	-	1,332,099
871,396	(20,052)	851,344
<u>3,833,045</u>	<u>42,499</u>	<u>3,875,544</u>
<u>\$ 4,704,441</u>	<u>\$ 22,447</u>	<u>\$ 4,726,888</u>

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

STATEMENTS OF CASH FLOWS

YEARS ENDED DECEMBER 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Cash flows from operating activities:		
Change in net assets	\$ 563,741	\$ 851,344
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	32,512	30,156
Unrealized (gains) on investments	(211,957)	(31,972)
(Increase) decrease in:		
Prepaid expenses	(14,561)	(445)
Other receivables	(5,799)	6,504
Other assets	(945)	(1,522)
Increase (decrease) in:		
Accounts payable	768	11,662
Assigned gifts payable	30,458	6,592
Due to clergy and missions	(300)	(24,752)
TOTAL ADJUSTMENTS	<u>(169,824)</u>	<u>(3,777)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	393,917	847,567
Cash flows from investing activities:		
Proceeds from sale of investments	879,939	476,271
Purchase of investments	(1,821,511)	(580,365)
Purchase of land, improvements and equipment	<u>(4,500)</u>	<u>(36,766)</u>
NET CASH USED BY INVESTING ACTIVITIES	<u>(946,072)</u>	<u>(140,860)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(552,155)	706,707
Cash and cash equivalents at beginning of year	<u>1,986,090</u>	<u>1,279,383</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,433,935</u>	<u>\$ 1,986,090</u>
Supplemental disclosure of cash flow information:		
Cash paid during the year for:		
Income taxes	\$ -	\$ -
Interest	\$ -	\$ -

See accompanying notes to financial statements.

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2013 AND 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Missionary Society of St. James the Apostle ("the Society") is a Clerical Public Association of the Christian Faithful in accordance with (canon 298-320 1983 Code) and is legally incorporated in the Commonwealth of Massachusetts with the Roman Catholic Archbishop of Boston as its President. The members serve as diocesan priest volunteers sent to churches in Peru and Ecuador. A summary of the significant accounting policies followed by the Society are described below:

Accrual Basis

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

Basis of Presentation

These financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The Society is required to report information regarding its financial position and activities accordingly as follows:

Permanently restricted net assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Society. Generally, the donors of these assets permit the Society to use all or part of the investment income on related investments for general or specific purposes.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that will be met either by actions of the Society and/or the passage of time.

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations. Unrestricted net assets may be designated for the specific purpose by action of the Society or may otherwise be limited by contractual agreements with outside parties.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investment and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulations or law. Upon the expirations of temporary restrictions on net assets; that is, the donor-imposed stipulated purpose has been accomplished and/or the stipulated time period has elapsed, such assets are released from restrictions and reclassified to unrestricted and reported in the statement of activities as net assets released from restrictions.

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2013 AND 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Contributions, including unconditional promises to give, are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or as expenses depending on the form of benefits received. Promises to give that are scheduled to be received after the statement of financial position date are shown as increases in temporarily restricted net assets and are reclassified to unrestricted net assets when the purpose or time restrictions are met. Promises to give subject to donor-imposed stipulations that the corpus be maintained permanently are recognized as increases in permanently restricted net assets. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions to be received after one year are discounted at the appropriate rate commensurate with the risks involved. Amortization of the discount is recorded as additional contribution revenue in accordance with the donor-imposed restrictions, if any, on the contributions.

An allowance for uncollectible contributions is estimated based upon management's judgment and analysis of the creditworthiness of the donors, past collections experience and other relevant factors.

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

Assets and liabilities have been sequenced according to their nearness to conversion to cash or repayment.

Use of 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 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.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, cash in bank and short-term highly liquid investments, with maturities at purchase of less than three months. Cash and cash equivalents included in investments in marketable securities managed by outside investment advisers are not reflected as cash in the statements of cash flows (refer to Note B).

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2013 AND 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments

The Society records investments with readily determinable fair values and all investments in debt securities at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statement of activities. Investments include cash and cash equivalents invested by investment advisors.

