

REPORT OF THE TREASURER
54th DIOCESAN ASSEMBLY
Atlanta, Georgia
July 20, 2015

The primary responsibilities of the Treasurer are to oversee the financial affairs of the Diocese; monitor Diocesan investments, together with the Diocesan Council and Finance Committee; oversee the distribution of funds and judiciously invest Diocesan funds; and convene and chair regular and special Finance Committee meetings. The members of the Finance Committee currently are: Bishop Paul, Fr. John Zdniak, Mr. Sam D'Fantis, Fr. Alexander Garklavs and Mr. Barry Gluntz. The Finance Committee also receives input from our Bookkeeper Phillip Sokolov and accountant Polly Walker.

Attached to this report is a summary of:

- Attachment A: 2014 Profit and Loss Budget vs. Actual: January thru December 2014
- Attachment B: Summary Balance Sheet as of December 31, 2014
- Attachment C: 2015 Profit and Loss Budget vs. Actual: January thru June 30th, 2015
- Attachment D: Summary Balance Sheet as of June 30th, 2015
- Attachment E: Diocesan Parish / Mission Development Fund Status as of June 30th, 2015
- Attachment F: Fidelity Investment Account Status as of July 6th, 2015
- Attachment G: 2016 Budget: To be drafted and presented to the Diocesan Council for review and approval at the Year End 2015 Diocesan Council Meeting.

Attachment A: 2014 Profit and Loss Budget vs. Actual

For 2014, based on the budget, we had projected an income from assessments of \$439,116. The actual income from assessments was \$438,549.53. The total received from assessments was \$566.47 less than anticipated. The total actual income from all sources was \$640,182.03 compared to \$534,962.80 projected, a difference of \$105,219.23. This additional income to the Diocese was greater than anticipated and was primarily due to \$10,700 from the 2014 Diocesan Assembly, Funds collected from the OCA 2014 Escrow, \$66,292.72 and \$31,875.22 from Program Income.

The total of all normal expenses for 2014 was \$532,868.85. This resulted in a surplus of ordinary income of \$31,494.57. Taking into consideration other income received and the interest expense on our loan, there was a net surplus of \$93,640.74.

The following is a summary of the some of the major categories:

- Diocesan Staff Expenses (Bishop, Chancellor, Secretary, Property Manager). Due to the way the books are set up in QuickBooks, this is not readily apparent by looking at the 2014 P&L Summary. From the 2013 Approved Budget, the total amount for Salaries was \$86,623, Pensions; \$12,967.22, Social Security; \$11,415.26 and Health Insurance; \$21,987 which totaled \$132,992.48.

The actual amount spent was \$156,771.90 which takes into consideration the \$16,891.69 + \$5,174.17 = \$22,065.86 (Administrator/Bishop Paul), \$36,636.48 (Chancellor), \$13,246.20 (Property Manager), \$44,382.44 (Secretary), \$13,526.00 (Bishop Mathias Separation Package Stipend), \$21,297.15 (Health Insurance) and \$5,617.77 for Payroll Expenses (SS).

The Diocesan Staff Expenses were \$23,779.42 more than budgeted.

- Total Insurance Expenses were \$689.85 less than budgeted, \$45,717.12 vs \$43,675.
- Program expenses were \$6,917.88 more than budgeted, \$80,717.88 vs. \$73,800 budgeted.
- Repairs and Maintenance Expenses were \$23,170.13 more than budgeted, \$47,670.13 vs. \$24,500.
- Diocesan Travel Expenses were \$597.70 more than budgeted, \$41,997.701 vs. \$41,400 budgeted.
- Total Utility Expenses were \$411.59 less than budgeted, \$24,711.59 vs. \$24,300,

Attachment B: Summary Balance Sheet as of December 31, 2014

This balance sheet is shown in Attachment B, pages 1-2, and provides a summary of all of our assets and liabilities from January 1, 2014 to December 31, 2014.

Attachment C: 2015 Profit and Loss Budget vs. Actual: January thru June 30th, 2015

For the first six months of 2015, we had projected an income of \$213,580.98 from assessments. The actual Income was \$212,826.73. The amount received from assessments was \$754.25 less than anticipated. An additional \$2,595 was received from the Clergy Convocation and \$10,530.62 was received from program income for total net income of \$235,202.35 vs. a budgeted amount of \$223,070.98.

For the first six months of 2015, the total of all expenses is \$243,515.75 vs an estimate of \$235,254.82 resulting in \$8,260.93 more than anticipated.

Currently, we show a net income at the end of June of \$85,946.10. This is misleading in that a total of \$103,236.15 was deposited into the Bank of America General fund due to the proceeds from the closing of the Holy Cross Orthodox Mission in Minneapolis. These funds were deposited into the bank account on May 19th and are only being parked in the account until it is decided where the funds will be deposited, either into the Morgan Stanley Mission Fund or the Fidelity Operating Money Market Fund. However, it should be noted that this money is restricted and is designated to be utilized solely by the Minneapolis Deanery to further Mission Work in their Deanery at their discretion.

Attachment D: Summary Balance Sheet as of June 30th, 2015:

This balance sheet is shown in Attachment D, pages 1-3, and provides a summary of all of our assets and liabilities as of June 30th, 2015.

Attachment E: Diocesan Parish / Mission Development Fund Status as of June 30th, 2015:

The Mission Endowment Fund was created to provide additional funding to the Mission Department through its earnings on interest. The money is invested in both a Portfolio Fund (approximately 60%) and an Income Fund (approximately 40%) in an account with Salomon Smith Barney. We consider the Mission Endowment fund to be a long-term investment fund. As such, investment history has shown that having a mix of funds in equities and income funds provides the highest returns in the long term. Currently, the market continues to be very volatile. As of June 30th, 2015, the total in the Mission Development Fund is \$438,499.69, compared to \$434,819.50 at the start of the year. Throughout the year, you can see that monthly totals have risen and fallen quite dramatically, hitting a current fund high of \$448,370.21 at the end of May, 2015. Since we are in it for the long term, we are not looking at the short-term variations that the market will inevitably experience. To date, there have been no additional funds added to the Mission Endowment Fund. Previously, money was allocated to this fund as part of a budget line item and when parishes in the Diocese have closed, any remaining funds were placed in this account. A summary of the monthly totals as of June 30th, 2015 as well as the progress since 12/31/1999 (\$113,216.57) is shown in Attachment E.

