

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

THE DIOCESE OF BELLEVILLE



June 30, 2003

**KERBER, ECK & BRAECKEL LLP**  
CERTIFIED PUBLIC ACCOUNTANTS  
MANAGEMENT CONSULTANTS

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## Independent Auditors' Report

Catholic Diocese of Belleville  
Belleville, Illinois

We have audited the accompanying statement of financial position of the Catholic Diocese of Belleville, Illinois (the Diocese) as of June 30, 2003, and the related statement of activities, of changes in net assets, and of cash flows for the year then ended. These financial statements are the responsibility of the Diocesan management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The Diocese has excluded from property, plant, and equipment in the accompanying statement of financial position certain capital assets that, in our opinion, should be included to conform with accounting principles generally accepted in the United States of America. These financial statements do not include the capitalization of long-lived tangible assets and the related depreciation thereon. The amount by which the financial statements would change, while material, is not determinable.

In our opinion, except for the effects of not including certain capital items in fixed assets, as discussed in the preceding paragraph, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of the Catholic Diocese of Belleville, Illinois as of June 30, 2003, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on pages 25 through 44 is presented for purposes of additional analysis is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Kerber, Eck & Bruechel LLP*

Springfield, Illinois  
September 11, 2003

Catholic Diocese of Belleville, Illinois  
STATEMENT OF FINANCIAL POSITION

June 30, 2003

ASSETS

Cash and cash equivalents	\$	1,154,445
Receivables		
Loans receivable (net of allowance of \$ 300,276)		4,414,244
Accounts receivable (net of allowance of \$ 365,500)		637,588
Contributions receivable (net of allowance of \$ 99,000)		1,030,759
Investments		2,994,967
Investments in Catholic Community Foundation		13,367,692
Accrued investment income		81,013
Other investments		420,389
Prepaid expenses		14,584
Real estate		1,679,209
		1,679,209
Total assets	\$	25,794,890

LIABILITIES AND NET ASSETS

Accounts payable and accrued expenses	\$	341,819
Deposits payable		9,048,420
Accrued interest payable		34,822
Collections held for transmittal		250,467
Unearned grants		119,062
Annuities payable		193,955
EPA loan payable		61,764
Estimated claims payable		800,000
Safety net payable		3,500,000
		3,500,000
Total liabilities		14,350,309
Net assets		
Unrestricted		3,088,424
Temporarily restricted		6,142,267
Permanently restricted		2,213,890
		2,213,890
Total net assets		11,444,581
Total liabilities and net assets	\$	25,794,890

The accompanying notes are an integral part of this statement.

## Catholic Diocese of Belleville, Illinois

## STATEMENT OF ACTIVITIES

Year ended June 30, 2003

Changes in unrestricted net assets	
Support and revenue	
Grants	\$ 194,032
Parish assessments	1,304,470
Unemployment fund assessments	258,287
Contributions and bequests	2,017,539
Pentecostal collection	40,593
Investment income	977,160
Sale of real estate	584,187
Other	57,563
Premiums	6,506,510
Rental and farm income	278,253
Management fees	14,578
Agency revenues	307,407
Total support and revenue before releases	12,540,579
Net assets released from restrictions	
Satisfaction of program restrictions	1,614,387
Total unrestricted support and revenue	14,154,966
Expenses	
Program	
Benefits of parishes and agencies	8,514,689
Educational	1,331,919
Christian services	930,783
Pastoral services	898,124
Seminarian training	327,483
Permanent Diaconate and lay formation	349,839
Care of clergy	(5,266)
Total program expenses	12,347,571
Supporting Services	
Management and general	1,311,162
Fundraising	510,408
Total expenses	14,169,141
Decrease in unrestricted net assets	(14,175)
Changes in temporarily restricted net assets	
Grants	217,725
Contributions and bequests	214,342
Investment income	54,830
Net assets released from restrictions	
Satisfaction of program restrictions	(1,614,387)
Decrease in temporarily restricted net assets	(1,127,490)
Changes in permanently restricted net assets	
Contributions and bequests	20,669
Decrease in net assets	(1,120,996)
Net assets at beginning of year	12,565,577
Net assets at end of year	\$ 11,444,581

The accompanying notes are an integral part of this statement.

Catholic Diocese of Belleville, Illinois

STATEMENT OF CHANGES IN NET ASSETS

Year ended June 30, 2003

	<u>Unrestricted - Undesignated</u>	<u>Unrestricted - Designated</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Net assets at June 30, 2002, as previously reported	\$ (254,787)	\$ 6,829,058	\$ 135,576	\$ 2,193,221	\$ 8,903,068
Reclassifications	(1,688,550)	(4,354,978)	6,043,528	-	-
Prior period adjustments	<u>2,434,864</u>	<u>136,992</u>	<u>1,090,653</u>	<u>-</u>	<u>3,662,509</u>
Net assets at June 30, 2002, as restated	491,527	2,611,072	7,269,757	2,193,221	12,565,577
Increase (decrease) in net assets	<u>(336,665)</u>	<u>322,490</u>	<u>(1,127,490)</u>	<u>20,669</u>	<u>(1,120,996)</u>
Net assets at June 30, 2003	<u>\$ 154,862</u>	<u>\$ 2,933,562</u>	<u>\$ 6,142,267</u>	<u>\$ 2,213,890</u>	<u>\$ 11,444,581</u>

The accompanying notes are an integral part of this statement.