The various inputs that may be used to determine the value of the Society's investments are summarized in three broad levels. The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

Level 1 - Quoted prices in active markets for identical securities.

Level 2 - Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).

Level 3 - Significant unobservable inputs (including the Society's own assumptions used to determine the fair value of investments).

All investments in marketable securities have been valued using level 1 and level 2 inputs.

Other Receivables

The Society carries its other receivables at cost less an allowance for doubtful accounts. On a periodic basis, the Society evaluates its receivables and establishes an allowance for doubtful accounts, based on a history of past write-offs and collections and current conditions when deemed necessary.

Land, Improvements and Equipment

These assets are recorded at cost. Maintenance repairs and minor renewals are expensed as incurred and renewals and betterments are capitalized. When an asset is retired or disposed of, the related costs and accumulated depreciation or amortization are removed from the accounts and any gain or loss on the disposition is reflected in operations in the year in which the disposition took place. Provision is made on the straight-line method for depreciation and amortization by annual charges to operations calculated to absorb the costs over the estimated useful lives of the assets.

The estimated useful lives of these assets are as follows:

Building improvements - 10 years

Leasehold improvements - 10 years

Equipment and vehicle (Boston) - 5 years

For the vehicles used in South America, the Society expenses all the costs instead of capitalizing them. This is due to the short useful life of cars that operate under the severity of mountainously geographic conditions.

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2013 AND 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assigned Gifts Payable

The Society carries its assigned gifts payable at cost for amounts donated, but not yet distributed, for specific clergy members working in South America.

Pension Plan

The Society's employees participate in a non-contributory retirement income plan administered by the Roman Catholic Archdiocese of Boston Pension Plan. The Plan provides defined benefits to participants upon retirement. The amount of the Society's annual contribution is actuarially determined and is funded annually. Vested benefits of the Society's employees have not been distinguished from the benefits of other groups participating in the retirement income plan.

Tax Status

The Society is exempt from income taxes under Section 501(c) 3 of the U.S. Internal Revenue Code, and is determined to be an organization which is not a private foundation.

NOTE B - INVESTMENTS IN MARKETABLE SECURITIES

Investments in marketable securities, at fair values, at December 31, 2013 and 2012 are as follows:

	2013		2012	
	Cost	Market	Cost	Market
Cash and cash equivalents	\$ 1,102,976	\$ 1,105,260	\$ 701,910	\$ 707,769
U.S. Government and other bonds	1,021,427	1,034,866	743,086	782,146
Common and preferred stocks	1,121,090	1,580,579	882,202	1,090,893
Other Assets	40,402	41,176	17,125	27,544
	\$ 3,285,895	\$ 3,761,881	\$ 2,344,323	\$ 2,608,352

All investments in marketable securities have been valued using level 1 and level 2 inputs.

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2013 AND 2012

NOTE B - INVESTMENTS IN MARKETABLE SECURITIES (Continued)

The Society's policy is to recognize transfers in and transfers out of the different levels as of the actual date of the event or change in circumstance that caused the transfer. No such transfers occurred during the years ended December 31, 2013 and 2012. There were also no changes in valuations techniques during the current year.

The following table summarizes the inputs used in determining the fair valuation of the Society's investments at December 31, 2013 and 2012:

	2013			Total
	Level 1	Level 2	Level 3	
Cash equivalents	\$ 1,105,260	\$ -	\$ -	\$ 1,105,260
Marketable debt securities:				
U.S. government and agency obligations	93,451	-	-	93,451
Corporate obligations	-	941,415	-	941,415
Total marketable debt securities	93,451	941,415	-	1,034,866
Marketable equity securities:				
Consumer discretionary	172,661	-	-	172,661
Consumer staples	-	-	-	-
Energy	100,973	-	-	100,973
Financials	345,896	-	-	345,896
Health care	244,546	-	-	244,546
Industrials	204,871	-	-	204,871
Information technology	301,537	-	-	301,537
Materials	55,540	-	-	55,540
Telecommunication services	49,881	-	-	49,881
Utilities	58,559	-	-	58,559
Mutual funds	46,115	-	-	46,115
Total marketable equity securities	1,580,579	-	-	1,580,579
Other assets:				
Exchange traded funds	41,176	-	-	41,176
Total other assets	41,176	-	-	41,176
	<u>\$2,820,466</u>	<u>\$ 941,415</u>	<u>\$ -</u>	<u>\$ 3,761,881</u>