Attachment F: 2013 Fidelity Investment Account Status as of July 6th, 2015:

We have two money market Investment Accounts with Fidelity. The Operating Fund and Maintenance Reserve Fund. The Operating Fund consists of reserve funds for either planned or unplanned expenses. As of 7/6/2015, the total in this fund is \$151,781.95. These reserve funds were created as a result of both known expenditures that we wanted to plan and budget for, such as the General Operating Reserve Fund (\$12,175.24), Auto Reserve Fund (\$11,303.69), and expenses that were incurred that we may be unprepared for; Legal (\$37,000) and Special Visit Reserve Funds (\$6,000). So that we would be prepared for the future, the Legal and Special Visit Reserve Funds were established to provide a cushion in these areas should these expenses be incurred. They have been funded in the past as planned expenditures from our operating budget. Note, on 6/24/2015, \$9,000 was withdrawn from the Auto Reserve Fund for the purchase of Bishop Paul's vehicle. This money was transferred to the Bank of America Checking Account. The purchase of the vehicle (\$9,000) is shown on the 2015 Balance Sheet.

Bishop Job Memorial Fund: Currently there is \$12,177.76 held in escrow.

OCA Reserve Fund: The fund reached an amount of \$108,125.26. On 7/6/2015, \$35,000 was transferred to the Bank of America Checking Account to cover general expenditures leaving a balance of \$73,125.26 in the escrow fund. See further discussion on this Reserve Fund on page 5 of this report.

The other money market account is our Maintenance Reserve Fund, Changed (Name changed from the Maintenance Endowment Reserve Fund at the 6/22/2012 Diocesan Council Meeting.) This was previously our Building Account. However, since no major building projects are planned for the future, the fund was renamed as a Maintenance Reserve Fund in order to have funds set aside for emergent, major maintenance should it become required. At the 6/22/2012 Diocesan Council Meeting, a motion was made and approved to transfer \$20,000 from the Special Visit Reserve Fund (\$26,000) to the Maintenance Reserve Fund. This transfer took place on 12/24/2012.

As of June 30th, 2015, there is a total of \$29,196.98 in this Fidelity Money Market Account. Since there is not enough money in this Reserve Fund to cover any major expenses, funds for any maintenance/repairs are taken from the Bank of America Checking Account as required. However, if the balance in our checking account is sufficient at the end of the year, then this money will remain in this reserve fund and not be transferred out.

Since both of these funds are money market funds, the amount of interest earned on them is negligible. This information is also shown in the Balance Sheet in Attachment D as of 6/30/2015. A summary of the monthly totals for the Fidelity Account is shown in Attachment F.

Audit Recommendation:

One of the recommendations of the 2015 Audit was to “investigate options to re-invest the Morgan Stanley and Fidelity Securities funds with the intent of increasing the interest produced by the monies.” Since the Morgan Stanley Funds for the Diocesan Parish/Mission Development Fund Mission are already professionally managed, no further action will be taken for this fund. However, for the Fidelity Funds which are both money market funds earning negligible interest, contact has been made with the Bank of America Financial section to explore options to increase interest revenue.

Attachment G: Proposed Budget for 2016

Due to the timing of this Diocesan Assembly, no budget is being presented for 2016. Near the end of the year, one will be drafted and presented to the Diocesan Council for discussion and final approval. The budget will be based on what our anticipated membership is projected to be for 2016.

It is anticipated that the proposed 2016 budget will be essentially the same as the budgets for 2010 through 2015.

Based on a motion at the 1995 Diocesan Assembly, the annual parish assessment for each adult shall be the current assessment plus an amount based on the previous 12 month Consumers Price Index (CPI), rounded up to the nearest dollar. However, based on the current economic situation and the fact that the Diocese continually strives to work within its budget, improving where required and cutting back where required, there is no proposed increase in the diocesan assessment for 2016. **Therefore, the yearly assessment for 2016 is currently proposed to remain at \$86.00 per adult member. Please note that there has been no assessment increase since 2009.** The operating fund income for the Diocese is currently proposed to be the \$86.00 assessment multiplied by the projected 2016 membership of the Diocese. Note, as for the 2015 Budget, it may be a deficit budget with the shortfall of funds being made up from the OCA Escrowed Funds currently in the Fidelity Investment Account. (See Escrowed Funds below)

ESCROWED FUNDS:

The final total of escrowed funds from 2013 and 2014 was \$108,125.26. As discussed last year at the Diocesan Assembly, rather than raising the assessment, the money that has been collected from our “OCA Escrow account” will be utilized to make up any shortfall in the budget for 2015. To date, \$35,000 has been withdrawn to cover general expenses, leaving a balance of \$73,125.26 in the escrow. It is anticipated that this will last about another 2 years barring any major unknown/unplanned for expenses. **However, at the end of this period we will most likely have to have a Diocesan Assessment increase to have a balanced budget.**

DIOCESAN LOAN INFORMATION:

The 5 year term for the original \$250,000 loan from Bank of America to cover major maintenance issues at both the residence and Christ the Savior Church was due in February of 2012. Loan renewal paperwork was submitted in December of 2011 and a new 5 year term for the loan was approved. The original interest rate for the loan was 7.1% with a 5 year balloon with monthly payments of \$1,814.81. The new 5 year term for the loan is for a starting balance of \$227,563.95 with an interest rate of 4.68%. At the end of this 5 year term, 2017, the outstanding balance will be \$189,410.57.

Contact has been made with our account representative at the Bank of America to see if we can get a fixed rate on the balance of the loan until the loan for the remaining duration of the loan vs. renewing it every 5 years. The required paperwork is currently being gathered to present to the bank to support this request.

CLOSING:

Beginning in 2009 we switched to using QuickBooks. With the current system setup, Polly, Philip, Fr. John and myself have been able to remotely access the data in QuickBooks at any time from our personal computers should the need arise. Also, in addition to all of the above, Polly reviews all of the income, expenses and investments and ensures that everything is categorized properly in QuickBooks and meets standard accounting practices given our current set-up. The goal when this effort was started was to ensure that the financial condition of the Diocese would remain transparent at any time and information available when requested. This is a work in progress and we will continue to work on this making changes as required.

I would also like to thank Philip Sokolov who is not only the Secretariat of the Diocese, but also our bookkeeper and Polly Walker as our accountant. I would also like to thank the other members of the Finance Committee, our Chancellor, Fr. John Zdniak, Mr. Sam D'Fantis, Fr. Alexander Garklavs and Mr. Barry Gluntz, who all deserve a big thanks for the extra time and effort they put in throughout the year and once again, for their valuable advice and ideas presented throughout the year. I also would like to thank Bishop Paul Gassios for his input and understanding of our financial matters. Finally, I would again like to thank my wife Karen for her patience and support during this time.

It has been a pleasure serving the Diocese as Treasurer this past year.