Catholic Diocese of Belleville, Illinois

STATEMENT OF CASH FLOWS

Year ended June 30, 2003

Cash flows from operating activities	
Change in net assets	\$ (1,120,996)
Adjustments to reconcile change in net assets to net cash used in operating activities	
Unrealized appreciation on marketable securities	(11,432)
Gain on sale of real estate	(99,849)
Investment income on foundation investments	(418,923)
Change in assets and liabilities	
Increase in accounts receivable	(229,954)
Decrease contributions receivable	491,862
Decrease in accrued investment income	25,326
Decrease in prepaid expenses	3,484
Increase in accounts payable and accrued expenses	9,535
Increase in accrued interest payable	5,096
Decrease in collections held for transmittal	(120,811)
Decrease in unearned grants	(14,038)
Increase in annuities payable	96,227
Increase in estimated claims incurred but not reported	94,645
Increase in safety net payable	350,000
	<hr/>
Net cash used in operating activities	(939,828)
Cash flows from investing activities	
Purchase of investments in marketable securities	(1,965,238)
Proceeds from sale of marketable securities	2,220,019
Purchase of foundation investments	(582,710)
Distributions from Foundation investments	50,112
Purchase and improvement of real estate	(72,866)
Loans to parishes and agencies	(2,304,123)
Principal payments from parishes and agencies	941,756
Decrease in accrued interest receivable on loans	46,023
Decrease in other investments	24,410
Proceeds from sale of real estate	158,496
	<hr/>
Net cash used in investing activities	(1,484,121)
Cash flows from financing activities	
Principal payments on EPA loan	(11,230)
Deposits received	4,226,073
Deposit withdrawals	(2,771,663)
	<hr/>
Net cash provided by financing activities	1,443,180
Net decrease in cash and cash equivalents	(980,769)
Cash at beginning of year	<hr/> 2,135,214
Cash at end of year	<hr/> <hr/> \$ 1,154,445
Interest paid	<hr/> <hr/> \$ 330,486

The accompanying notes are an integral part of this statement.

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS

June 30, 2003

NOTE A - SUMMARY OF ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statement follows.

*1. Financial Reporting Entity*

The Catholic Diocese of Belleville, Illinois (the Diocese), is a not-for-profit corporation established under the laws of the State of Illinois, and it operates as a religious organization. The Diocese is located in Southern Illinois and it provides services to the various parishes, schools, and other agencies and organizations of the Diocese.

*2. Basis of Accounting*

The accompanying financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities. They include all administrative and program offices and departments of the Diocese, which are under control of the Bishop of Belleville, Illinois.

The accompanying financial statements exclude the accounts of the activities of the Diocese such as the Catholic Community Foundation, Catholic Charities, Inc., parishes, schools, cemeteries, etc. These activities may or may not be separately incorporated under civil law; however, each is an operating entity distinct from the Diocesan administrative offices, maintains separate accounts and carries on its own services and programs.

*3. Fund Accounting*

To ensure observance of limitations and restrictions placed on the use of resources available to the Diocese, the accounts of the Diocese are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with the nature and purpose of such funds. Separate accounts are maintained for each fund; however, in the accompanying financial statements, the funds have been combined to report the net assets and functional activities of the Diocese.

Current fund

The current fund includes financial transactions for the ordinary or central operations of the Diocese. The current fund consolidates the operations of the following funds:

**General fund** - Accounts for the Parish assessments received and the ordinary operating costs of the Administrative Offices of the Diocese.

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

3. *Fund Accounting - Continued*

**Annual Bishop's Appeal (ABA) fund** - Accounts for the contributions received from the diocesan-wide Annual Bishop's Appeal (ABA) and the funding of various programs of the Diocese as annually determined.

**Ministry Formation fund** - Accounts for contributions received or amounts designated for seminarian education.

**St. John's fund** - Accounts for contributions received or amounts designated for the St. John's Children's Home.

Self Insurance fund - The self insurance fund consolidates the following funds:

**Group Health Insurance fund** - Accounts for the operations of the plan, which provides health and death benefits covering substantially all active and retired employees of the Catholic Diocese of Belleville, Illinois, and related parishes, schools and other organizations of the Diocese.

**Property and Liability Insurance fund** - Accounts for the operations of the plan, which provides workers' compensation insurance, property and comprehensive liability insurance to the Catholic Diocese of Belleville, Illinois, and related parishes, schools and other organizations of the Diocese.

Additional funds of the Diocese are as follows:

**Deposit and Loan fund** - Provides parishes and other organizations of the Diocese a means to deposit funds with interest. These deposits are used to provide loans to other parishes and organizations of the Diocese.

**Custodial fund** - Accounts for monies being held in a fiduciary capacity for others and contributions received with specific donor restrictions.

**Campaign fund** - Accounts for the activities of the "Future Full of Hope" Campaign.

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

*4. Financial Statement Presentation*

The Diocese is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. To ensure observance of limitations and restrictions placed on the use of resources available, the Diocese reports donations of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a 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.

*5. Cash and Cash Equivalents*

Cash and cash equivalents consist of short-term highly liquid investments, which are readily convertible into cash within ninety (90) days of purchase. Cash and cash equivalents held temporarily as part of an investment portfolio are considered as investments and are excluded from cash and cash equivalents.

*6. Investment Securities*

Investments in marketable securities with readily determinable market values and all investments in debt securities are valued at their market values in the statement of financial position. Unrealized gains and losses are included in the statement of activities.

*7. Property, Plant, and Equipment*

Capital expenditures are not capitalized but are charged as current expenditures when purchased, with the exception for real property purchases and/or improvements in the General Fund since July 1, 1998.

*8. Contributed Services*

The Diocese receives a substantial amount of services donated by its members in carrying out the Church ministry. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition under Statement of Financial Accounting Standard (SFAS) No. 116, "Accounting for Contributions Received and Contributions Made."

*9. Functional Allocation of Expenses*

The costs of providing the various programs and other activities has been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

*10. Income Taxes*

The Catholic Diocese of Belleville, Illinois is a not-for-profit corporation under Section 501(c)(3) of the Internal Revenue Code and, as such, is exempt from income taxes under Section 501(a) of the Code.

