

Roman Catholic Diocese of Springfield-Cape Girardeau

Independent Auditor's Report and Consolidated Financial Statements

June 30, 2016 and 2015

Roman Catholic Diocese of Springfield-Cape Girardeau
June 30, 2016 and 2015

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Independent Auditor's Report

Most Reverend Edward M. Rice
Roman Catholic Diocese of
Springfield-Cape Girardeau
Springfield, Missouri

We have audited the accompanying consolidated financial statements of Roman Catholic Diocese of Springfield-Cape Girardeau, which comprise the consolidated statements of financial position as of June 30, 2016 and 2015, and the related consolidated 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 consolidated 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 consolidated 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 consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Most Reverend Edward M. Rice
Roman Catholic Diocese of
Springfield-Cape Girardeau
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Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Roman Catholic Diocese of Springfield-Cape Girardeau as of June 30, 2016 and 2015, 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.

Consolidating and Supplementary Information

Our audits were performed for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying consolidating information and the supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information has not been subjected to the auditing procedures applied in the audits of the consolidated financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

BKD, LLP

Springfield, Missouri
November 10, 2016

Roman Catholic Diocese of Springfield-Cape Girardeau
Consolidated Statement of Financial Position
June 30, 2016

	Current Funds	Endowment and Annuity Funds	Cemetery Trust Funds on Deposit	Foundation Fund
Assets				
Cash and cash equivalents	\$ 6,904,284	\$ 31,031	\$ 74,659	\$ 1,538,394
Contributions and accounts receivable, net of allowance and discount; \$700,196	1,117,965	-	-	-
Accrued interest receivable	169,224	7,453	13,632	128,587
Prepaid expenses and other assets	151,888	-	-	55,606
Loans receivable				
Parishes and other related entities	2,974,698	-	-	-
Other	-	-	-	250,000
Investments	15,279,376	734,525	1,305,164	24,128,162
Beneficial interest in funds held in trust	6,129,994	-	-	-
Equipment	567,224	-	-	-
Land and buildings	5,262,607	-	-	-
Leasehold improvements	-	-	-	-
Construction in progress	-	-	-	-
Accumulated depreciation	(1,726,949)	-	-	-
	<u>\$ 36,830,311</u>	<u>\$ 773,009</u>	<u>\$ 1,393,455</u>	<u>\$ 26,100,749</u>
Liabilities and Net Assets				
Liabilities				
Accounts payable and accrued expenses	\$ 891,633	\$ -	\$ -	\$ -
Accrued interest payable	778	-	15,544	-
Collections held for transmittal	-	-	-	-
Funds held for parishes, schools and missions	186,119	442,445	1,377,911	25,580,788
Deposits payable				
Parishes and missions	16,161,582	-	-	-
Notes payable	1,376,674	-	-	-
Annuities payable	-	112,589	-	-
Deferred revenue	-	-	-	-
	<u>18,616,786</u>	<u>555,034</u>	<u>1,393,455</u>	<u>25,580,788</u>
Net Assets				
Unrestricted				
Undesignated	7,230,224	-	-	-
Designated – vocations	1,946,154	-	-	-
Designated - Capital Campaign	-	-	-	-
Designated – other	1,862,932	89,547	-	269,961
Total unrestricted	<u>11,039,310</u>	<u>89,547</u>	<u>-</u>	<u>269,961</u>
Temporarily restricted	1,044,221	128,428	-	-
Permanently restricted	6,129,994	-	-	250,000
Total net assets	<u>18,213,525</u>	<u>217,975</u>	<u>-</u>	<u>519,961</u>
	<u>\$ 36,830,311</u>	<u>\$ 773,009</u>	<u>\$ 1,393,455</u>	<u>\$ 26,100,749</u>

See Notes to Consolidated Financial Statements

Capital Campaign Fund	Custodian Fund	Diocese Funds	Catholic Charities	Consolidating Entries	Consolidated Total
\$ 224,745	\$ (32,984)	\$ 8,740,129	\$ 339,828	\$ -	\$ 9,079,957
5,538,259	-	6,656,224	529,627	(5,501)	7,180,350
12,935	25,748	357,579	-	-	357,579
15,000	615,807	838,301	81,694	-	919,995
-	-	2,974,698	-	-	2,974,698
-	-	250,000	-	-	250,000
1,739,650	3,959,301	47,146,178	1,319,694	(772,340)	47,693,532
-	-	6,129,994	-	-	6,129,994
-	-	567,224	401,785	-	969,009
-	-	5,262,607	141,339	-	5,403,946
-	-	-	347,347	-	347,347
-	-	-	182,962	-	182,962
-	-	(1,726,949)	(474,545)	-	(2,201,494)
<u>\$ 7,530,589</u>	<u>\$ 4,567,872</u>	<u>\$ 77,195,985</u>	<u>\$ 2,869,731</u>	<u>\$ (777,841)</u>	<u>\$ 79,287,875</u>
\$ -	\$ -	\$ 891,633	\$ 366,793	\$ (5,501)	\$ 1,252,925
-	-	16,322	-	-	16,322
-	153,155	153,155	-	-	153,155
-	4,414,717	32,001,980	-	(772,340)	31,229,640
-	-	16,161,582	-	-	16,161,582
-	-	1,376,674	-	-	1,376,674
-	-	112,589	-	-	112,589
-	-	-	601,272	-	601,272
-	<u>4,567,872</u>	<u>50,713,935</u>	<u>968,065</u>	<u>(777,841)</u>	<u>50,904,159</u>
-	-	7,230,224	1,901,666	-	9,131,890
-	-	1,946,154	-	-	1,946,154
7,530,589	-	7,530,589	-	-	7,530,589
-	-	2,222,440	-	-	2,222,440
<u>7,530,589</u>	-	<u>18,929,407</u>	<u>1,901,666</u>	-	<u>20,831,073</u>
-	-	1,172,649	-	-	1,172,649
-	-	6,379,994	-	-	6,379,994
<u>7,530,589</u>	-	<u>26,482,050</u>	<u>1,901,666</u>	-	<u>28,383,716</u>
<u>\$ 7,530,589</u>	<u>\$ 4,567,872</u>	<u>\$ 77,195,985</u>	<u>\$ 2,869,731</u>	<u>\$ (777,841)</u>	<u>\$ 79,287,875</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Consolidated Statement of Financial Position
June 30, 2015

	Current Funds	Endowment and Annuity Funds	Cemetery Trust Funds on Deposit
Assets			
Cash and cash equivalents	\$ 4,003,784	\$ 10,527	\$ 41,153
Contributions and accounts receivable, net of allowance; \$76,000	1,134,760	-	-
Accrued interest receivable	184,760	7,039	10,974
Inventory	-	-	-
Prepaid expenses and other assets	142,498	-	-
Loans receivable			
Parishes and other related entities	5,766,484	-	-
Other	-	-	-
Investments	15,582,366	748,547	1,254,641
Beneficial interest in funds held in trust	6,413,548	-	-
Equipment	595,551	-	-
Land and buildings	4,959,797	-	-
Leasehold improvements	-	-	-
Construction in progress	-	-	-
Accumulated depreciation	(1,719,484)	-	-
	<u>\$ 37,064,064</u>	<u>\$ 766,113</u>	<u>\$ 1,306,768</u>
Total assets			
Liabilities and Net Assets			
Liabilities			
Accounts payable and accrued expenses	\$ 814,867	\$ -	\$ -
Accrued interest payable	3,275	-	15,614
Collections held for transmittal	-	-	-
Funds held for parishes, schools and missions	121,732	430,473	1,291,154
Deposits payable			
Parishes and missions	13,790,973	-	-
Line of credit	2,500,000	-	-
Notes payable	1,519,773	-	-
Annuities payable	-	116,033	-
Deferred revenue	-	-	-
	<u>18,750,620</u>	<u>546,506</u>	<u>1,306,768</u>
Total liabilities			
Net Assets			
Unrestricted			
Undesignated	6,832,856	-	-
Designated – vocations	2,052,599	-	-
Designated – other	1,877,101	91,414	-
Total unrestricted	<u>10,762,556</u>	<u>91,414</u>	<u>-</u>
Temporarily restricted	1,137,340	128,193	-
Permanently restricted	6,413,548	-	-
Total net assets	<u>18,313,444</u>	<u>219,607</u>	<u>-</u>
	<u>\$ 37,064,064</u>	<u>\$ 766,113</u>	<u>\$ 1,306,768</u>
Total liabilities and net assets			