Sincerely,



Robert A. Koncel, Treasurer

Diocese of the Midwest

2015 DIO ASSEMBLY TREASURER REPORT.DOC

**Please see the following pages for all of the Attachments
identified on the first page.**

2015 DIOCESAN TREASURER'S REPORT

ATTACHMENT “A”

2014 Profit and Loss Budget vs. Actual: January thru December 2014

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
 January through December 2014

	Jan - Dec 14	Budget	\$ Over Budget
Ordinary Income/Expense			
Income			
Diocesan Assembly 2014 Income	10,700.00		
Convocation Income	0.00	9,250.00	-9,250.00
Diocesan Assessments	438,549.53	439,116.00	-566.47
CTS Reimbursement	86,764.56	80,596.80	6,167.76
OCA 2014 \$13 Escrow	66,292.72		
Program Income			
Late Vocations	6,995.00	6,000.00	995.00
Missions	16,479.05	0.00	16,479.05
Scholarships	14,401.17		
Total Program Income	37,875.22	6,000.00	31,875.22
Total Income	640,182.03	534,962.80	105,219.23
Gross Profit	640,182.03	534,962.80	105,219.23
Expense			
Salaries & Wages			
Administrator			
Salary	13,320.83		
Social Security	535.50		
Pension	3,035.36		
Total Administrator	16,891.69		
Bishop			
Salary	5,174.17		
Social Security	0.00	0.00	0.00
Life Insurance	0.00	0.00	0.00
Pension	0.00	0.00	0.00
Total Bishop	5,174.17	0.00	5,174.17
Chancellor			
Salary	32,424.78	32,596.00	-171.22
Social Security	1,304.78	4,987.19	-3,682.41
Pension	2,906.92	4,563.44	-1,656.52
Total Chancellor	36,636.48	42,146.63	-5,510.15
CTS Choir Director			
Salary	8,500.00		
Total CTS Choir Director	8,500.00		
CTS Clergy			
Salary	56,232.68		
Social Security	7,541.30		
Housing (Cash)	1,650.00		
Pension	6,840.44		
CTS Clergy - Other	0.00	80,596.80	-80,596.80
Total CTS Clergy	72,264.42	80,596.80	-8,332.38
Property Manager			
Salary	6,306.00	6,000.00	306.00
Social Security	3,366.00	3,672.00	-306.00
Pension	3,574.20	3,360.00	214.20
Total Property Manager	13,246.20	13,032.00	214.20

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
January through December 2014

	Jan - Dec 14	Budget	\$ Over Budget
Secretariat			
Salary	41,529.57	36,027.00	5,502.57
Social Security	1,419.94	2,756.07	-1,336.13
Pension	1,432.93	5,043.78	-3,610.85
Total Secretariat	44,382.44	43,826.85	555.59
Total Salaries & Wages	197,095.40	179,602.28	17,493.12
Stipends			
Bishop's Stipend	13,526.00	12,000.00	1,526.00
Bishop's Driver	0.00	0.00	0.00
Communications Director	3,300.00	3,000.00	300.00
Deans			
Chicago			
Stipend	3,300.00	3,000.00	300.00
Total Chicago	3,300.00	3,000.00	300.00
Cleveland			
Stipend	3,300.00	3,000.00	300.00
Total Cleveland	3,300.00	3,000.00	300.00
Indianapolis			
Stipend	3,300.00	3,000.00	300.00
Total Indianapolis	3,300.00	3,000.00	300.00
Kansas City			
Stipend	3,000.00	3,000.00	0.00
Total Kansas City	3,000.00	3,000.00	0.00
Michigan			
Stipend	3,300.00	3,000.00	300.00
Total Michigan	3,300.00	3,000.00	300.00
Minneapolis			
Stipend	3,300.00	3,000.00	300.00
Total Minneapolis	3,300.00	3,000.00	300.00
Total Deans	19,500.00	18,000.00	1,500.00
Late Vocations Coordinator			
Stipend	13,000.00		
Late Vocations Coordinator - Other	0.00	12,000.00	-12,000.00
Total Late Vocations Coordinator	13,000.00	12,000.00	1,000.00
Treasurer			
Stipend	3,300.00	3,000.00	300.00
Total Treasurer	3,300.00	3,000.00	300.00
Total Stipends	52,626.00	48,000.00	4,626.00
AAC Fees			
18th AAC Special Assessment	1,000.00		
Total AAC Fees	1,000.00		
Advertising	110.00	500.00	-390.00
Automobile Expense	0.00	0.00	0.00
Bank Service Charges	12.00	240.00	-228.00
Convocations	0.00	9,250.00	-9,250.00

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
 January through December 2014

	Jan - Dec 14	Budget	\$ Over Budget
Diocesan Assembly Expense			
2014 Diocesan Assembly	6,546.89		
Total Diocesan Assembly Expense	6,546.89		
Dues & Subscriptions	389.95	240.00	149.95
Fines & Penalties	915.25	0.00	915.25
Hospitality	385.43	2,400.00	-2,014.57
Insurance			
Auto	716.68	275.00	441.68
Health Insurance			
Bishop	9,638.40	8,140.00	1,498.40
Secretariat	9,813.75	13,847.00	-4,033.25
Health Insurance - Other	1,845.00		
Total Health Insurance	21,297.15	21,987.00	-689.85
Liability	771.44		
Life			
Bishop	0.00	0.00	0.00
Secretariat	0.00	0.00	0.00
Total Life	0.00	0.00	0.00
Property	19,645.00	18,298.00	1,347.00
Workers' Comp	3,286.85	1,465.00	1,821.85
Umbrella	0.00	1,650.00	-1,650.00
Total Insurance	45,717.12	43,675.00	2,042.12
Internet Service Provider	2,429.62	1,700.00	729.62
Library & Periodicals	0.00	0.00	0.00
Miscellaneous	0.00	600.00	-600.00
Office Supplies	3,387.34	6,600.00	-3,212.66
Outside Contractors	0.00	1,200.00	-1,200.00
Payroll Expenses			
Wages	0.00		
Pension	0.00		
Taxes	5,617.77		
Total Payroll Expenses	5,617.77		
Postage	520.59	3,600.00	-3,079.41
Printing & Reproduction	79.60	1,200.00	-1,120.40
Professional Fees			
Accounting	3,000.00	6,000.00	-3,000.00
Audit	0.00	2,400.00	-2,400.00
Investment Fund Management Fees	3,033.81	2,500.00	533.81
Legal	0.00	1,200.00	-1,200.00
Payroll Preparation	471.72	550.00	-78.28
Total Professional Fees	6,505.53	12,650.00	-6,144.47
Program Expense			
Charity	0.00	1,000.00	-1,000.00
Late Vocations	6,147.00	6,000.00	147.00
Mission Grants	25,650.00	46,800.00	-21,150.00
Seminarian Scholarships			
Budgeted Portion	26,611.07	20,000.00	6,611.07
Fundraisers Portion	22,309.81		
Total Seminarian Scholarships	48,920.88	20,000.00	28,920.88
Total Program Expense	80,717.88	73,800.00	6,917.88

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
January through December 2014