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2013 AND 2012

NOTE B - INVESTMENTS IN MARKETABLE SECURITIES (Continued)

	2012			Total
	Level 1	Level 2	Level 3	
Cash equivalents	\$ 707,769	\$ -	\$ -	\$ 707,769
Marketable debt securities:				
U.S. government and agency obligations	154,720	-	-	154,720
Corporate obligations	<u>-</u>	<u>627,426</u>	<u>-</u>	<u>627,426</u>
Total marketable debt securities	154,720	627,426	-	782,146
Marketable equity securities:				
Consumer discretionary	106,112	-	-	106,112
Consumer staples	56,565	-	-	56,565
Energy	96,797	-	-	96,797
Financials	182,697	-	-	182,697
Health care	187,271	-	-	187,271
Industrials	111,003	-	-	111,003
Information technology	174,330	-	-	174,330
Materials	45,223	-	-	45,223
Telecommunication services	45,710	-	-	45,710
Utilities	45,510	-	-	45,510
Mutual funds	<u>39,675</u>	<u>-</u>	<u>-</u>	<u>39,675</u>
Total marketable equity securities	1,090,893	-	-	1,090,893
Other assets:				
Exchange traded funds	<u>27,544</u>	<u>-</u>	<u>-</u>	<u>27,544</u>
Total other assets	<u>27,544</u>	<u>-</u>	<u>-</u>	<u>27,544</u>
	<u>\$1,980,926</u>	<u>\$ 627,426</u>	<u>\$ -</u>	<u>\$ 2,608,352</u>

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2013 AND 2012

NOTE C - LAND, IMPROVEMENTS AND EQUIPMENT

Land, improvements and equipment at December 31, 2013 and 2012 are as follows:

	<u>2013</u>	<u>2012</u>
Building improvements	\$ 214,324	\$ 214,324
Leasehold improvements	161,803	161,803
Equipment	157,184	152,684
Vehicles (Boston)	<u>16,663</u>	<u>16,663</u>
	549,974	545,474
Less accumulated depreciation and amortization	<u>453,959</u>	<u>421,447</u>
	<u>\$ 96,015</u>	<u>\$ 124,027</u>

NOTE D - OTHER ASSETS

Other assets at December 31, 2013 and 2012 consist of:

	<u>2013</u>	<u>2012</u>
Land - Florida	\$ 45,000	\$ 45,000
Insurance cash surrender value	<u>32,697</u>	<u>31,752</u>
	<u>\$ 77,697</u>	<u>\$ 76,752</u>

NOTE E - PENSION EXPENSE

The Society participates with other organizations affiliated with the Archdiocese in Boston in a noncontributory, defined-benefit, multi-employer pension plan covering substantially all lay employees. Benefits are provided through the Pension Plan (the "Pension Plan"). The Society's employees comprise less than 1% of all lay employees covered under the Pension Plan. The Pension Plan is not subject to the Employee Retirement Income Security Act of 1974 (ERISA). Pension expense allocated to the Society is based on payroll cost and amounted to \$10,601 and \$9,213 for the years ended December 31, 2013 and 2012, respectively, and is included in general and administration expenses in the accompanying statements of activities.