See Notes to Consolidated Financial Statements

Foundation Fund	Custodian Fund	Diocese Funds	Catholic Charities	Consolidating Entries	Consolidated Total
\$ 900,016	\$ (59,994)	\$ 4,895,486	\$ 288,547	\$ -	\$ 5,184,033
70,978	-	1,205,738	500,909	(2,468)	1,704,179
116,192	23,267	342,232	-	-	342,232
-	-	-	15,629	-	15,629
56,617	603,750	802,865	52,672	-	855,537
-	-	5,766,484	-	-	5,766,484
225,000	-	225,000	-	-	225,000
23,981,175	3,847,235	45,413,964	1,265,392	(635,532)	46,043,824
-	-	6,413,548	-	-	6,413,548
-	-	595,551	328,180	-	923,731
-	-	4,959,797	124,345	-	5,084,142
-	-	-	347,347	-	347,347
-	-	-	13,450	-	13,450
-	-	(1,719,484)	(349,249)	-	(2,068,733)
<u>\$ 25,349,978</u>	<u>\$ 4,414,258</u>	<u>\$ 68,901,181</u>	<u>\$ 2,587,222</u>	<u>\$ (638,000)</u>	<u>\$ 70,850,403</u>
\$ -	\$ -	\$ 814,867	\$ 257,648	\$ (2,468)	\$ 1,070,047
-	-	18,889	-	-	18,889
-	155,361	155,361	-	-	155,361
24,849,467	4,258,897	30,951,723	-	(635,532)	30,316,191
-	-	13,790,973	-	-	13,790,973
-	-	2,500,000	-	-	2,500,000
-	-	1,519,773	-	-	1,519,773
-	-	116,033	-	-	116,033
-	-	-	400,601	-	400,601
<u>24,849,467</u>	<u>4,414,258</u>	<u>49,867,619</u>	<u>658,249</u>	<u>(638,000)</u>	<u>49,887,868</u>
-	-	6,832,856	1,654,104	-	8,486,960
-	-	2,052,599	-	-	2,052,599
250,511	-	2,219,026	-	-	2,219,026
<u>250,511</u>	<u>-</u>	<u>11,104,481</u>	<u>1,654,104</u>	<u>-</u>	<u>12,758,585</u>
-	-	1,265,533	274,869	-	1,540,402
250,000	-	6,663,548	-	-	6,663,548
<u>500,511</u>	<u>-</u>	<u>19,033,562</u>	<u>1,928,973</u>	<u>-</u>	<u>20,962,535</u>
<u>\$ 25,349,978</u>	<u>\$ 4,414,258</u>	<u>\$ 68,901,181</u>	<u>\$ 2,587,222</u>	<u>\$ (638,000)</u>	<u>\$ 70,850,403</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Consolidated Statement of Activities
Year Ended June 30, 2016

	Unrestricted	Unrestricted - Designated - Vocations	Unrestricted - Designated - Capital Campaign	Unrestricted - Designated - Other	Total Unrestricted
Operating Revenues, Gains and Other Support					
Contributions	\$ 2,186,615	\$ 392,320	\$ 8,250,602	\$ -	\$ 10,829,537
Diocesan assessments	108,910	-	-	-	108,910
Investment return	884,281	119,437	883	73,579	1,078,180
Other revenue	934,050	8,732	17	997	943,796
Net assets released from restrictions	892,497	-	-	-	892,497
	<u>5,006,353</u>	<u>520,489</u>	<u>8,251,502</u>	<u>74,576</u>	<u>13,852,920</u>
Operating Expenses and Losses					
Pastoral	27,129	-	-	-	27,129
Religious formation	344,886	711,484	-	-	1,056,370
Education	728,478	-	-	-	728,478
Ministry	1,293,554	-	-	40,304	1,333,858
Diocesan administration	1,533,683	-	408,000	1,876	1,943,559
Fundraising	-	-	308,745	-	308,745
Interest expense	176,329	-	-	-	176,329
Subsidies and contributions	242,150	-	-	112,583	354,733
Actuarial loss on annuity obligation	-	-	-	-	-
	<u>4,346,209</u>	<u>711,484</u>	<u>716,745</u>	<u>154,763</u>	<u>5,929,201</u>
Change in Net Assets From Operations	660,144	(190,995)	7,534,757	(80,187)	7,923,719
Nonoperating Items					
Net unrealized gains (losses) on investments	(262,776)	84,550	33,964	45,469	(98,793)
Loss on trusts held in perpetuity	-	-	-	-	-
Change in Net Assets	397,368	(106,445)	7,568,721	(34,718)	7,824,926
Net Assets, Beginning of Year	6,832,856	2,052,599	(38,132)	2,257,158	11,104,481
Net Assets, End of Year	<u>\$ 7,230,224</u>	<u>\$ 1,946,154</u>	<u>\$ 7,530,589</u>	<u>\$ 2,222,440</u>	<u>\$ 18,929,407</u>

See Notes to Consolidated Financial Statements

Temporarily Restricted	Permanently Restricted	Diocese Funds	Catholic Charities	Consolidating Entries	Consolidated Total
\$ 846,567	\$ -	\$ 11,676,104	\$ 4,933,179	\$ -	\$ 16,609,283
-	-	108,910	-	-	108,910
15,732	-	1,093,912	10,187	(6,808)	1,097,291
-	-	943,796	26,879	(56,953)	913,722
<u>(892,497)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(30,198)</u>	<u>-</u>	<u>13,822,722</u>	<u>4,970,245</u>	<u>(63,761)</u>	<u>18,729,206</u>
-	-	27,129	-	-	27,129
39,500	-	1,095,870	-	-	1,095,870
-	-	728,478	-	-	728,478
8,319	-	1,342,177	4,829,888	-	6,172,065
-	-	1,943,559	167,664	(56,953)	2,054,270
-	-	308,745	-	-	308,745
-	-	176,329	-	(6,808)	169,521
-	-	354,733	-	-	354,733
<u>14,867</u>	<u>-</u>	<u>14,867</u>	<u>-</u>	<u>-</u>	<u>14,867</u>
<u>62,686</u>	<u>-</u>	<u>5,991,887</u>	<u>4,997,552</u>	<u>(63,761)</u>	<u>10,925,678</u>
<u>(92,884)</u>	<u>-</u>	<u>7,830,835</u>	<u>(27,307)</u>	<u>-</u>	<u>7,803,528</u>
-	-	(98,793)	-	-	(98,793)
<u>-</u>	<u>(283,554)</u>	<u>(283,554)</u>	<u>-</u>	<u>-</u>	<u>(283,554)</u>
<u>(92,884)</u>	<u>(283,554)</u>	<u>7,448,488</u>	<u>(27,307)</u>	<u>-</u>	<u>7,421,181</u>
<u>1,265,533</u>	<u>6,663,548</u>	<u>19,033,562</u>	<u>1,928,973</u>	<u>-</u>	<u>20,962,535</u>
<u>\$ 1,172,649</u>	<u>\$ 6,379,994</u>	<u>\$ 26,482,050</u>	<u>\$ 1,901,666</u>	<u>\$ -</u>	<u>\$ 28,383,716</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Consolidated Statement of Activities
Year Ended June 30, 2015