	Jan - Dec 14	Budget	\$ Over Budget
Repairs and Maintenance			
Labor	12,932.33	8,000.00	4,932.33
Repairs	31,700.00	12,000.00	19,700.00
Supplies	3,037.80	4,500.00	-1,462.20
Total Repairs and Maintenance	47,670.13	24,500.00	23,170.13
Service Contracts	4,157.70	2,400.00	1,757.70
Taxes and Licenses	10.00	120.00	-110.00
Telephone	7,765.36	13,000.00	-5,234.64
Travel			
Administrator	4,339.30		
AAC	0.00	0.00	0.00
Auditors	3,164.85		
Diocesan/Bishop's Council	21,286.32	30,000.00	-8,713.68
Late Vocations	607.42		
Bishop	3,343.07	4,000.00	-656.93
Chancellor	8,113.72	3,600.00	4,513.72
Secretariat	667.02	1,800.00	-1,132.98
Deans	476.00	1,000.00	-524.00
Metropolitan Council	0.00	1,000.00	-1,000.00
Total Travel	41,997.70	41,400.00	597.70
Diocesan Staff	0.00	10,400.00	-10,400.00
Diocesan Chancery Office			
Professional Fees			
Accounting	2,500.00		
Total Professional Fees	2,500.00		
Total Diocesan Chancery Office	2,500.00		
Utilities			
Electric	7,583.65	8,700.00	-1,116.35
Gas	14,996.63	13,000.00	1,996.63
Water & Sewer	2,131.31	2,600.00	-468.69
Total Utilities	24,711.59	24,300.00	411.59
SUSPENSE	0.00		
Total Expense	532,868.85	501,377.28	31,491.57
Net Ordinary Income	107,313.18	33,585.52	73,727.66
Other Income/Expense			
Other Income			
Gain (Loss) on Sale of Assets			
Long-Term	1,353.15		
Total Gain (Loss) on Sale of Assets	1,353.15		
Investment Income	17.30		
Returned Check Charges	12.00		
Other Income	4,796.91		
Total Other Income	6,179.36		
Other Expense			
Bishop's Discretionary Fund	0.00	0.00	0.00
Interest Expense	10,289.03	10,021.24	267.79

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Accrual Basis

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
January through December 2014

	Jan - Dec 14	Budget	\$ Over Budget
Other Expense			
Administrator's Moving Expense	721.84		
Consecration Expense	8,840.95		
Other Expense - Other	-0.02	37,239.28	-37,239.30
Total Other Expense	9,562.77	37,239.28	-27,676.51
Total Other Expense	19,851.80	47,260.52	-27,408.72
Net Other Income	-13,672.44	-47,260.52	33,588.08
Net Income	93,640.74	-13,675.00	107,315.74

2015 DIOCESAN TREASURER'S REPORT

ATTACHMENT “B”

Summary Balance Sheet as of December 31st, 2014

Diocese of the Midwest - OCA
Balance Sheet
As of December 31, 2014

	Dec 31, 14
ASSETS	
Current Assets	
Checking/Savings	
Bank of America Checking	53,625.53
Savings Bonds	
Series EE Bond X2887816EE	15,104.00
Series EE Bond X2887817EE	15,104.00
Series EE Bond X2887818EE	15,104.00
Total Savings Bonds	45,312.00
Fidelity Funds	
Money Market	195,770.67
US Government Money Market Fund	29,195.28
Total Fidelity Funds	224,965.95
MS 8772 Inv Advisory Fund	
MS Liquid Asset Fund	10,599.18
Stocks	135,209.33
Exch Tr & Closed End Funds	56,489.80
Total MS 8772 Inv Advisory Fund	202,298.31
MS 8774 Basic Sec Income Fund	
Cash	36.00
MS Liquid Asset Fund	1,860.80
Exch Tr & Closed End Funds	18,507.46
Mutual Funds	212,116.93
Total MS 8774 Basic Sec Income Fund	232,521.19
Total Checking/Savings	758,722.98
Accounts Receivable	
Accounts Receivable	503,106.17
Total Accounts Receivable	503,106.17
Total Current Assets	1,261,829.15
Fixed Assets	
Fixed Assets	
Computers	9,453.61
Furniture & Fixtures	4,429.78
Total Fixed Assets	13,883.39
Total Fixed Assets	13,883.39
TOTAL ASSETS	1,275,712.54
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Due to OCA Assessments	657,187.42
Payroll Liabilities	
Federal Taxes (941/944)	4,624.14
IL Withholding	736.12
OH Withholding	264.45
OH Local Tax	396.03
Total Payroll Liabilities	6,020.74
Total Other Current Liabilities	663,208.16
Total Current Liabilities	663,208.16

Diocese of the Midwest - OCA
Balance Sheet
As of December 31, 2014

	Dec 31, 14
Long Term Liabilities	
N/P Bank of America	207,323.11
Total Long Term Liabilities	207,323.11
Total Liabilities	870,531.27
Equity	
Unreal Gain (Loss) on SvgBonds	
Series EE Bond X2887816EE	5,104.00
Series EE Bond X2887817EE	5,104.00
Series EE Bond X2887818EE	5,104.00
Total Unreal Gain (Loss) on SvgBonds	15,312.00
Unreal Gain (Loss) on Invest	
Fidelity	
S-T Gain (Loss) on Investments	
Spartan Money Market	10.28
Govt Money Market	1.29
Total S-T Gain (Loss) on Investments	11.57
Total Fidelity	11.57
MS 8772 Inv Adv (Port Fund)	
8772 LT Gain (Loss) on Invest	
8772 Stock	63,644.33
8772 Exc & Closed End Funds	29,454.88
Total 8772 LT Gain (Loss) on Invest	93,099.21
Total MS 8772 Inv Adv (Port Fund)	93,099.21
MS 8774 Basic Sec (Inc Fund)	
8774 ST Gain (Loss) on Invest	
8774 Exc & Closed End Funds	13.90
8774 Mutual Funds	-42.77
Total 8774 ST Gain (Loss) on Invest	-28.87
8774 LT Gain (Loss) on Invest	
8774 Exc & Closed End Funds	-6,511.02
8774 Mutual Funds	26,486.75
Total 8774 LT Gain (Loss) on Invest	19,975.73
Total MS 8774 Basic Sec (Inc Fund)	19,946.86
Total Unreal Gain (Loss) on Invest	113,057.64
Temp. Restricted Net Assets	
Archbp Job Scholarship Mem Fd	12,177.76
Auto Reserve	20,303.69
Legal Reserve	37,000.00
Maintenance Reserve	29,192.60
Mission Funds	-5,532.81
Seminarian Reserve	-5,548.98
Seminarian Scholarships	-18,729.32
General Operating Reserve	11,949.34
Special Visit Reserve	6,000.00
Total Temp. Restricted Net Assets	86,812.28
Unrestricted Net Assets	96,358.61
Net Income	93,640.74
Total Equity	405,181.27
TOTAL LIABILITIES & EQUITY	1,275,712.54