*11. 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE B - CONCENTRATION OF CREDIT RISK

The Diocese maintains its primary cash balances at a financial institution in Belleville, Illinois. Accounts at this institution are insured by the Federal Deposit Insurance Corporation up to \$ 100,000. At times, these accounts may exceed federally insured limits. The Diocese has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk related to the accounts.

NOTE C - LOANS RECEIVABLE

Loans receivable from parishes, schools, and related entities to the Diocese bear interest at the rate of 0.0% to 6.0%.

Loans receivable at June 30, 2003, consists of:

Principal balance of loans	\$ 4,648,287
Accrued interest receivable	66,233
Allowance for doubtful accounts	<u>(300,276)</u>
	<u>\$ 4,414,244</u>

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE D - ACCOUNTS RECEIVABLE

Accounts receivable at June 30, 2003, consists of:

	<u>Receivable</u>	Allowance for Doubtful <u>Accounts</u>	Net <u>Receivable</u>
Parish assessments	\$ 339,447	\$ 141,500	\$ 197,947
Unemployment assessments	41,397	18,800	22,597
Other	144,123	-	144,123
Health insurance premiums	196,249	151,600	44,649
Property and liability insurance premiums receivable	<u>281,872</u>	<u>53,600</u>	<u>228,272</u>
	<u>\$ 1,003,088</u>	<u>\$ 365,500</u>	<u>\$ 637,588</u>

NOTE E - CONTRIBUTIONS RECEIVABLE

Contributions receivable at June 30, 2003, consists of:

	<u>Receivable</u>	Allowance for Doubtful <u>Accounts</u>	Net <u>Receivable</u>
ABA pledges	\$ 476,574	\$ -	\$ 476,574
Insurance policy	250,000	-	250,000
Future Full of Hope Campaign pledges	<u>403,185</u>	<u>99,000</u>	<u>304,185</u>
	<u>\$ 1,129,759</u>	<u>\$ 99,000</u>	<u>\$ 1,030,759</u>

NOTE F - INVESTMENTS

Investments in marketable securities at June 30, 2003, consists of:

	<u>Cost</u>	Market <u>Value</u>	Unrealized <u>Gain (Loss)</u>
Equity securities	\$ 249,972	\$ 171,681	\$ (78,291)
Debt securities	764,276	820,030	55,754
Cash	<u>2,003,256</u>	<u>2,003,256</u>	<u>-</u>
	<u>\$ 3,017,504</u>	<u>\$ 2,994,967</u>	<u>\$ (22,537)</u>

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE G - INVESTMENTS IN CATHOLIC COMMUNITY FOUNDATION

The Diocese has various investments in the Catholic Community Foundation, which is a related party, as follows:

	<u>Basis</u>	<u>Market Value</u>	<u>Unrealized Gain (Loss)</u>
Endowment agreements	\$ 5,426,057	\$ 5,641,223	\$ 215,166
Limited term agreements	<u>7,385,299</u>	<u>7,726,469</u>	<u>341,170</u>
	<u>\$ 12,811,356</u>	<u>\$ 13,367,692</u>	<u>\$ 556,336</u>

NOTE H - OTHER INVESTMENTS

The Catholic Diocese of Belleville, Illinois is a member of the Catholic Umbrella Pool (Pool). The Pool was created to self-insure certain risks for all participants and the Pool provides various coverages for general liability and morality claims in excess of \$ 1,500,000. The participants vary by year and are approved by the Pool's Board of Trustees.

Each participating Diocese is liable for losses, if any, beyond the Pool's ability to fund such losses. Any such liability would be allocated to each participant based on their interest in the Pool and the Catholic Diocese of Belleville, Illinois' liability would be limited to the allocated amount. The Diocese has \$ 20,000,000 in excess liability coverage provided by the Catholic Mutual Relief Society of America.

The Catholic Diocese of Belleville, Illinois' contribution to the Pool was \$ 88,564 in the year ended June 30, 2003. The equity interest and participation percentage in the Pool was \$ 410,389 and 2.06%, respectively, as of June 30, 2003.

Other investments at June 30, 2003, are as follows:

Catholic Umbrella Pool	\$ 410,389
Refundable deposit	<u>10,000</u>
	<u>\$ 420,389</u>

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE I - REAL ESTATE

Real estate consists of the following properties:

Priest Retreat Center	\$ 150,250
Kil-Mar Professional Building, Belleville, IL	1,377,152
Franciscan Friary	72,782
Land - Seminary fund	12,000
Land - St. John's fund	<u>67,025</u>
	<u>\$ 1,679,209</u>

NOTE J - DEPOSITS AND ANNUITIES PAYABLE

The deposits payable of \$ 9,048,420 as of June 30, 2003, represent the amount of monies on deposit with the Diocese by parishes, schools, and other organizations related to the Catholic Diocese of Belleville, Illinois. Deposits bear an interest rate of 4% for the years ended June 30, 2003.

The annuities payable of \$ 193,955 as of June 30, 2003, represent annuity contracts specifying parishes as the beneficiaries of the contracts.

NOTE K - EPA LOAN PAYABLE

The EPA loan payable at June 30, 2003, consists of:

United States Environmental Protection Agency (EPA), with interest at 0%, payable in semi-annual installments of \$ 5,615	<u>\$ 61,764</u>
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Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE K - EPA LOAN PAYABLE - Continued

Aggregate maturities are as follows:

Year Ended <u>June 30</u>	
2004	\$ 11,230
2005	11,230
2006	11,230
2007	11,230
2008	11,230
2009 and thereafter	<u>5,614</u>
	<u>\$ 61,764</u>

NOTE L - ESTIMATED CLAIMS PAYABLE

Estimated claims payable consist of payments to be made on claims incurred by June 30, 2003, as follows:

Health insurance claims	\$ 650,000
Property insurance claims	<u>150,000</u>
	<u>\$ 800,000</u>

NOTE M - SAFETY NET PAYABLE

The Diocese has recognized an estimated liability relative to benefits which may be payable to participants of the defined benefit plan for the lay employees of the Diocese that was administered by Aetna Life Insurance Company and terminated on August 31, 1991.