	<u>Unrestricted</u>	<u>Unrestricted - Designated - Vocations</u>	<u>Unrestricted - Designated - Other</u>	<u>Total Unrestricted</u>
Operating Revenues, Gains and Other Support				
Contributions	\$ 1,968,740	\$ 398,566	\$ 42,300	\$ 2,409,606
Diocesan assessments	111,821	-	-	111,821
Investment return	1,300,276	140,301	96,774	1,537,351
Other revenue	837,739	6,944	164,985	1,009,668
Net assets released from restrictions	865,685	-	-	865,685
	<u>5,084,261</u>	<u>545,811</u>	<u>304,059</u>	<u>5,934,131</u>
Operating Expenses and Losses				
Pastoral	47,154	-	-	47,154
Religious formation	388,836	799,279	-	1,188,115
Education	675,465	-	-	675,465
Ministry	1,173,243	-	43,144	1,216,387
Diocesan administration	1,577,383	-	90,110	1,667,493
Interest expense	196,435	-	-	196,435
Subsidies and contributions	161,643	-	61,634	223,277
Actuarial loss on annuity obligation	-	-	-	-
	<u>4,220,159</u>	<u>799,279</u>	<u>194,888</u>	<u>5,214,326</u>
Change in Net Assets From Operations	864,102	(253,468)	109,171	719,805
Nonoperating Items				
Net unrealized losses on investments	(808,478)	(108,373)	(115,113)	(1,031,964)
Loss on trusts held in perpetuity	-	-	-	-
Change in Net Assets	55,624	(361,841)	(5,942)	(312,159)
Net Assets, Beginning of Year	<u>6,777,232</u>	<u>2,414,440</u>	<u>2,224,968</u>	<u>11,416,640</u>
Net Assets, End of Year	<u>\$ 6,832,856</u>	<u>\$ 2,052,599</u>	<u>\$ 2,219,026</u>	<u>\$ 11,104,481</u>

See Notes to Consolidated Financial Statements

Temporarily Restricted	Permanently Restricted	Diocese Funds	Catholic Charities	Consolidating Entries	Consolidated Total
\$ 887,997	\$ -	\$ 3,297,603	\$ 3,778,807	\$ -	\$ 7,076,410
-	-	111,821	-	-	111,821
18,347	-	1,555,698	8,642	(5,369)	1,558,971
42,261	-	1,051,929	21,332	(58,400)	1,014,861
<u>(865,685)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>82,920</u>	<u>-</u>	<u>6,017,051</u>	<u>3,808,781</u>	<u>(63,769)</u>	<u>9,762,063</u>
-	-	47,154	-	-	47,154
81,660	-	1,269,775	-	-	1,269,775
-	-	675,465	-	-	675,465
26,038	-	1,242,425	4,073,968	-	5,316,393
-	-	1,667,493	200,601	(58,400)	1,809,694
-	-	196,435	-	(5,369)	191,066
-	-	223,277	-	-	223,277
<u>15,671</u>	<u>-</u>	<u>15,671</u>	<u>-</u>	<u>-</u>	<u>15,671</u>
<u>123,369</u>	<u>-</u>	<u>5,337,695</u>	<u>4,274,569</u>	<u>(63,769)</u>	<u>9,548,495</u>
(40,449)	-	679,356	(465,788)	-	213,568
-	-	(1,031,964)	-	-	(1,031,964)
<u>-</u>	<u>(188,850)</u>	<u>(188,850)</u>	<u>-</u>	<u>-</u>	<u>(188,850)</u>
(40,449)	(188,850)	(541,458)	(465,788)	-	(1,007,246)
<u>1,305,982</u>	<u>6,852,398</u>	<u>19,575,020</u>	<u>2,394,761</u>	<u>-</u>	<u>21,969,781</u>
<u>\$ 1,265,533</u>	<u>\$ 6,663,548</u>	<u>\$ 19,033,562</u>	<u>\$ 1,928,973</u>	<u>\$ -</u>	<u>\$ 20,962,535</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Consolidated Statements of Cash Flows
Years Ended June 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Operating Activities		
Change in net assets	\$ 7,421,181	\$ (1,007,246)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	232,730	360,587
Net realized and unrealized (gain) loss on investments	(136,294)	676,037
Loss on trusts held in perpetuity	283,554	188,850
(Gain) loss on sale of property	22,011	(34,387)
Noncash contributions	(82,326)	(85,500)
Changes in		
Contributions and accounts receivable	(5,476,171)	(408,683)
Accrued interest receivable	(15,347)	(5,550)
Inventories	15,629	(1,461)
Prepaid expenses and other assets	(64,458)	(69,847)
Accounts payable and accrued expenses	180,311	258,330
Annuities payable	(3,444)	17,879
Collections held for transmittal	(2,206)	(295,215)
Deferred revenue	200,671	381,373
Net cash provided by (used in) operating activities	<u>2,575,841</u>	<u>(24,833)</u>
Investing Activities		
Purchase of property and equipment	(574,248)	(247,930)
Advances on notes receivable	(33,000)	(1,761,205)
Payments received on notes receivable	2,799,786	4,464,897
Investment activity, net	<u>(983,478)</u>	<u>(599,287)</u>
Net cash provided by investing activities	<u>1,209,060</u>	<u>1,856,475</u>
Financing Activities		
Borrowings under line-of-credit agreement	-	1,000,000
Repayments under line-of-credit agreement	(2,500,000)	(1,500,000)
Advances on trust funds payable	3,778,073	3,492,350
Payments on trust funds payable	(1,407,464)	(3,876,310)
Increase in funds held for others	383,513	1,502,404
Proceeds on the sale of property and equipment	-	44,919
Additional borrowings on long-term debt	555,112	-
Payments on long-term debt	<u>(698,211)</u>	<u>(149,819)</u>
Net cash provided by financing activities	<u>111,023</u>	<u>513,544</u>
Increase in Cash and Cash Equivalents	3,895,924	2,345,186
Cash and Cash Equivalents, Beginning of Year	<u>5,184,033</u>	<u>2,838,847</u>
Cash and Cash Equivalents, End of Year	<u>\$ 9,079,957</u>	<u>\$ 5,184,033</u>
Supplemental Cash Flows Information		
Interest paid	\$ 219,711	\$ 286,248
Equipment purchases in accounts payable	\$ 9,639	\$ 12,553

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Consolidated Financial Statements
June 30, 2016

Note 1: Nature of Operations and Summary of Significant Accounting Policies

Nature of Operations

The Diocese of Springfield-Cape Girardeau seeks to serve the needs of the local parishes throughout southern Missouri. The various ministries of the Diocese provide human and material resources that encourage spiritual, educational and charitable work in the Church and in the world.

Basis of Presentation and Principles of Consolidation

The accompanying financial statements include all administration and program offices and departments of the Diocese which are under the direct operational control, supervision or stewardship of the Bishop of Springfield-Cape Girardeau.