2015 DIOCESAN TREASURER'S REPORT

ATTACHMENT “C”

2015 Profit and Loss Budget vs. Actual: January thru June 30th, 2015

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
 January through June 2015

	Jan - Jun 15	Budget	\$ Over Budget
Ordinary Income/Expense			
Income			
Convocation Income	11,845.00	9,250.00	2,595.00
Diocesan Assessments	212,826.73	213,580.98	-754.25
Program Income			
Late Vocations	4,852.00		
Missions	4,927.62		
Scholarships	751.00		
Total Program Income	10,530.62		
Uncategorized Income	0.00	240.00	-240.00
Total Income	235,202.35	223,070.98	12,131.37
Gross Profit	235,202.35	223,070.98	12,131.37
Expense			
Salaries & Wages			
Bishop			
Salary	33,285.00	19,999.98	13,285.02
Social Security	0.00	4,896.00	-4,896.00
Life Insurance	0.00	499.98	-499.98
Pension	2,986.62	4,479.96	-1,493.34
Discretionary Fund	0.00	600.00	-600.00
Total Bishop	36,271.62	30,475.92	5,795.70
Chancellor			
Salary	13,441.32	11,080.98	2,360.34
Social Security	0.00	1,695.48	-1,695.48
Pension	886.50	1,551.48	-664.98
Total Chancellor	14,327.82	14,327.94	-0.12
Property Manager			
Salary	5,556.00	3,000.00	2,556.00
Social Security	0.00	1,836.00	-1,836.00
Pension	1,240.00	1,680.00	-440.00
Total Property Manager	6,796.00	6,516.00	280.00
Secretariat			
Salary	25,275.72	18,345.00	6,930.72
Social Security	0.00	1,403.46	-1,403.46
Pension	1,907.58	2,568.00	-660.42
Total Secretariat	27,183.30	22,316.46	4,866.84
Total Salaries & Wages	84,578.74	73,636.32	10,942.42
Stipends			
Bishop's Stipend	3,471.00	5,600.00	-2,129.00
Communications Director	1,800.00	1,800.00	0.00
Deans			
Chicago			
Stipend	1,800.00	1,800.00	0.00
Total Chicago	1,800.00	1,800.00	0.00
Cleveland			
Stipend	1,800.00	1,800.00	0.00
Total Cleveland	1,800.00	1,800.00	0.00
Indianapolis			
Stipend	1,800.00	1,800.00	0.00
Total Indianapolis	1,800.00	1,800.00	0.00

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
 January through June 2015

	Jan - Jun 15	Budget	\$ Over Budget
Kansas City Stipend	2,100.00	1,800.00	300.00
Total Kansas City	2,100.00	1,800.00	300.00
Michigan Stipend	1,800.00	1,800.00	0.00
Total Michigan	1,800.00	1,800.00	0.00
Minneapolis Stipend	1,800.00	1,800.00	0.00
Total Minneapolis	1,800.00	1,800.00	0.00
Total Deans	11,100.00	10,800.00	300.00
Late Vocations Coordinator Stipend	6,000.00	6,000.00	0.00
Total Late Vocations Coordinator	6,000.00	6,000.00	0.00
Treasurer Stipend	1,800.00	1,800.00	0.00
Total Treasurer	1,800.00	1,800.00	0.00
Total Stipends	24,171.00	26,000.00	-1,829.00
Advertising	110.00	249.96	-139.96
Automobile Expense	307.85	499.98	-192.13
Bank Service Charges	0.00	0.00	0.00
Convocations	13,376.96	9,250.00	4,126.96
Diocesan Assembly Expense			
2015 Diocesan Assembly	466.03		
Total Diocesan Assembly Expense	466.03		
Dues & Subscriptions	24.00	30.00	-6.00
Fines & Penalties	199.13		
Hospitality	2,522.33	1,200.00	1,322.33
Insurance			
Auto	365.44	285.00	80.44
Health Insurance			
Bishop	0.00	5,070.00	-5,070.00
Secretariat	0.00	5,499.96	-5,499.96
Total Health Insurance	0.00	10,569.96	-10,569.96
Liability	829.42	1,650.00	-820.58
Property	10,286.07	10,022.00	264.07
Workers' Comp	1,454.00	1,524.00	-70.00
Total Insurance	12,934.93	24,050.96	-11,116.03
Internet Service Provider	1,327.23	1,249.98	77.25
Library & Periodicals	37.75		
Miscellaneous	3,757.63		
Office Supplies	2,204.21	1,999.98	204.23
Outside Contractors	0.00	600.00	-600.00
Payroll Expenses			
Taxes	5,546.42		
Total Payroll Expenses	5,546.42		
Postage	449.90	1,800.00	-1,350.10
Printing & Reproduction	0.00	249.96	-249.96

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
 January through June 2015

	Jan - Jun 15	Budget	\$ Over Budget
Professional Fees			
Accounting	3,500.00	3,000.00	500.00
Audit	0.00	2,000.00	-2,000.00
Investment Fund Management Fees	1,519.29	1,500.00	19.29
Legal	0.00	600.00	-600.00
Payroll Preparation	307.78	274.98	32.80
Total Professional Fees	5,327.07	7,374.98	-2,047.91
Program Expense			
Charity	0.00	498.00	-498.00
Late Vocations	3,427.50	3,000.00	427.50
Mission Grants	6,096.00	23,400.00	-17,304.00
Seminarian Scholarships			
Budgeted Portion	9,999.99	9,999.96	0.03
Fundraisers Portion	11,782.80		
Total Seminarian Scholarships	21,782.79	9,999.96	11,782.83
Total Program Expense	31,306.29	36,897.96	-5,591.67
Repairs and Maintenance			
Labor	16,456.98	3,999.96	12,457.02
Maintenance	115.00	0.00	115.00
Repairs	0.00	6,000.00	-6,000.00
Supplies	1,159.94	2,250.00	-1,090.06
Total Repairs and Maintenance	17,731.92	12,249.96	5,481.96
Service Contracts	1,743.60	1,800.00	-56.40
Taxes and Licenses	196.00	64.98	131.02
Telephone	3,953.12	6,000.00	-2,046.88
Travel			
Auditors	799.46		
Diocesan/Bishop's Council	12,025.95	9,999.96	2,025.99
Late Vocations	0.00	499.98	-499.98
Bishop	6,395.22	3,000.00	3,395.22
Chancellor	1,041.35	1,500.00	-458.65
Secretariat	76.53	249.96	-173.43
Deans	0.00	1,500.00	-1,500.00
Metropolitan Council	0.00	499.98	-499.98
Total Travel	20,338.51	17,249.88	3,088.63
Utilities			
Electric	3,282.34	3,499.98	-217.64
Gas	6,616.05	7,999.98	-1,383.93
Water & Sewer	1,006.74	1,299.96	-293.22
Total Utilities	10,905.13	12,799.92	-1,894.79
SUSPENSE	0.00		
Total Expense	243,515.75	235,254.82	8,260.93
Net Ordinary Income	-8,313.40	-12,183.84	3,870.44
Other Income/Expense			
Other Income			
Consecration Income	4,410.00		
Gain (Loss) on Sale of Assets	0.89		
Insurance Rebate	735.00		
Investment Income	12.98		
Other Income	104,714.53		
Total Other Income	109,873.40		
Other Expense			
Interest Expense	4,881.22	4,860.58	20.64