Any participant of the defined benefit plan which was terminated on August 31, 1991, who is employed by the Diocese (parish, school or agency) who leaves his or her job after age 55 and maintains a Delta annuity contract until age 65, may be eligible to receive a "safety net benefit".

Safety net benefits will provide the participant with additional benefits measured by the difference between the life only annuity contract provided by Delta Life & Annuity and the accrued benefit owed from the defined benefit plan, which was terminated on August 31, 1991.

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE M - SAFETY NET PAYABLE - Continued

The estimated liability included in the financial statements of \$ 3,500,000 is based upon plan participants that have attained age 55.

There are employees of the Diocese (parishes, schools or agencies) who have not yet attained age 55 but upon attaining age 55 may become eligible for safety net benefits. The potential liability for individuals who have not yet attained age 55 is estimated to be \$ 930,000.

Payments related to the safety net payable are estimated as follows:

Year Ended <u>June 30</u>	
2004	\$ 85,000
2005	95,000
2006	110,000
2007	125,000
2008	150,000
2009 and thereafter	<u>2,935,000</u>
	<u>\$ 3,500,000</u>

NOTE N - CONTRIBUTIONS AND BEQUESTS

Contributions and bequests for the year ended June 30, 2003, consist of:

Unrestricted contributions and bequests	
Current fund	
General fund	\$ 263,326
Annual Bishop's Appeal fund	1,742,638
Ministry Formation fund	<u>100</u>
Total current fund	2,006,064
Custodial fund	<u>11,475</u>
Total unrestricted contributions and bequests	<u>\$ 2,017,539</u>

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE N - CONTRIBUTIONS AND BEQUESTS - Continued

Temporarily restricted contributions and bequests	
Current Fund	
General fund	\$ 117,083
Annual Bishop's Appeal fund	39,686
Custodial Fund	53,781
A Future Full of Hope campaign contributions	<u>3,792</u>
Total temporarily restricted contributions and bequests	<u>\$ 214,342</u>
Permanently restricted contributions and bequests	
Ministry Formation fund - student burses	<u>\$ 20,669</u>

NOTE O - RETIREMENT PLAN

The Diocese maintains a defined contribution annuity plan (Internal Revenue Code, Sec. 403(b)) for the benefit of the lay employees of the Diocese who meet certain age and length of service requirements. The plan provides for employer contributions equal to 3% of compensation, plus a match of the first 2% of employee contributions for eligible participants. Employee contributions are permitted but not mandatory. Contributions to the annuity plan by the Diocese total \$ 62,385 for the year ended June 30, 2003.

NOTE P - GROUP HEALTH INSURANCE PLAN

The Diocese maintains a group health insurance plan that provides coverage to substantially all active and retired employees of the Diocese, and related parishes, schools, and other organizations of the Diocese. The Diocese is reimbursed for premiums for related parishes, schools, and other organizations of the Diocese.

The Plan provides health benefits (medical, hospital, surgical, and major medical) and death benefits to full-time employees (with at least 30 hours of service each week) and to their beneficiaries and covered dependents.

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE P - GROUP HEALTH INSURANCE PLAN - Continued

Current health claims of active and retired participants and their dependents and beneficiaries are provided under the following insurance contracts:

Preferred provider organization (PPO) - Health Link  
Health maintenance organization (HMO) - United Healthcare  
Death benefits - Lafayette Life

Each employee may choose coverage under the HMO or PPO. In addition, each employee receives \$ 10,000 in life insurance benefits.

Contributions to the Plan (premium income) are made from premium payments from parishes, schools, and other organizations of the Diocese. The Diocese self-insures the participant in the PPO Plan to a specific stop loss of \$ 150,000 per occurrence and an aggregate stop loss, which is annually determined. The Plan is administered by Wausau Benefits for the Diocese.

NOTE Q - CAMPAIGN FUND

The Diocese is in the final stages of the Future Full of Hope Campaign with the following overall goals:

Vocations development	\$ 2,000,000
Lay leadership and adult formation	2,250,000
Cathedral and buildings	2,000,000
Social and community outreach	1,000,000
Priests' retirement	600,000
Parish needs	1,200,000
Youth formation and school assistance	2,250,000
Campaign expenses	<u>700,000</u>
	<u>\$ 12,000,000</u>

As of June 30, 2003, there were pledges receivable of \$ 403,185 prior to an allowance for uncollectible pledges of \$ 99,000, for a net pledges receivable valued at \$ 304,185.

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE R - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at June 30, 2003, are available for the following purposes:

Program restrictions	
Immaculate Conception - Kaskaskia	\$ 131,372
Project Rachel	50,011
Campaign fund	4,068,028
Custodial accounts	84,254
SLU Scholarship	221,759
Tuition and technology assistance	739,924
Time restrictions	
Contribution receivable	250,000
Annuities	120,345
Annual Bishop's Appeal receivable	<u>476,574</u>
	<u>\$ 6,142,267</u>

NOTE S - PERMANENTLY RESTRICTED NET ASSETS

The Diocese has permanently restricted net assets of \$ 2,213,890 as of June 30, 2003. Investment income on these assets is to be used for the purpose of clergy and lay ministry formation programs.