The accompanying financial statements exclude the accounts of the activities within the Diocese associated with such things as parishes, schools, cemeteries, homes, hospitals, etc. These activities may or may not be performed by an entity separately incorporated under civil law; however, under canon law, stewardship requirements and guidelines, etc., each is an operating entity distinct from Diocesan administrative offices, with separate Boards of Directors or governing bodies, maintaining separate accounts and carrying on their own services and programs.

The financial statements have been prepared on the accrual basis and in accordance with practices adopted by the United States Conference of Catholic Bishops.

The accompanying consolidated financial statements include the accounts of the Roman Catholic Diocese of Springfield-Cape Girardeau and Catholic Charities of Southern Missouri, Inc. All significant interorganization balances and transactions have been eliminated in consolidation.

Resource Accounting Policies

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the Diocese, the accounts are maintained internally on the accrual basis in accordance with the principles of "fund accounting." Accordingly, resources are classified for accounting purposes into funds established according to their nature and purpose. For reporting purposes, the net assets of these funds have been further classified into categories based on donor stipulated restrictions.

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, expenses, gains, losses and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Cash Equivalents

The Diocese considers all liquid investments with original maturities of three months or less to be cash equivalents. At June 30, 2016 and 2015, cash equivalents consisted primarily of brokerage cash accounts and a repurchase agreement with a financial institution, which is collateralized by U.S. government agency securities.

Loans Receivable

Loans receivable are stated at their outstanding principal amount, net of an allowance for uncollectible loans. At June 30, 2016 and 2015, the allowance was \$0. The Diocese may provide an allowance for uncollectible loans, which is based upon a review of outstanding receivables, historical collection information and existing economic conditions. Outstanding loans accrue interest based on the terms of the respective agreements. A loan receivable is considered delinquent when the parish's ability to pay is diminished. At that time, the loan is placed on nonaccrual status and interest accrual ceases and does not resume until the loan is no longer classified as delinquent. Delinquent loans are written off based on individual credit evaluation and specific circumstances.

Investments and Investment Return

Investments in equity securities having a readily determinable fair value and in all debt securities are carried at fair value. All other investments are carried at the lower of cost (or fair value at time of donation, if acquired by contribution) or fair value. Investment return includes dividend, interest and other investment income; realized and unrealized gains and losses on investments carried at fair value; and realized gains and losses on other investments. Investment return that is initially restricted by donor stipulation and for which the restriction will be satisfied in the same year is included in unrestricted net assets. Other investment return is reflected in the statements of activities as unrestricted, temporarily restricted or permanently restricted based upon the existence and nature of any donor or legally imposed restrictions.

Property and Equipment

Equipment, land and buildings are stated at cost or, if acquired by gift, the estimated fair value at the date of the gift.

Equipment and buildings are depreciated over the estimated useful life of each asset. Annual depreciation is primarily computed using the straight-line method.

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Funds Held for Parishes, Schools and Missions and Deposits Payable

Funds held for parishes, schools and missions and deposits payable (also known as trust funds on deposit) represent funds held and invested by the Diocese for the benefit of others. Investment earnings are either paid to the depositors or reinvested and added to the liability. Investment losses are subtracted from the liability. Trust funds on deposit are payable on demand while cemetery, endowment and foundation fund liabilities are invested in perpetuity.

Annuities Payable

Annuity obligations are valued at the actuarial present value of the expected payments based upon the life expectancy of the annuitants and grantors. The Diocese received \$0 in contributions from these instruments for 2016 and 2015.

Temporarily and Permanently Restricted Net Assets

Temporarily restricted net assets are those whose use by the Diocese has been limited by donors to a specific time period or purpose. Permanently restricted net assets have been restricted by donors to be maintained by the Diocese in perpetuity.

Contributions

Gifts of cash and other assets received without donor stipulations are reported as unrestricted revenue and net assets. Gifts received with a donor stipulation that limits their use are reported as temporarily or permanently restricted revenue and net assets. When a donor stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Gifts having donor stipulations which are satisfied in the period the gift is received are reported as unrestricted revenue and net assets.

Gifts of land, buildings, equipment and other long-lived assets are reported as unrestricted revenue and net assets unless explicit donor stipulations specify how such assets must be used, in which case the gifts are reported as temporarily or permanently restricted revenue and net assets. Absent explicit donor stipulations for the time long-lived assets must be held, expirations of restrictions resulting in reclassification of temporarily restricted net assets as unrestricted net assets are reported when the long-lived assets are placed in service.

Unconditional gifts expected to be collected within one year are reported at their net realizable value. Unconditional gifts expected to be collected in future years are reported at the present value of estimated future cash flows. The resulting discount is amortized using the level-yield method and is reported as contribution revenue.

The Diocese recognizes transfers of nonfinancial assets received with a corresponding liability in circumstances where the Organization does not have variance power and is not financially interrelated with the specified beneficiary.

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Income Tax Status

The Diocese is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC). However, the Diocese is subject to federal income tax on any unrelated business taxable income as defined in the IRC.

The Diocese files tax returns in the U.S. federal jurisdiction. With a few exceptions, the Diocese is no longer subject to U.S. federal examinations by tax authorities for years before 2013.

Allocation of Catholic Center Overhead

The Diocese is located in The Catholic Center and allocates to various departments their portion of the overhead costs of operating The Catholic Center. The allocations amounted to \$77,000 in both 2016 and 2015 and are included in the departments' rent expenses and as a reduction of the Diocese's administration expenses.

Functional Allocation of Expenses

The costs of supporting the various programs and other activities have been summarized on a functional basis in the statements of activities. Certain costs have been allocated among the program and support services categories based on various methods.

Subsequent Events

Subsequent events have been evaluated through the date of the Independent Auditor's Report, which is the date the financial statements were available to be issued.

Note 2: Contributions Receivable

Contributions receivable consist of the following unconditional promises to give:

	2016	2015
DDF – due in less than one year	\$ 846,567	\$ 887,997
Capital Campaign – Due in one to five years	6,162,455	-
Less discount on capital campaign pledges	216,196	-
Less allowance for doubtful pledges	484,000	76,000
	\$ 6,308,826	\$ 811,997

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Diocesan Development Fund (DDF) pledges are solicited annually on the first Sunday in May and are collected over the following year. For the years ended June 30, 2016 and 2015, total Diocesan Development Fund pledges amounted to \$2,195,374 and \$2,155,877, respectively. The pledges not collected at the end of the pledge year are written off against the allowance for doubtful pledges. The Capital Campaign Fund began in 2015 and will conclude in spring of 2017. There is a five-year collection process where donors have five years to pay on their pledge. For the years ended June 30, 2016 and 2015, total Capital Campaign Fund pledges amounted to \$8,250,602 and \$0, respectively. The pledges not collected at the end of the five-year payment period, will be written off against the allowance for doubtful pledges. The discount rate used was 2.22% for 2016. During 2015, there were no contributions receivable due greater than one year.

Note 3: Loans Receivable

Loans receivable from parishes and other related entities are payable in monthly installments with interest adjusted at January 1 and July 1. Interest rates were at the prime rate, which was 3.50% and 3.25% at June 30, 2016 and 2015, respectively. Interest income earned was \$159,542 and \$254,120 as of June 30, 2016 and 2015, respectively. Installments due within 12 months total approximately \$1,542,157 and \$1,781,356 at June 30, 2016 and 2015, respectively. As of June 30, 2016, no loans are considered delinquent and, therefore, no loans are on nonaccrual status.