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07/14/15

Accrual Basis

Diocese of the Midwest - OCA
Profit & Loss Budget vs. Actual
January through June 2015

	Jan - Jun 15	Budget	\$ Over Budget
Other Expense			
Consecration Expense	10,732.60	5,000.00	5,732.60
Other Expense - Other	0.08		
Total Other Expense	10,732.68	5,000.00	5,732.68
Total Other Expense	15,613.90	9,860.58	5,753.32
Net Other Income	94,259.50	-9,860.58	104,120.08
Net Income	85,946.10	-22,044.42	107,990.52

2015 DIOCESAN TREASURER'S REPORT

ATTACHMENT “D”

Summary Balance Sheet as of June 30th, 2015

9:20 PM

07/15/15

Accrual Basis

Diocese of the Midwest - OCA
Balance Sheet
As of June 30, 2015

	Jun 30, 15
ASSETS	
Current Assets	
Checking/Savings	
Bank of America Checking	153,027.24
Savings Bonds	
Series EE Bond X2887816EE	15,408.00
Series EE Bond X2887817EE	15,408.00
Series EE Bond X2887818EE	15,408.00
Total Savings Bonds	46,224.00
Fidelity Funds	
Money Market	186,781.95
US Government Money Market Fund	29,196.98
Total Fidelity Funds	215,978.93
MS 8772 Inv Advisory Fund	
MS Liquid Asset Fund	11,071.02
Stocks	131,698.81
Exch Tr & Closed End Funds	61,338.46
Total MS 8772 Inv Advisory Fund	204,108.29
MS 8774 Basic Sec Income Fund	
MS Liquid Asset Fund	2,112.80
Exch Tr & Closed End Funds	17,292.47
Mutual Funds	214,985.53
Total MS 8774 Basic Sec Income Fund	234,390.80
Total Checking/Savings	853,729.26
Accounts Receivable	
Accounts Receivable	505,631.20
Total Accounts Receivable	505,631.20
Other Current Assets	
Undeposited Funds	14,506.67
Due from Bank of America	3.00
Total Other Current Assets	14,509.67
Total Current Assets	1,373,870.13
Fixed Assets	
Fixed Assets	
Computers	11,768.61
Furniture & Fixtures	4,429.78
Vehicles	9,000.00
Total Fixed Assets	25,198.39
Total Fixed Assets	25,198.39
TOTAL ASSETS	1,399,068.52
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	2,932.27
Total Accounts Payable	2,932.27
Other Current Liabilities	
Due to OCA Assessments	695,413.43

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07/15/15

Accrual Basis

Diocese of the Midwest - OCA
Balance Sheet
As of June 30, 2015

	Jun 30, 15
Payroll Liabilities	
Federal Taxes (941/944)	3,899.26
IL Withholding	396.31
OH Withholding	268.74
OH Local Tax	235.20
Total Payroll Liabilities	4,799.51
Total Other Current Liabilities	700,212.94
Total Current Liabilities	703,145.21
Long Term Liabilities	
N/P Bank of America	203,387.81
Total Long Term Liabilities	203,387.81
Total Liabilities	906,533.02
Equity	
Unreal Gain (Loss) on SvgBonds	
Series EE Bond X2887816EE	5,408.00
Series EE Bond X2887817EE	5,408.00
Series EE Bond X2887818EE	5,408.00
Total Unreal Gain (Loss) on SvgBonds	16,224.00
Unreal Gain (Loss) on Invest	
Fidelity	
S-T Gain (Loss) on Investments	
Spartan Money Market	10.28
Govt Money Market	1.29
Total S-T Gain (Loss) on Investments	11.57
Total Fidelity	11.57
MS 8772 Inv Adv (Port Fund)	
8772 LT Gain (Loss) on Invest	
8772 Stock	60,135.03
8772 Exc & Closed End Funds	34,303.54
Total 8772 LT Gain (Loss) on Invest	94,438.57
Total MS 8772 Inv Adv (Port Fund)	94,438.57
MS 8774 Basic Sec (Inc Fund)	
8774 ST Gain (Loss) on Invest	
8774 Exc & Closed End Funds	-50.11
8774 Mutual Funds	3.40
Total 8774 ST Gain (Loss) on Invest	-46.71
8774 LT Gain (Loss) on Invest	
8774 Exc & Closed End Funds	-7,961.53
8774 Mutual Funds	27,111.87
Total 8774 LT Gain (Loss) on Invest	19,150.34
Total MS 8774 Basic Sec (Inc Fund)	19,103.63
Total Unreal Gain (Loss) on Invest	113,553.77

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07/15/15

Accrual Basis

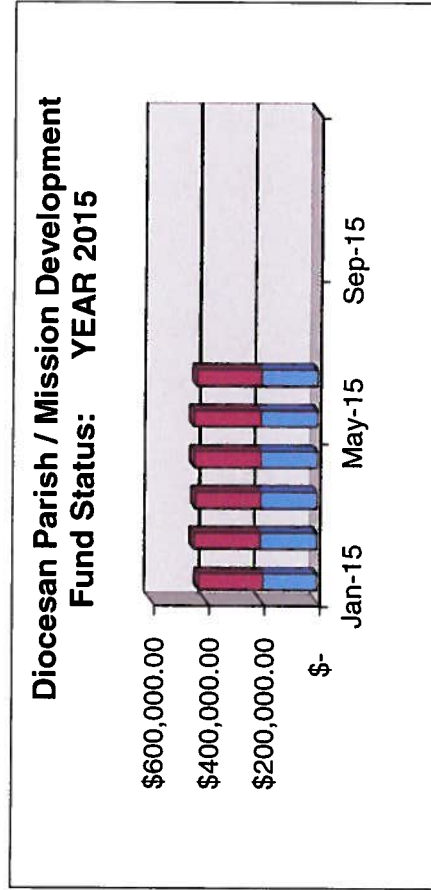
Diocese of the Midwest - OCA
Balance Sheet
As of June 30, 2015