NOTE T - NET ASSETS RELEASED FROM RESTRICTIONS

During the year ended June 30, 2003, net assets were released from donor restrictions by incurring expenses satisfying the purpose stipulated by donors as follows:

Purpose restriction accomplished	
Tuition and technology assistance	\$ 48,863
Future Full of Hope Campaign	1,205,211
Custodial expenses	55,634
Project Rachel	27,920
Ministry Formation	54,830
Repairs - Kaskaskia Island	4,204
Pass-through grants	<u>217,725</u>
Total restrictions released	<u>\$ 1,614,387</u>

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE U - PRIOR PERIOD ADJUSTMENTS AND RECLASSIFICATIONS

Statement of Financial Accounting Standard (SFAS) No. 116 requires all contributions pledged or received to be recorded as revenue at the time of the pledge or receipt, whichever occurs first. Therefore, prior period adjustments were made to recognize the pledges and receipts related to the Annual Bishop's Appeal, Project Rachel, a Life Insurance receivable, and certain annuities.

Further, \$ 841,729 was transferred directly from the Future Full of Hope Campaign Fund to be invested in the Catholic Community Foundation. These investments should have been transferred initially to the appropriate diocesan operating fund so they would be reported as assets of the Diocese in accordance with SFAS 136.

Deposits totaling \$ 43,411 were placed directly in the Deposit and Loan Fund. These deposits should have been deposited initially in the appropriate operating fund and then deposited in the Deposit and Loan Fund so that they would be reported as an asset of the operating fund.

The Lay Employee Handbook provides that upon termination of employment, employees are to be paid for unused vacation days up to a certain limit. Generally accepted accounting principles require the accrual of a liability for these unpaid vacation days.

In the past, in calculating the safety net payable, it was assumed when a former employee became eligible for payments, the portion paid by the Diocese would be funded by the purchase of an annuity. However, this has not been the practice to date. The Diocesan portion has been funded out of the operating funds of the Diocese. By using this current practice in the assumptions, the calculation of the safety net payable was reduced.

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted net assets depending on the existence and/or nature of any donor restrictions. Further, unrestricted contributions receivable are recorded as temporarily restricted due to the time restriction. Net assets may also be classified as designated by internal decisions of the Diocese. Based upon our inquiries and audit procedures, it was determined that certain net assets needed to be reclassified as designated or temporarily restricted net assets.

A summary of the prior period adjustments and reclassifications at June 30, 2002, follows:

Catholic Diocese of Belleville, Illinois

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2003

NOTE U - PRIOR PERIOD ADJUSTMENTS AND RECLASSIFICATIONS - Continued

	Unrestricted Net Assets	Designated Net Assets	Temporarily Restricted Net Assets	Permanently Restricted Net Assets	Total Net Assets
June 30, 2002, as previously reported	\$ (254,787)	\$ 6,829,058	\$ 135,576	\$ 2,193,221	\$ 8,903,068
Prior period adjustments:					
Annual Bishop Appeal	1,679,453	-	-	-	1,679,453
Life Insurance Contribution Receivable	-	-	250,000	-	250,000
Technology Foundation Assets	-	68,517	352,906	-	421,423
Tuition Assistance Foundation Assets	-	68,475	351,831	-	420,306
Annuities in Deferred Revenue	-	-	87,312	-	87,312
Diocesan Deposits in D & L Fund	43,411	-	-	-	43,411
Rachel Project in Deferred Revenue	-	-	48,604	-	48,604
Accrued Vacation Payable	(138,000)	-	-	-	(138,000)
Change in Safety Net Payable	850,000	-	-	-	850,000
Total adjustments	2,434,864	136,992	1,090,653	-	3,662,509
Reclassifications:					
Ministry Formation	(925,605)	925,605	-	-	-
Custodial Accounts	(88,356)	-	88,356	-	-
Campaign Funds	-	(5,269,447)	5,269,447	-	-
SLU Scholarship	(208,374)	(11,136)	219,510	-	-
Annal Bishop's Appeal Receivable	(466,215)	-	466,215	-	-
Total reclassifications	(1,688,550)	(4,354,978)	6,043,528	-	-
June 30, 2002, restated	<u>\$ 491,527</u>	<u>\$ 2,611,072</u>	<u>\$ 7,269,757</u>	<u>\$ 2,193,221</u>	<u>\$ 12,565,577</u>

SUPPLEMENTARY INFORMATION



Catholic Diocese of Belleville, Illinois  
 COMBINING STATEMENT OF FINANCIAL POSITION  
 June 30, 2003