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2013 AND 2012

NOTE E - PENSION EXPENSE (Continued)

The following table discloses the name and funded status of the Roman Catholic Archdiocese of Boston Pension Plan as of June 30, 2013 (the date of the latest actuarial valuation), inclusive of the fair value of plan assets as of June 30, 2013:

<u>Legal Name and Plan Number</u>	<u>Plan EIN</u>	Actuarial Present Value of <u>Accumulated Plan Benefits</u>	<u>Fair Value of Plan Assets</u>	<u>Total Net Contributions</u>	<u>Funded Status</u>
Roman Catholic Archdiocese of Boston Pension Plan, Number 001	04-2777359	\$256,195,000	\$214,670,000	\$7,899,000	Approximately 80%

The Society reserves the right to discontinue contributions at any time and terminate the Pension Plan. In the event of termination and discontinuance, the assets of the Pension Plan remaining after paying all administrative expenses of the Pension Plan will be allocated in accordance with the terms of the Roman Catholic Archdiocese of Boston Pension Plan for the purpose of paying benefits provided under the Pension Plan.

The accumulated benefit obligation net of the plan assets of the Pension Plan are not reflected in the accompanying statements of financial position.

NOTE F - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consist of unspent funds received from donors for the purpose of saying masses, and for food and medicine in South America.

NOTE G - CONCENTRATIONS OF CREDIT RISK

Funds on deposit with a financial institution were in excess of the FDIC insured limits by approximately \$1,329,000 and \$1,473,000 at December 31, 2013 and 2012, respectively.

NOTE H - INVESTMENT EXPENSE

Investment expense for the years ended December 31, 2013 and 2012 was \$16,423 and \$14,155, respectively.

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

DECEMBER 31, 2013 AND 2012

NOTE I - SUBSEQUENT EVENTS

Management has evaluated the impact of all subsequent events on the Society through July 10, 2014, the date the financial statements were available to be issued, and has determined that there were no subsequent events requiring adjustment or disclosure in the financial statements.

SUPPLEMENTARY INFORMATION

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Directors
The Missionary Society of
St. James the Apostle
Boston, Massachusetts

We have audited the financial statements of The Missionary Society of St. James the Apostle as of and for the years ended December 31, 2013 and 2012, and our report thereon dated July 10, 2014, which appears on pages 1-2, was qualified as we have been unable to ascertain the Society's share of the assets that the Society may ultimately receive from a foreign estate of which it was a beneficiary because the Society is unable to determine whether it will be able to perfect legal title to the underlying assets and we were unable to satisfy ourselves about the valuation of these assets by means of other auditing procedures. Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of revenue and other support, mission expenses and supporting services expenses, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audits of the financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Wellesley, Massachusetts
July 10, 2014

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE
SCHEDULES OF REVENUE AND OTHER SUPPORT - UNAUDITED
YEARS ENDED DECEMBER 31, 2013 AND 2012

	2013		
	Unrestricted	Temporarily Restricted	Total
Contributions:			
General	\$ 610,496	\$ -	\$ 610,496
Parish appeals	158,449	-	158,449
Friends (1)	666,996	-	666,996
Banquet - Chicago	29,465	-	29,465
Banquet - Boston	57,285	-	57,285
Participating Bishops (2)	31,810	-	31,810
Christmas Novena	5,307	-	5,307
Tithing	16,430	-	16,430
Easter Novena	2,097	-	2,097
Enrollments	915	-	915
Masses	-	20,674	20,674
	1,579,250	20,674	1,599,924
Bequests	182,378	-	182,378
Other	118,818	-	118,818
	1,880,446	20,674	1,901,120
Investment income:			
Interest and dividends	63,475	-	63,475
Realized and unrealized gains on investment transactions	309,164	-	309,164
	372,639	-	372,639
TOTAL REVENUE AND OTHER SUPPORT BEFORE NET ASSETS RELEASED FROM RESTRICTIONS	\$ 2,253,085	\$ 20,674	\$ 2,273,759

(1) These are supporters who receive the Society's monthly newsletter and return envelope and contribute by mail.

(2) These are dioceses that reimburse the Society for the cost of maintaining the priest(s) of their diocese in the missions. Normally they provide the Society \$10,000 per year, per priest.