	Jun 30, 15
Temp. Restricted Net Assets	
Archbp Job Scholarship Mem Fd	12,177.76
Auto Reserve	20,303.69
Legal Reserve	37,000.00
Maintenance Reserve	29,192.60
Mission Funds	-651.19
Seminarian Reserve	-5,548.98
Seminarian Scholarships	-39,761.11
General Operating Reserve	11,949.34
Special Visit Reserve	6,000.00
Total Temp. Restricted Net Assets	70,662.11
Unrestricted Net Assets	206,149.52
Net Income	85,946.10
Total Equity	492,535.50
TOTAL LIABILITIES & EQUITY	1,399,068.52

DIOCESAN PARISH / MISSION DEVELOPMENT FUND STATUS FOR 2015

Morgan Stanley/Smith Barney: Yearly Summary			
Portfolio Fund	Income Fund	Total of Both Funds	
12/31/1999	\$76,901.68	\$36,314.89	\$113,216.57
12/31/2000	\$55,941.71	\$35,833.37	\$91,775.08
12/31/2001	\$48,666.52	\$39,127.56	\$87,794.08
12/31/2002	\$29,910.32	\$35,685.27	\$65,595.59
12/31/2003	\$40,302.91	\$46,454.48	\$86,757.39
12/31/2004	\$65,577.59	\$94,944.45	\$160,522.04
12/31/2005	\$73,368.45	\$106,883.52	\$180,251.97
12/31/2006	\$80,468.45	\$138,634.24	\$219,102.69
12/31/2007	\$122,947.79	\$170,513.99	\$293,461.78
12/31/2008	\$80,842.09	\$110,129.02	\$190,971.11
12/31/2009	\$108,519.41	\$147,874.94	\$256,394.35
12/31/2010	\$129,492.41	\$166,087.12	\$295,579.53
12/31/2011	\$129,973.68	\$159,986.27	\$289,959.95
12/31/2012	\$150,262.53	\$184,556.53	\$334,819.06
12/31/2013	\$194,762.29	\$218,837.99	\$413,600.28
12/31/2014	\$202,298.31	\$232,521.19	\$434,819.50

Morgan Stanley/Smith Barney: Monthly Summary			
Portfolio Fund	Income Fund	Total of Both Funds	
105833	105834		
1/31/2015	\$ 195,859.34	\$ 231,721.52	\$ 427,580.86
2/28/2015	\$ 206,208.31	\$ 239,777.26	\$ 445,985.57
3/31/2015	\$ 205,246.27	\$ 236,821.26	\$ 442,067.53
4/30/2015	\$ 204,801.41	\$ 241,044.85	\$ 445,846.26
5/31/2015	\$ 206,340.49	\$ 242,029.72	\$ 448,370.21
6/30/2015	\$ 204,108.89	\$ 234,390.80	\$ 438,499.69
7/31/2015		\$ -	-
8/31/2015		\$ -	-
9/30/2015		\$ -	-
10/31/2015		\$ -	-
11/30/2015		\$ -	-
12/31/2015		\$ -	-
Gain/Loss	\$1,810.58	\$1,869.61	\$3,680.19



2015 DIOCESAN TREASURER'S REPORT

ATTACHMENTS ‘E’ and ‘F’

Attachment ‘E’

**Diocesan Parish / Mission Development
Fund Status as of June 30th, 2015**

Attachment ‘F’

**Fidelity Investment Account Status as of
July 6th, 2015**

**2015 FIDELITY INVESTMENT ACCOUNT STATUS:
OPERATING RESERVE FUNDS AND MAINTENANCE RESERVE FUND**

OPERATING FUND (SPRXX)	TOTALS	MAINTENANCE RESERVE FUND (SPAXX)	TOTALS	FUND TOTALS
12/31/2014	\$195,772.27	12/31/2014	\$29,195.53	\$224,967.80
1/31/2015	\$195,773.73	1/31/2015	\$29,195.78	\$224,969.51
2/28/2015	\$195,775.43	2/28/2015	\$29,196.00	\$224,971.43
3/31/2015	\$195,777.09	3/31/2015	\$29,196.25	\$224,973.34
4/30/2015	\$195,778.70	4/30/2015	\$29,196.49	\$224,975.19
5/31/2015	\$195,780.36	5/31/2015	\$29,196.74	\$224,977.10
*6/30/2015	\$186,781.95			\$215,978.93
**7/6/2015	\$151,781.95	6/30/2015	\$29,196.98	
8/31/2015				
9/30/2015				
10/31/2015				
11/30/2015				
12/31/2015				
*Gain/Loss	-\$8,990.32		\$1.21	-\$8,988.87

Note, Based on the motion made at the June 2012 Diocesan Council meeting, on 12/24/2012, \$20,000 was transferred from the Special Visit Reserve Fund in our Operating Fund to the Maintenance Reserve Fund

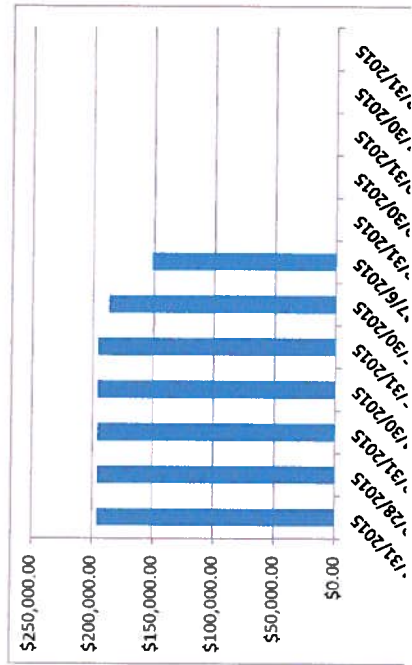
Note, \$46,692.95 deposited in Operating Reserve Fund on 1/2/14 for funds for the OCA Escrow Account for the year 2013

Note, For 2014, \$11,712.37, \$16,187.98, \$5,873.44, \$2,749.55, \$3,846.82, \$5,993.23, \$5,398.58, \$4,802.87 and \$5,067.47 were deposited in Operating Reserve Fund on 3/14/14, 6/13/14, 7/31/14, 8/28/14, 9/8/14, 10/29/14, 11/14/14, 12/15/14 and 12/31/14. Total of \$108,125.26 deposited for funds for the OCA Escrow Account for the years 2013 and 2014

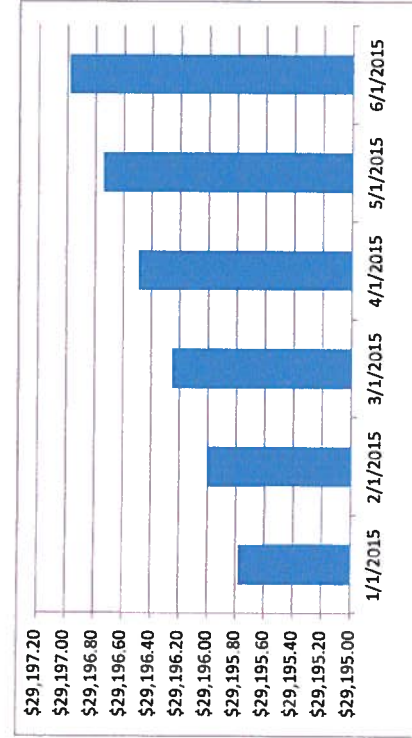
*On 6/24/15, \$9,000 was transferred from Auto Reserve Fund account to the Bank of America Money Market/Checking Account to cover the cost of vehicle purchase from Bishop Paul

**On 7/6/15, \$35,000 was transferred from the OCA Reserved Fund account to the Bank of America Money Market/Checking Account to cover General Fund Expenditures.