ASSETS	Current Funds	Self- Insurance Funds	Deposit and Loan Fund	Custodial Fund	Sub-total	Campaign Fund	Eliminations	Total
Cash and cash equivalents	\$ 272,084	\$ 262,575	\$ 621,169	\$ 67,381	\$ 1,223,209	\$ (68,764)	\$ -	\$ 1,154,445
Cash equivalents in Deposit and Loan fund	252,732	243,972	-	84,928	581,632	828,673	(1,410,305)	-
Receivables								
Loans receivable, net	-	-	5,737,732	-	5,737,732	-	(1,323,488)	4,414,244
Accounts receivable, net	364,665	272,923	-	-	637,588	-	-	637,588
Contributions receivable, net	726,574	-	-	-	726,574	304,185	-	1,030,759
Investments	254,814	-	842,547	-	1,097,361	1,897,606	-	2,994,967
Investments in Catholic Community Foundation	7,192,829	995,100	3,334,641	667,348	12,189,918	1,177,774	-	13,367,692
Accrued investment income	-	81,013	-	-	81,013	-	-	81,013
Other investments	-	420,389	-	-	420,389	-	-	420,389
Prepaid expenses	14,584	-	-	-	14,584	-	-	14,584
Real estate	1,679,209	-	-	-	1,679,209	-	-	1,679,209
<b>Total assets</b>	<b>\$ 10,757,491</b>	<b>\$ 2,275,972</b>	<b>\$ 10,536,089</b>	<b>\$ 819,657</b>	<b>\$ 24,389,209</b>	<b>\$ 4,139,474</b>	<b>\$ (2,733,793)</b>	<b>\$ 25,794,890</b>
<b>LIABILITIES AND NET ASSETS</b>								
Accounts payable and accrued expenses	\$ 240,876	\$ 12,309	\$ -	\$ 17,188	\$ 270,373	\$ 71,446	\$ -	\$ 341,819
Deposits payable	-	-	10,458,725	-	10,458,725	-	(1,410,305)	9,048,420
Accrued interest payable	-	-	34,822	-	34,822	-	-	34,822
Collections held for transmittal	-	-	-	250,467	250,467	-	-	250,467
Unearned grants	-	-	-	119,062	119,062	-	-	119,062
Annuities payable	193,955	-	-	-	193,955	-	-	193,955
Note payable - Deposit and Loan fund	1,323,488	-	-	-	1,323,488	-	(1,323,488)	-
EPA loan payable	61,764	-	-	-	61,764	-	-	61,764
Estimated claims incurred but not reported	-	800,000	-	-	800,000	-	-	800,000
Safety net payable	3,500,000	-	-	-	3,500,000	-	-	3,500,000
<b>Total liabilities</b>	<b>5,320,083</b>	<b>812,309</b>	<b>10,493,547</b>	<b>386,717</b>	<b>17,012,656</b>	<b>71,446</b>	<b>(2,733,793)</b>	<b>14,350,309</b>
<b>Unrestricted</b>								
Undesignated	(1,490,495)	1,463,663	42,542	139,152	154,862	-	-	154,862
Designated	2,945,787	-	-	(12,225)	2,933,562	-	-	2,933,562
<b>Total unrestricted net assets</b>	<b>1,455,292</b>	<b>1,463,663</b>	<b>42,542</b>	<b>126,927</b>	<b>3,088,424</b>	<b>-</b>	<b>-</b>	<b>3,088,424</b>
Temporarily restricted	1,768,226	-	-	306,013	2,074,239	4,068,028	-	6,142,267
Permanently restricted	2,213,890	-	-	-	2,213,890	-	-	2,213,890
<b>Total liabilities and net assets</b>	<b>\$ 10,757,491</b>	<b>\$ 2,275,972</b>	<b>\$ 10,536,089</b>	<b>\$ 819,657</b>	<b>\$ 24,389,209</b>	<b>\$ 4,139,474</b>	<b>\$ (2,733,793)</b>	<b>\$ 25,794,890</b>

Catholic Diocese of Belleville, Illinois  
 COMBINING STATEMENT OF ACTIVITIES  
 June 30, 2003