The loans receivable primarily represent loans made by the Diocese to parishes and are generally secured by mortgages on the properties. Loans receivable consist of:

	2016	2015
Real estate – parishes	\$ 2,974,698	\$ 5,766,474
Other	250,000	225,000
Total loans	3,224,698	5,991,474
Less allowance for losses on loans	-	-
	\$ 3,224,698	\$ 5,991,474

There was no activity in the allowance for loan losses for the years ended June 30, 2016 and 2015.

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Note 4: Investments and Investment Return

At June 30, 2016 and 2015, the Diocese held the following investments:

	2016							Total
	Current Funds	Endowment and Annuity Funds	Cemetery Trust Funds on Deposit	Foundation Fund	Capital Campaign Fund	Custodian Fund	Catholic Charities	
Corporate stocks	\$ 717	\$ 34,144	\$ -	\$ 1,062,905	\$ -	\$ 2,944	\$ -	\$ 1,100,710
Certificates of deposit	-	-	-	34,107	-	-	547,354	581,461
Corporate bonds	12,961,573	480,707	1,198,462	11,915,929	966,687	2,383,995	-	29,907,353
Mutual funds	1,855,701	205,559	102,013	10,794,303	769,143	1,402,303	-	15,129,022
Government issue and similar bonds	8,603	14,115	4,689	320,918	3,820	170,059	-	522,204
Real estate	452,782	-	-	-	-	-	-	452,782
	<u>\$ 15,279,376</u>	<u>\$ 734,525</u>	<u>\$ 1,305,164</u>	<u>\$ 24,128,162</u>	<u>\$ 1,739,650</u>	<u>\$ 3,959,301</u>	<u>\$ 547,354</u>	<u>\$ 47,693,532</u>

	2015							Total
	Current Funds	Endowment and Annuity Funds	Cemetery Trust Funds on Deposit	Foundation Fund	Capital Campaign Fund	Custodian Fund	Catholic Charities	
Corporate stocks	\$ 687	\$ 29,470	\$ -	\$ 1,019,324	\$ -	\$ 16,790	\$ -	\$ 1,066,271
Certificates of deposit	-	-	-	34,750	-	-	544,360	579,110
Corporate bonds	12,427,815	395,591	975,511	9,213,336	-	1,840,404	-	24,852,657
Mutual funds	2,689,248	309,862	272,716	13,397,001	-	1,826,354	-	18,495,181
Government issue and similar bonds	11,834	13,624	6,414	316,764	-	163,687	-	512,323
Real estate	452,782	-	-	-	-	-	85,500	538,282
	<u>\$ 15,582,366</u>	<u>\$ 748,547</u>	<u>\$ 1,254,641</u>	<u>\$ 23,981,175</u>	<u>\$ -</u>	<u>\$ 3,847,235</u>	<u>\$ 629,860</u>	<u>\$ 46,043,824</u>

Investments of \$250,000 at June 30, 2016 and 2015, are held for long-term investments in perpetuity and \$106,557 and \$97,268 are held to support split-interest annuity agreements at June 30, 2016 and 2015, respectively.

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Investment return of Diocese funds during 2016 and 2015 consisted of the following:

	2016							
	Unrestricted	Unrestricted - Designated - Vocations	Unrestricted - Designated - Capital Campaign	Unrestricted - Designated - Other	Total Unrestricted	Temporarily Restricted	Permanently Restricted	Catholic Charities
Investment income	\$ 883,184	\$ 134,428	\$ 9,158	\$ 88,911	\$ 1,115,681	\$ 15,732	\$ -	\$ 10,187
Net realized gain (loss)	1,097	(14,991)	(8,275)	(15,332)	(37,501)	-	-	-
Total operating investment return	884,281	119,437	883	73,579	1,078,180	15,732	-	10,187
Net unrealized gain (loss) - nonoperating	(262,776)	84,550	33,964	45,469	(98,793)	-	-	-
Total investment return	<u>\$ 621,505</u>	<u>\$ 203,987</u>	<u>\$ 34,847</u>	<u>\$ 119,048</u>	<u>\$ 979,387</u>	<u>\$ 15,732</u>	<u>\$ -</u>	<u>\$ 10,187</u>
	2015							
	Unrestricted	Unrestricted - Designated - Vocations	Unrestricted - Designated - Capital Campaign	Unrestricted - Designated - Other	Total Unrestricted	Temporarily Restricted	Permanently Restricted	Catholic Charities
Investment income	\$ 969,499	\$ 127,584	\$ -	\$ 84,341	\$ 1,181,424	\$ 18,347	\$ -	\$ 8,642
Net realized gain	330,777	12,717	-	12,433	355,927	-	-	-
Total operating investment return	1,300,276	140,301	-	96,774	1,537,351	18,347	-	8,642
Net unrealized loss - nonoperating	(808,478)	(108,373)	-	(115,113)	(1,031,964)	-	-	-
Total investment return	<u>\$ 491,798</u>	<u>\$ 31,928</u>	<u>\$ -</u>	<u>\$ (18,339)</u>	<u>\$ 505,387</u>	<u>\$ 18,347</u>	<u>\$ -</u>	<u>\$ 8,642</u>

Note 5: Beneficial Interest in Trusts Held by Others

The Diocese is the beneficiary of various trusts held by third parties. Under the terms of these trusts, the Diocese has the irrevocable right to receive a percentage of the income earned on the trust assets in perpetuity. The Diocese has recorded its interest in these trusts, based on the fair value of assets held in trust, which approximates the present value of income to be received from trust assets. During the years ended June 30, 2016 and 2015, distributions of \$307,724 and \$310,554, respectively, were received from these trusts. Losses on assets held in trust in perpetuity of \$(283,552) and \$(188,850) were recognized in 2016 and 2015, respectively.

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Note 6: Deposits Payable

Deposits from parishes, missions, Catholic Charities of Southern Missouri and Priests' Mutual Benefit Society represent funds received and held in trust. These funds are payable on demand and bear interest at variable rates.

Interest expense for the years ended June 30, 2016 and 2015, on deposits payable totaled \$110,334 and \$99,010, respectively.

Note 7: Long-Term Debt

	2016	2015
Note payable, bank (A)	\$ 555,112	\$ 648,419
Note payable, Sisters of St. Joseph (B)	821,562	871,354
	\$ 1,376,674	\$ 1,519,773

(A) Due June 2016; with monthly payments of \$9,627, including variable interest at LIBOR plus 1.75% (2.22% at June 30, 2016 and 1.94% at June 30, 2015); secured by certain property. Note was refinanced in June 2016, with monthly payments at \$9,627, including variable interest at LIBOR plus 1.75% and due June 2021.

(B) Due January 2033; with monthly payments of \$4,149, bearing no interest, secured by certain property.

Annual maturities at June 30, 2016, are:

2017	\$ 152,927
2018	155,469
2019	158,074
2020	160,743
2021	173,561
Thereafter	575,900
	\$ 1,376,674

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

The Diocese also has an open-ended, variable interest rate (2.22% and 1.94% at June 30, 2016 and 2015, respectively), line of credit with Bank of America, N.A. with the available credit adjusted periodically based on the value of the securities pledged as collateral for the credit facility (\$11,584,178 and \$11,464,449 at June 30, 2016 and 2015, respectively). As of June 30, 2016 and 2015, \$0 and \$2,500,000, respectively, was outstanding against this line.