Operating Reserve Fund



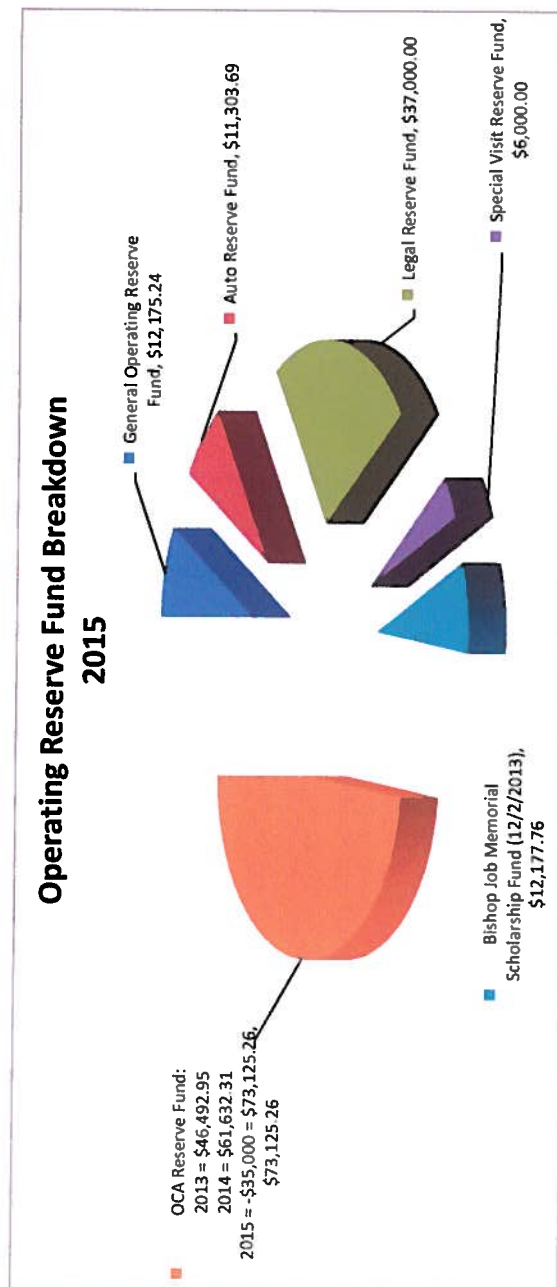
Maintenance Reserve Fund



**2015 FIDELITY INVESTMENT ACCOUNT STATUS:
OPERATING RESERVE FUNDS AND MAINTENANCE RESERVE FUND**

Operating Reserve Fund Breakdown Summary from 2009 to 7/6/2015			NOTES:
General Operating Reserve Fund	\$12,175.24		
Auto Reserve Fund	\$11,303.69		Used Ford Edge Purchased on 9/22/11 for \$19,751.09. Rather than transfer this entire amount into the Bank of America (BOM) Money Market account, it will be distributed as follows: \$7,680 transferred from this account to BOM on 12/13/11 to cover the Bishops Pension Payment. \$11,191.79 moved from Auto Reserve into new category for escrow: Parish Development Ministry, balance in Dept. at 2010 year end. (per Diocesan Council Motion) Total of funds moved is equal to \$18,871.79. Purchased Ford Focus from Bishop Paul for \$9,000 on 5/19/2015. However, did not withdraw funds from Auto Reserve Fund until 6/24/2015. The \$9,000 was deposited into the Bank of America Money Market/Checking Account.
Legal Reserve Fund	\$37,000.00		
Special Visit Reserve Fund	\$6,000.00		\$20,000 transferred from the Special Visit Reserve Fund to the Maintenance Reserve fund on 12/24/2012 based on June 22, 2012 Diocesan Council Motion
Bishop Job Memorial Scholarship Fund (12/2/2013)	\$12,177.76		12/02/2013: Created from funds from a rebate from the 16th All American Council Held in Seattle (Oct/Nov. 2011) to the Diocese of the Midwest. Voted and accepted by the delegates present at the 51st Diocesan Assembly in Broadview Heights to create the fund. See minutes; Other Business, Section XVI.A, Funds transferred from BOA Checking Acc into Fidelity Fund on 12/02/2013.
OCA Reserve Fund: 2013 = \$46,492.95 2014 = \$61,632.31 2015 = -\$35,000 = \$73,125.26	\$73,125.26		As of 6/30/2013: \$10 per member in assessments held by the Diocese due to the OCA decreasing the assessment from \$105 per person to \$95 per person. (Actual Dollar amount calculated based on a percentage basis, 5.2% of funds received from parishes for 2013.) Money to be used by the Diocese to fund programs no longer funded by the OCA or at the discretion of the Diocese. This decision was reaffirmed at the 52nd Dico. Assembly in Lansing, IL. Funds transferred from BOA Checking Acc into Fidelity Fund on 12/28/2013. They were deposited in the Fidelity Account on 1/2/2014. Note, For 2014: on 3/14/14; \$11,712.37, 6/13/14; \$16,187.98, 7/31/14; \$5,873.44, 8/28/14; \$2,749.55, 9/8/14; \$3,846.82, 10/29/14; \$5,993.23 11/14/14; \$5,398.58, 12/15/14; \$4,802.87 and on 12/31/14 (Actually Deposited on 1/5/15). \$5,057.47 = \$51,644.61 was deposited in Operating Reserve Fund.
7/6/15: \$35K Withdraw	(\$35,000.00)		On 7/6/15, \$35,000 was transferred from this OCA Reserve Fund into the Bank of America Money Market fund to cover general expenditures.
TOTAL	\$151,781.95		

2015 FIDELITY INVESTMENT ACCOUNT STATUS:
OPERATING RESERVE FUNDS AND MAINTENANCE RESERVE FUND



2015 DIOCESAN TREASURER'S REPORT

ATTACHMENT “G”

Proposed budget for 2016

**To be drafted and presented to the
Diocesan Council for Approval at the
Year End 2015 Diocesan Council Meeting**