	Current Funds	Self- Insurance Funds	Deposit and Loan Fund	Custodial Fund	Sub-total	Campaign Fund	Eliminations	Total
<b>Changes in unrestricted net assets</b>								
<b>Support and revenue</b>								
Grants	\$ 532,182	\$ -	\$ -	\$ -	\$ 532,182	\$ -	\$ (338,150)	\$ 194,032
Parish assessments	1,304,470	-	-	-	1,304,470	-	-	1,304,470
Unemployment fund assessments	258,287	-	-	-	258,287	-	-	258,287
Contributions and bequests	2,006,064	-	-	11,475	2,017,539	-	-	2,017,539
Pentecostal collection	40,593	-	-	-	40,593	-	-	40,593
Investment income	277,445	46,190	536,010	7,807	867,452	109,708	-	977,160
Sale of real estate	584,187	-	-	-	584,187	-	-	584,187
Transfer from other funds	344,810	-	-	-	344,810	-	(344,810)	-
Other	7,954	46,603	-	3,006	57,563	-	-	57,563
Premiums	-	6,506,510	-	-	6,506,510	-	-	6,506,510
Rental and farm income	278,253	-	-	-	278,253	-	-	278,253
Management fees	90,225	-	-	-	90,225	-	(75,647)	14,578
Agency revenues	307,407	-	-	-	307,407	-	-	307,407
<b>Total support and revenue before releases</b>	<b>6,031,877</b>	<b>6,599,303</b>	<b>536,010</b>	<b>22,288</b>	<b>13,189,478</b>	<b>109,708</b>	<b>(758,607)</b>	<b>12,540,579</b>
<b>Net assets released from restrictions</b>								
Satisfaction of program restrictions	135,817	-	-	273,359	409,176	1,205,211	-	1,614,387
<b>Total unrestricted support and revenue</b>	<b>6,167,694</b>	<b>6,599,303</b>	<b>536,010</b>	<b>295,647</b>	<b>13,598,654</b>	<b>1,314,919</b>	<b>(758,607)</b>	<b>14,154,966</b>
<b>Expenses</b>								
<b>Program</b>								
Benefits of parishes and agencies	1,485,455	6,305,606	438,324	217,725	8,447,110	67,579	-	8,514,689
Educational	956,959	-	-	-	956,959	726,710	(351,750)	1,331,919
Christian services	930,783	-	-	-	930,783	-	-	930,783
Pastoral services	562,690	-	-	-	562,690	416,374	(80,940)	898,124
Seminarian training	327,483	-	-	-	327,483	-	-	327,483
Permanent Diaconate and lay formation	349,839	-	-	-	349,839	-	-	349,839
Care of clergy	(5,266)	-	-	-	(5,266)	-	-	(5,266)
<b>Total program services</b>	<b>4,607,943</b>	<b>6,305,606</b>	<b>438,324</b>	<b>217,725</b>	<b>11,569,598</b>	<b>1,210,663</b>	<b>(432,690)</b>	<b>12,347,571</b>
<b>Supporting services</b>								
Management and general	1,231,053	-	-	69,544	1,300,597	10,565	-	1,311,162
Fundraising	472,827	-	-	-	472,827	71,691	(34,110)	510,408
<b>Total supporting services</b>	<b>1,703,880</b>	<b>-</b>	<b>-</b>	<b>69,544</b>	<b>1,773,424</b>	<b>82,256</b>	<b>(34,110)</b>	<b>1,821,570</b>
<b>Transfers</b>								
Management fees	20,000	211,160	5,000	-	216,160	-	(216,160)	-
		16,000	9,000	8,647	53,647	22,000	(75,647)	-
<b>Total expenses</b>	<b>6,331,823</b>	<b>6,532,766</b>	<b>452,324</b>	<b>295,916</b>	<b>13,612,829</b>	<b>1,314,919</b>	<b>(758,607)</b>	<b>14,169,141</b>
<b>Increase (decrease) in unrestricted net assets</b>	<b>(164,129)</b>	<b>66,537</b>	<b>83,686</b>	<b>(269)</b>	<b>(14,175)</b>	<b>-</b>	<b>-</b>	<b>(14,175)</b>
<b>Unrestricted net assets at beginning of year</b>								
Unrestricted								
Undesignated	(1,002,787)	1,397,126	(41,144)	138,332	491,527	-	-	491,527
Designated	2,622,208	-	-	(11,136)	2,611,072	-	-	2,611,072
<b>Total unrestricted net assets at beginning of year</b>	<b>1,619,421</b>	<b>1,397,126</b>	<b>(41,144)</b>	<b>127,196</b>	<b>3,102,599</b>	<b>-</b>	<b>-</b>	<b>3,102,599</b>
<b>Unrestricted net assets at end of year</b>	<b>\$ 1,455,292</b>	<b>\$ 1,463,663</b>	<b>\$ 42,542</b>	<b>\$ 126,927</b>	<b>\$ 3,088,424</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3,088,424</b>
<b>Changes in temporarily restricted net assets</b>								
Grants	-	-	-	217,725	217,725	-	-	217,725
Contributions and bequests	156,769	-	-	53,781	210,550	3,792	-	214,342
Investment income	54,830	-	-	-	54,830	-	-	54,830
Net assets released from restrictions	-	-	-	-	-	-	-	-
Satisfaction of program restrictions	(135,817)	-	-	(273,359)	(409,176)	(1,205,211)	-	(1,614,387)
<b>Increase (decrease) in temporarily restricted net assets</b>	<b>75,782</b>	<b>-</b>	<b>-</b>	<b>(1,853)</b>	<b>73,929</b>	<b>(1,201,419)</b>	<b>-</b>	<b>(1,127,490)</b>
<b>Temporarily restricted net assets at beginning of year</b>	<b>1,692,444</b>	<b>-</b>	<b>-</b>	<b>307,866</b>	<b>2,000,310</b>	<b>5,269,447</b>	<b>-</b>	<b>7,269,757</b>
<b>Temporarily restricted net assets at end of year</b>	<b>\$ 1,768,226</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 306,013</b>	<b>\$ 2,074,239</b>	<b>\$ 4,068,028</b>	<b>\$ -</b>	<b>\$ 6,142,267</b>
<b>Changes in permanently restricted net assets</b>								
Contributions and bequests	20,669	-	-	-	20,669	-	-	20,669
<b>Permanently restricted net assets at beginning of year</b>	<b>2,193,221</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,193,221</b>	<b>-</b>	<b>-</b>	<b>2,193,221</b>
<b>Permanently restricted net assets at end of year</b>	<b>\$ 2,213,890</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,213,890</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,213,890</b>

Catholic Diocese of Belleville, Illinois

GRANT INCOME

Year ended June 30, 2003

Black & Indian Mission Office	\$	110,000
The Catholic Church Extension Society		95,500
Committee on the Home Missions		100,000
Fabick Charitable Trust		10,000
Helen Brach Foundation		25,000
Anonymous		17,000
Koch Foundation, Inc.		15,000
Maurices Incorporated		10,000
Our Sunday Visitor Institute		5,119
Raskob Foundation for Catholic Activities, Inc.		5,100
The Webb Foundation		<u>5,000</u>
Total grant income before unearned and transfers		397,719
Decrease in unearned grants		14,038
Grants transferred to other agencies		<u>(217,725)</u>
Total grant income	\$	<u><u>194,032</u></u>