Note 8: Temporarily Restricted Net Assets

Temporarily restricted net assets at June 30, 2016 and 2015, are available for the following purposes or periods:

	<u>2016</u>	<u>2015</u>
Unrestricted DDF pledges for periods after year end	\$ 846,567	\$ 887,997
Gift annuity agreements	128,428	128,193
Other	197,654	249,343
Catholic Charities	-	274,869
	<u>\$ 1,172,649</u>	<u>\$ 1,540,402</u>

Note 9: Permanently Restricted Net Assets

Permanently restricted net assets at June 30, 2016 and 2015, are restricted to investment in perpetuity, the income from which is expendable to support:

	<u>2016</u>	<u>2015</u>
Vocations activities	\$ 600,722	\$ 629,383
Any activities of the Diocese	5,779,272	6,034,165
	<u>\$ 6,379,994</u>	<u>\$ 6,663,548</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Note 10: Multiemployer Pension Plan

The Diocese has a noncontributory retirement plan covering all full-time lay personnel. The expense for the plan was \$76,269 and \$74,010 for the years ended June 30, 2016 and 2015, respectively. The retirement plan is part of a multiemployer plan, administered by the Christian Brothers Retirement Allowance Committee. The unfunded portion, if any, of vested employee benefits is not determinable at the Diocese level. The Diocese makes annual plan contributions equal to the retirement expense accrued. The risks of participating in a multiemployer plan is different from single-employer plans in the following aspects:

1. Assets contributed to the multiemployer plan by one employer may be used to provide benefits to employees of other participating employers.
2. If a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers.
3. If the Organization chooses to stop participating in the multiemployer plan, the Organization may be required to pay the plan an amount based on the underfunded status of the plan, referred to as a withdrawal liability.

Note 11: Disclosures About Fair Value of Assets and Liabilities

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurements must maximize the use of observable inputs and minimize the use of unobservable inputs. There is a hierarchy of three levels of inputs that may be used to measure fair value:

- | | |
|----------------|--|
| Level 1 | Quoted prices in active markets for identical assets or liabilities. |
| Level 2 | Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities. |
| Level 3 | Unobservable inputs supported by little or no market activity and are significant to the fair value of the assets or liabilities. |

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Recurring Measurements

The following tables present the fair value measurements of assets recognized in the accompanying statements of financial position measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at June 30, 2016 and 2015:

	2016			
	Fair Value Measurements Using			
Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Cash equivalents	\$ 1,841,093	\$ 1,841,093	\$ -	\$ -
Corporate stocks	1,100,710	1,100,710	-	-
Corporate bonds	29,907,353	-	29,907,353	-
Mutual funds				
U.S. equity funds	8,960,646	8,960,646	-	-
Non-U.S. equity funds	2,172,737	2,172,737	-	-
U.S. fixed income funds	1,073,240	1,073,240	-	-
Non-U.S. fixed income funds	88,345	88,345	-	-
Other	2,834,054	2,834,054	-	-
Government issue and similar bonds	522,204	-	522,204	-
Assets held in trust by others	6,129,994	-	6,129,994	-

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

	2015 Fair Value Measurements Using			
	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash equivalents	\$ 930,290	\$ 930,290	\$ -	\$ -
Corporate stocks	1,066,271	1,066,271	-	-
Corporate bonds	24,852,657	-	24,852,657	-
Mutual funds				
U.S. equity funds	9,723,305	9,723,305	-	-
Non-U.S. equity funds	1,904,449	1,904,449	-	-
U.S. fixed income funds	3,647,694	3,647,694	-	-
Non-U.S. fixed income funds	1,112,690	1,112,690	-	-
Other	2,107,043	2,107,043	-	-
Government issue and similar bonds	512,323	-	512,323	-
Assets held in trust by others	6,413,548	-	6,413,548	-

Following is a description of the valuation methodologies used for assets measured at fair value on a recurring basis and recognized in the accompanying statements of financial position, as well as the general classification of such assets pursuant to the valuation hierarchy. There have been no significant changes in the valuation techniques during the year ended June 30, 2016.

Investments

Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. If quoted market prices are not available, then fair values are estimated by using quoted prices of securities with similar characteristics or independent asset pricing services and pricing models, the inputs of which are market-based or independently sourced market parameters, including, but not limited to, yield curves, interest rates, volatilities, prepayments, defaults, cumulative loss projections and cash flows. Such securities are classified in Level 2 of the valuation hierarchy. In certain cases where Level 1 or Level 2 inputs are not available, securities are classified within Level 3 of the hierarchy. There are no Level 3 investments.

Beneficial Interest in Funds Held in Trust

Fair value is estimated at the present value of the future distributions expected to be received over the term of the agreement. Due to the nature of the valuation inputs, the interest is classified within Level 2 of the hierarchy.

Roman Catholic Diocese of Springfield-Cape Girardeau
Notes to Financial Statements
June 30, 2016

Note 12: Significant Estimates and Concentrations

Accounting principles generally accepted in the United States of America require disclosure of certain significant estimates and current vulnerabilities due to certain concentrations. Those matters include the following:

Investments in Marketable Securities

The Diocese invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the accompanying statements of financial position. This risk is controlled through a diversified portfolio and regular monitoring procedures.

Revenues From Pledge Drive

The Diocese holds the Diocesan Development Fund drive annually to raise funds for the Diocesan programs and activities. Contributions from this pledge drive were approximately 22% and 76% of total contribution revenue during 2016 and 2015.

The Diocese is in the process of the Capital Campaign Fund drive to raise funds for three specific Diocesan endowments. Contributions from this pledge drive were approximately 70% and 0% of total contribution revenue during 2016 and 2015, respectively.

Related Party Receivables

At June 30, 2016, the Diocese has three outstanding loans receivable from parishes that comprised approximately 58% of total loans receivable.

Supplementary Information

Roman Catholic Diocese of Springfield-Cape Girardeau
Contributions and Accounts Receivable
June 30, 2016 and 2015

	2016	2015
DDF contributions receivable	\$ 846,567	\$ 887,997
Capital campaign contributions receivable	6,162,455	-
	7,009,022	887,997
Accounts receivable		
Insurance premiums	225,655	219,743
Subscriptions receivable	14,701	7,653
Miscellaneous receivable	101,541	163,877
Catholic Charities receivables	529,627	500,909
	871,524	892,182
	7,880,546	1,780,179
Less allowance for doubtful contributions	484,000	76,000
Less discount on future pledges	216,196	-
	\$ 7,180,350	\$ 1,704,179

Allowance for Doubtful Contributions and Discount on Future Pledges
Years Ended June 30, 2016 and 2015

	2016	2015
Balance, beginning of year	\$ 76,000	\$ 76,000
Provision for doubtful accounts	463,582	47,825
Accounts charged off during the year	(55,582)	(47,825)
Discount on future pledges	216,196	-
Balance, end of year	\$ 700,196	\$ 76,000

Roman Catholic Diocese of Springfield-Cape Girardeau
Revenues, Gains and Other Support – Diocese Funds
Year Ended June 30, 2016