2012

<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
\$ 72,024	\$ -	\$ 72,024
217,324	-	217,324
721,767	-	721,767
43,900	-	43,900
50,560	-	50,560
32,954	-	32,954
3,240	-	3,240
12,387	-	12,387
2,163	-	2,163
960	-	960
-	16,045	16,045
1,157,279	16,045	1,173,324
788,323	-	788,323
71,617	-	71,617
2,017,219	16,045	2,033,264
64,523	-	64,523
85,656	-	85,656
150,179	-	150,179
<u>\$ 2,167,398</u>	<u>\$ 16,045</u>	<u>\$ 2,183,443</u>

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE

SCHEDULES OF MISSION EXPENSES - UNAUDITED

YEARS ENDED DECEMBER 31, 2013 AND 2012

	Ecuador		Peru	
	2013	2012	2013	2012
Salaries	\$ 37,800	\$ 38,280	\$ 74,555	\$ 53,200
Budget	-	-	-	54,426
Center House	-	7,820	108,048	92,076
Medical	-	-	7,882	5,332
Travel	1,644	15,275	22,113	31,393
Telephone and cables	-	-	-	-
Vehicles, net of revenues derived from sale of vehicles	42,264	3,044	101	589
Housing, new and repairs	-	-	12,550	8,002
Household articles	-	-	637	1,664
Language school	-	-	-	-
Office	-	-	1,607	616
Insurance	5,670	-	10,967	12,195
Retreat	-	-	1,094	3,044
Miscellaneous	40,809	3,182	557	170
Meeting	9,283	39,894	340	3,506
Legal	-	533	-	-
Donations	-	-	20,000	-
Taxes	-	-	41	1,851
Service	-	-	3,013	1,400
Special projects	276,049	216,441	381,364	98,300
TOTALS	<u>\$ 413,519</u>	<u>\$ 324,469</u>	<u>\$ 644,869</u>	<u>\$ 367,764</u>

See Independent Auditors' Report on Supplementary Information

General		Totals	
2013	2012	2013	2012
\$ -	\$ -	\$ 112,355	\$ 91,480
-	-	-	54,426
-	-	108,048	99,896
-	-	7,882	5,332
-	-	23,757	46,668
1,449	629	1,449	629
-	-	42,365	3,633
-	41	12,550	8,043
-	-	637	1,664
-	2,287	-	2,287
-	-	1,607	616
-	-	16,637	12,195
-	-	1,094	3,044
-	-	41,366	3,352
-	-	9,623	43,400
-	-	-	533
-	-	20,000	-
-	-	41	1,851
-	-	3,013	1,400
-	-	657,413	314,741
<u>\$ 1,449</u>	<u>\$ 2,957</u>	<u>\$ 1,059,837</u>	<u>\$ 695,190</u>

THE MISSIONARY SOCIETY OF ST. JAMES THE APOSTLE
SCHEDULES OF SUPPORTING SERVICES EXPENSES - UNAUDITED
YEARS ENDED DECEMBER 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
MASSES	\$ 44,459	\$ 36,097
 PUBLIC RELATIONS		
Purchased services	\$ 32,615	\$ 36,597
Postage	<u>7,061</u>	<u>7,003</u>
TOTAL PUBLIC RELATIONS	<u>\$ 39,676</u>	<u>\$ 43,600</u>
 RECRUITING		
Advertising	<u>\$ 875</u>	<u>\$ 2,100</u>
 GENERAL AND ADMINISTRATION		
Salaries	\$ 205,862	\$ 189,192
Boston Center House	63,896	65,510
Insurance	58,227	53,651
Depreciation and amortization	32,512	30,156
Legal and audit	26,600	27,594
Travel	15,321	20,309
Payroll taxes	12,813	13,207
Purchased services	6,339	3,154
Supplies	1,334	1,904
Donations	100	-
Miscellaneous	<u>92,671</u>	<u>109,069</u>
TOTAL GENERAL AND ADMINISTRATION	<u>\$ 515,675</u>	<u>\$ 513,746</u>
 FUND RAISING		
Banquet - Boston	\$ 19,124	\$ 16,698
Banquet - Chicago	17,891	21,682
Preaching travel	11,643	2,590
Christmas Novena	<u>838</u>	<u>396</u>
TOTAL FUND RAISING	<u>\$ 49,496</u>	<u>\$ 41,366</u>

See Independent Auditors' Report on Supplementary Information