	Unrestricted - Designated - Unrestricted	Unrestricted - Designated - Capital Campaign	Unrestricted - Designated - Other	Temporarily Restricted	Permanently Restricted	Total
Contributions						
Catholic Home						
Missions Appeal	\$ 85,200	\$ -	\$ -	\$ -	\$ -	\$ 85,200
Dorsey B. Heer Trust	279,401	-	-	-	-	279,401
DDF annual appeal	1,788,213	-	-	846,567	-	2,634,780
Collections for vocations	-	308,477	-	-	-	308,477
Capital Campaign	-	-	8,250,602	-	-	8,250,602
Other	33,801	83,843	-	-	-	117,644
	<u>2,186,615</u>	<u>392,320</u>	<u>8,250,602</u>	<u>846,567</u>	<u>-</u>	<u>11,676,104</u>
Diocesan Assessments	<u>108,910</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>108,910</u>
Investment Return						
Investment income	883,184	134,428	9,158	88,911	15,732	1,131,413
Net realized gains (losses) on investments reported at fair value and on other investments	1,097	(14,991)	(8,275)	(15,332)	-	(37,501)
	<u>884,281</u>	<u>119,437</u>	<u>883</u>	<u>73,579</u>	<u>15,732</u>	<u>1,093,912</u>
Other Revenue						
Insurance commissions	53,407	-	-	-	-	53,407
Miscellaneous	83,801	8,732	17	-	-	92,550
Priests' Institute	17,850	-	-	-	-	17,850
Priests' Retreat	9,300	-	-	-	-	9,300
Insurance premiums – CUP II	94,360	-	-	-	-	94,360
Rent	57,854	-	-	-	-	57,854
Auxiliary Offices						
Communications, Media & Publications	277,415	-	-	-	-	277,415
Evangelization and Catechesis	27,937	-	-	-	-	27,937
Social Ministry Superintendent	14,971	-	-	-	-	14,971
of Schools	47,740	-	-	-	-	47,740
Hispanic Ministry	28,106	-	-	-	-	28,106
Chaplain Ministry	17,293	-	-	-	-	17,293
Family Life Office	4,650	-	-	997	-	5,647
Marriage Tribunal	14,910	-	-	-	-	14,910
Diocesan Youth	184,456	-	-	-	-	184,456
	<u>934,050</u>	<u>8,732</u>	<u>17</u>	<u>997</u>	<u>-</u>	<u>943,796</u>
	<u>\$ 4,113,856</u>	<u>\$ 520,489</u>	<u>\$ 8,251,502</u>	<u>\$ 74,576</u>	<u>\$ 862,299</u>	<u>\$ 13,822,722</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Revenues, Gains and Other Support – Diocese Funds
Year Ended June 30, 2015

	Unrestricted	Unrestricted - Designated - Vocations	Unrestricted - Designated - Other	Temporarily Restricted	Permanently Restricted	Total
Contributions						
Catholic Home						
Missions Appeal	\$ 80,100	\$ -	\$ -	\$ -	\$ -	\$ 80,100
Dorsey B. Heer Trust	268,308	-	-	-	-	268,308
DDF annual appeal	1,604,405	-	-	887,997	-	2,492,402
Collections for vocations	-	282,500	-	-	-	282,500
Other	15,927	116,066	42,300	-	-	174,293
	<u>1,968,740</u>	<u>398,566</u>	<u>42,300</u>	<u>887,997</u>	<u>-</u>	<u>3,297,603</u>
Diocesan Assessments	<u>111,821</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,821</u>
Investment Return						
Investment income	969,499	127,584	84,341	18,347	-	1,199,771
Net realized gains (losses) on investments reported at fair value and on other investments	330,777	12,717	12,433	-	-	355,927
	<u>1,300,276</u>	<u>140,301</u>	<u>96,774</u>	<u>18,347</u>	<u>-</u>	<u>1,555,698</u>
Other Revenue						
Insurance commissions	55,782	-	-	-	-	55,782
Miscellaneous	54,878	6,944	-	-	-	61,822
Priests' Institute	11,850	-	-	-	-	11,850
Priests' Retreat	8,455	-	-	-	-	8,455
St Vincent cabin donations	-	-	-	42,261	-	42,261
Insurance premiums – CUP II	88,569	-	-	-	-	88,569
Rent	57,700	-	-	-	-	57,700
Auxiliary Offices						
Communications, Media & Publications	276,307	-	-	-	-	276,307
Evangelization and Catechesis	25,127	-	-	-	-	25,127
Social Ministry	18,305	-	-	-	-	18,305
Superintendent of Schools	48,348	-	-	-	-	48,348
Hispanic Ministry	43,575	-	-	-	-	43,575
Chaplain Ministry	25,670	-	-	-	-	25,670
Family Life Office	4,195	-	47,685	-	-	51,880
Marriage Tribunal	21,810	-	-	-	-	21,810
Lay Leadership	-	-	91,000	-	-	91,000
Diocesan Youth	97,168	-	26,300	-	-	123,468
	<u>837,739</u>	<u>6,944</u>	<u>164,985</u>	<u>42,261</u>	<u>-</u>	<u>1,051,929</u>
	<u>\$ 4,218,576</u>	<u>\$ 545,811</u>	<u>\$ 304,059</u>	<u>\$ 948,605</u>	<u>\$ -</u>	<u>\$ 6,017,051</u>

Roman Catholic Diocese of Springfield-Cape Girardeau

Expenses by Object Years Ended June 30, 2016 and 2015

Pastoral

	2016	2015
DCCW	\$ 21,401	\$ 30,361
Diocesan Leadership Groups	5,728	16,793
	\$ 27,129	\$ 47,154

Religious Formation – Undesignated

Priests' Institute	\$ 49,723	\$ 44,864
Priests' Retreat	26,328	24,095
Clergy other	268,835	319,877
	\$ 344,886	\$ 388,836

Religious Formation – Designated

Seminary	\$ 472,852	\$ 501,788
Continuing education of priests	2,697	1,125
Vocation	235,935	296,366
	\$ 711,484	\$ 799,279

Religious Formation – Temporarily Restricted

McAuliffe stipend distributions	\$ 39,500	\$ 81,660
	\$ 39,500	\$ 81,660

Roman Catholic Diocese of Springfield-Cape Girardeau

Expenses by Object Years Ended June 30, 2016 and 2015

Education

	2016	2015
Communications, Media & Publications	\$ 359,916	\$ 343,021
Evangelization and Catechisis	189,067	152,488
Superintendent of Schools	179,495	176,453
Communications	-	3,503
	\$ 728,478	\$ 675,465

Ministry – Undesignated

Catholic Campus Ministry		
Springfield	\$ 171,875	\$ 169,675
Cape Girardeau	102,142	101,675
Joplin	3,200	3,200
Hispanic Ministry	105,811	121,434
Chaplain Ministry	76,914	82,831
Family Life Office	120,722	119,636
Diocesan Youth	321,566	196,442
Office of Worship	36,231	31,167
Social Ministry	104,410	98,189
Trinity Hills	61,464	59,319
Marriage Tribunal	189,219	189,675
	\$ 1,293,554	\$ 1,173,243

Ministry – Designated – Other

Diocesan Youth – special projects	\$ 1,148	\$ -
Capital campaign	-	38,133
Family life	39,156	5,011
	\$ 40,304	\$ 43,144

Roman Catholic Diocese of Springfield-Cape Girardeau

Expenses by Object Years Ended June 30, 2016 and 2015

Ministry – Temporarily Restricted

	<u>2016</u>	<u>2015</u>
Youth special projects	\$ 8,319	\$ 25,538
Trinity Hills	-	500
	<u>\$ 8,319</u>	<u>\$ 26,038</u>

Capital Campaign – Fundraising

Capital campaign	<u>\$ 308,745</u>	<u>\$ -</u>
	<u>\$ 308,745</u>	<u>\$ -</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Expenses by Object
Years Ended June 30, 2016 and 2015

Diocesan Administration – Diocese Funds Undesignated

	<u>2016</u>	<u>2015</u>
Salaries	\$ 430,168	\$ 430,222
Employee benefits	155,332	176,977
Life and long-term disability for Diocesan-wide employees	144,275	139,001
Episcopal nonadministrative	80,795	73,348
Office of child and youth protection	72,115	79,693
Purchased services		
Architectural fees	6,621	-
Accounting fees	59,450	60,425
Legal fees	40,183	51,546
Postage	9,858	15,442
Telephone	4,226	4,613
Utilities	31,839	33,389
Travel	26,468	34,234
Maintenance and repairs	54,094	44,766
Rent	47,457	47,457
Insurance	102,059	108,915
Conferences and conventions	10,243	10,590
DDF	106,326	109,865
Printing	17,947	17,991
Meals	109	-
Advertising	494	319
	<u>517,374</u>	<u>539,552</u>
Other		
Office supplies	6,950	8,859
Taxes	3,284	3,093
Uncollectible contributions and loans receivable	55,582	47,825
Miscellaneous	80,960	88,092
	<u>146,776</u>	<u>147,869</u>
Depreciation	63,848	67,721
	<u>1,610,683</u>	<u>1,654,383</u>
Allocation of the Catholic Center overhead	(77,000)	(77,000)
	<u>\$ 1,533,683</u>	<u>\$ 1,577,383</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Expenses by Object
Years Ended June 30, 2016 and 2015

Diocesan Administration – Designated – Capital Campaign

	2016	2015
Uncollectible contributions and loans receivable	\$ 408,000	\$ -
	<u>\$ 408,000</u>	<u>\$ -</u>

Diocesan Administration – Diocese Funds Designated

Parish Appraisals	\$ -	\$ 42,300
Miscellaneous	1,876	47,810
	<u>\$ 1,876</u>	<u>\$ 90,110</u>

Subsidies and Contributions – Undesignated

United States Conference of Catholic Bishops	\$ 26,242	\$ 22,841
Missouri Catholic Conference	50,877	52,097
DDF gifts	49,823	51,708
Diocesan Celebration	75,056	-
Other gifts and donations	40,152	34,997
	<u>\$ 242,150</u>	<u>\$ 161,643</u>

Subsidies and Contributions – Designated – Other

Lay leadership endowment fund grants	\$ 73,892	\$ 48,600
Miscellaneous	38,691	13,034
	<u>\$ 112,583</u>	<u>\$ 61,634</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Statement of Activities – Catholic Charities
Years Ended June 30, 2016 and 2015

	Unrestricted	2016 Temporarily Restricted	Total
Revenues, Gains and Other Support			
Contributions, gifts and donations	\$ 212,093	\$ 951,803	\$ 1,163,896
Contributions - grants	-	3,707,402	3,707,402
Goodfunds sales revenue	61,881	-	61,881
Other income	26,879	-	26,879
Investment income	10,187	-	10,187
Net assets released from restrictions			
Satisfaction of purpose and time restrictions	4,934,074	(4,934,074)	-
Total revenues, gains and other support	<u>5,245,114</u>	<u>(274,869)</u>	<u>4,970,245</u>
Expenses and Losses			
Management and general	167,664	-	167,664
Program services			
Disaster relief and social service programs	4,809,585	-	4,809,585
Fundraising	20,303	-	20,303
Total expenses and losses	<u>4,997,552</u>	<u>-</u>	<u>4,997,552</u>
Change in Net Assets	247,562	(274,869)	(27,307)
Net Assets, Beginning of Year	<u>1,654,104</u>	<u>274,869</u>	<u>1,928,973</u>
Net Assets, End of Year	<u>\$ 1,901,666</u>	<u>\$ -</u>	<u>\$ 1,901,666</u>

	2015		
Unrestricted	Temporarily Restricted	Total	
\$ 397,796	\$ 864,538	\$ 1,262,334	
5,599	2,444,049	2,449,648	
66,825	-	66,825	
21,332	-	21,332	
8,642	-	8,642	
<u>4,220,799</u>	<u>(4,220,799)</u>	<u>-</u>	
<u>4,720,993</u>	<u>(912,212)</u>	<u>3,808,781</u>	
200,601	-	200,601	
4,064,318	-	4,064,318	
<u>9,650</u>	<u>-</u>	<u>9,650</u>	
<u>4,274,569</u>	<u>-</u>	<u>4,274,569</u>	
446,424	(912,212)	(465,788)	
<u>1,207,680</u>	<u>1,187,081</u>	<u>2,394,761</u>	
<u>\$ 1,654,104</u>	<u>\$ 274,869</u>	<u>\$ 1,928,973</u>	

Roman Catholic Diocese of Springfield-Cape Girardeau
Custodian Fund Collections Held for Transmittal – Diocese Funds
Year Ended June 30, 2016

	Balance, Beginning of Year	Receipts	Disbursements	Balance, End of Year
Peter's Pence	\$ 4,102	\$ 74,244	\$ 57,079	\$ 21,267
Catholic Communication Campaign	8,194	35,854	32,147	11,901
Retirement Fund for Religious	493	80,890	80,874	509
Church in Latin America	3,861	43,147	44,848	2,160
Aid to the Church in Central and Eastern Europe	5,317	35,777	39,711	1,383
Home Missions Appeal	7,621	39,210	44,661	2,170
Holy Land	142	57,083	55,355	1,870
Catholic Relief Services	15	64,381	57,802	6,594
Three Percent Fund – PMBS	44,503	530,711	529,362	45,852
Operation Rice Bowl	3	23,764	23,219	548
Catholic Campaign for Human Development	20	-	-	20
Disaster Relief	81,090	118,228	140,437	58,881
	<u>\$ 155,361</u>	<u>\$ 1,103,289</u>	<u>\$ 1,105,495</u>	<u>\$ 153,155</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Custodian Fund Collections Held for Transmittal – Diocese Funds
Year Ended June 30, 2015

	Balance, Beginning of Year	Receipts	Disbursements	Balance, End of Year
Peter's Pence	\$ 7,744	\$ 51,747	\$ 55,389	\$ 4,102
Catholic Communication Campaign	11,253	28,615	31,674	8,194
Retirement Fund for Religious Church in Latin America	4,182 648	81,075 44,363	84,764 41,150	493 3,861
Aid to the Church in Central and Eastern Europe	3,139	33,862	31,684	5,317
Home Missions Appeal	1,598	47,555	41,532	7,621
Holy Land	2,250	42,606	44,714	142
Catholic Relief Services	1,314	68,502	69,801	15
Two Percent Fund – PMBS	28,325	518,635	502,457	44,503
Operation Rice Bowl	2,738	26,527	29,262	3
Catholic Campaign for Human Development	40	-	20	20
Disaster Relief	387,345	72,645	378,900	81,090
	<u>\$ 450,576</u>	<u>\$ 1,016,132</u>	<u>\$ 1,311,347</u>	<u>\$ 155,361</u>

Roman Catholic Diocese of Springfield-Cape Girardeau
Capital Campaign Fund – Diocese Funds
Year Ended June 30, 2016

	Capital Campaign Fund	Seminarian Endowment Fund	Youth Endowment Fund	Retired Clergy Endowment Fund	Total Capital Campaign Fund
Assets					
Cash	\$ 1,935,606	\$ (570,146)	\$ (559,712)	\$ (581,003)	\$ 224,745
Investments	-	580,026	568,777	590,847	1,739,650
Accrued interest receivable	-	4,311	4,231	4,393	12,935
Pledges receivable, net of allowance and discount	5,538,259	-	-	-	5,538,259
Prepaid expenses	15,000	-	-	-	15,000
	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,000</u>
Total assets	<u>\$ 7,488,865</u>	<u>\$ 14,191</u>	<u>\$ 13,296</u>	<u>\$ 14,237</u>	<u>\$ 7,530,589</u>
Unrestricted Net Assets - Designated Capital Campaign	<u>\$ 7,488,866</u>	<u>\$ 14,190</u>	<u>\$ 13,296</u>	<u>\$ 14,237</u>	<u>\$ 7,530,589</u>