Catholic Diocese of Belleville, Illinois

COMBINING STATEMENT OF FINANCIAL POSITION - CURRENT FUNDS

June 30, 2003

	<u>General Fund</u>	<u>Annual Bishop's Appeal Fund</u>	<u>Ministry Formation Fund</u>	<u>St. John's Fund</u>	<u>Total</u>
<b>Assets</b>					
Cash and cash equivalents	\$ 231,554	\$ 343,848	\$ (524,341)	\$ 221,023	\$ 272,084
Cash equivalents in Deposit and Loan fund	231,072	10,718	10,942	-	252,732
Accounts receivable, net	358,339	-	6,326	-	364,665
Contributions receivable, net	250,000	476,574	-	-	726,574
Investments in marketable securities	253,030	1,784	-	-	254,814
Investments in Catholic Community Foundation	3,233,759	20,958	2,539,525	1,398,587	7,192,829
Prepaid expenses	14,584	-	-	-	14,584
Real estate	1,600,184	-	12,000	67,025	1,679,209
<b>Total assets</b>	<u>\$6,172,522</u>	<u>\$ 853,882</u>	<u>\$ 2,044,452</u>	<u>\$ 1,686,635</u>	<u>\$10,757,491</u>
<b>Liabilities and net assets</b>					
Accounts payable and accrued expenses	\$ 155,180	\$ 60,696	\$ 25,000	\$ -	\$ 240,876
Annuities payable	193,955	-	-	-	193,955
Note payable - Deposit and Loan fund	1,323,488	-	-	-	1,323,488
EPA loan payable	61,764	-	-	-	61,764
Safety net payable	3,500,000	-	-	-	3,500,000
<b>Total liabilities</b>	5,234,387	60,696	25,000	-	5,320,083
<b>Net assets</b>					
<b>Unrestricted</b>					
Undesignated	(502,553)	266,601	(1,254,543)	-	(1,490,495)
Designated	199,047	-	1,060,105	1,686,635	2,945,787
<b>Total unrestricted</b>	(303,506)	266,601	(194,438)	1,686,635	1,455,292
Temporarily restricted	1,241,641	526,585	-	-	1,768,226
Permanently restricted	-	-	2,213,890	-	2,213,890
<b>Total net assets</b>	<u>938,135</u>	<u>793,186</u>	<u>2,019,452</u>	<u>1,686,635</u>	<u>5,437,408</u>
<b>Total liabilities and net assets</b>	<u>\$6,172,522</u>	<u>\$ 853,882</u>	<u>\$ 2,044,452</u>	<u>\$ 1,686,635</u>	<u>\$10,757,491</u>

Catholic Diocese of Belleville, Illinois

COMBINING STATEMENT OF FINANCIAL POSITION - SELF-INSURANCE FUNDS

June 30, 2003

	Group Health Insurance <u>Fund</u>	Property and Liability Insurance <u>Fund</u>	<u>Total</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 319,432	\$ (56,857)	\$ 262,575
Cash equivalents in Deposit and Loan fund	40,047	203,925	243,972
Accounts receivable, net	44,651	228,272	272,923
Investments in Catholic Community Foundation	-	995,100	995,100
Accrued investment income	-	81,013	81,013
Other investments	-	420,389	420,389
	<u>\$ 404,130</u>	<u>\$ 1,871,842</u>	<u>\$ 2,275,972</u>
<b>Liabilities and net assets</b>			
Accounts payable and accrued expenses	\$ 12,309	\$ -	\$ 12,309
Estimated claims incurred but not reported	650,000	150,000	800,000
	<u>662,309</u>	<u>150,000</u>	<u>812,309</u>
<b>Net assets</b>			
Unrestricted	<u>(258,179)</u>	<u>1,721,842</u>	<u>1,463,663</u>
	<u>\$ 404,130</u>	<u>\$ 1,871,842</u>	<u>\$ 2,275,972</u>

## Catholic Diocese of Belleville, Illinois

## COMBINING STATEMENT OF ACTIVITIES - CURRENT FUNDS

June 30, 2003

	General Fund	Annual Bishop's Appeal Fund	Ministry Formation Fund	St. John's Fund	Total
Changes in unrestricted net assets					
Support and revenue					
Grants	\$ 109,532	\$ 46,167	\$ 376,483	\$ -	\$ 532,182
Parish assessments	1,304,470	-	-	-	1,304,470
Unemployment fund assessments	258,287	-	-	-	258,287
Contributions and bequests	263,326	1,742,638	100	-	2,006,064
Pentecostal collection	-	-	40,593	-	40,593
Investment income	179,393	230	9,808	88,014	277,445
Sale of real estate	484,338	-	-	99,849	584,187
Transfer from other funds	216,160	128,650	-	-	344,810
Other	7,954	-	-	-	7,954
Rental and farm income	255,377	-	5,212	17,664	278,253
Management fees	90,225	-	-	-	90,225
Agency revenues	21,755	243,832	41,820	-	307,407
Total support and revenue before releases	3,190,817	2,161,517	474,016	205,527	6,031,877
Net assets released from restrictions					
Satisfaction of program restrictions	53,067	27,920	54,830	-	135,817
Total unrestricted support and revenue	3,243,884	2,189,437	528,846	205,527	6,167,694
Expenses					
Program					
Benefits of parishes and agencies	1,485,455	-	-	-	1,485,455
Educational	195,199	761,760	-	-	956,959
Christian services	292,569	578,214	-	60,000	930,783
Pastoral services	249,678	313,012	-	-	562,690
Seminarian training	15,041	-	312,442	-	327,483
Permanent Diaconate and lay formation	6,768	-	343,071	-	349,839
Care of clergy	(39,915)	-	34,649	-	(5,266)
Total program	2,204,795	1,652,986	690,162	60,000	4,607,943
Supporting services					
Management and general	1,200,597	-	17,953	12,503	1,231,053
Fundraising	26,321	446,506	-	-	472,827
Total supporting services	1,226,918	446,506	17,953	12,503	1,703,880
Management fees	-	7,000	7,000	6,000	20,000
Total expenses	3,431,713	2,106,492	715,115	78,503	6,331,823
Increase (decrease) in unrestricted net assets	(187,829)	82,945	(186,269)	127,024	(164,129)
Unrestricted net assets at beginning of year					
Undesignated	(252,669)	183,656	(933,774)	-	(1,002,787)
Unrestricted - designated	136,992	-	925,605	1,559,611	2,622,208
Total unrestricted net assets at beginning of year	(115,677)	183,656	(8,169)	1,559,611	1,619,421
Unrestricted net assets at end of year	\$ (303,506)	\$ 266,601	\$ (194,438)	\$ 1,686,635	\$ 1,455,292
Changes in temporarily restricted net assets					
Contributions and bequests	\$ 117,083	\$ 39,686	\$ -	\$ -	\$ 156,769
Investment income	-	-	54,830	-	54,830
Net assets released from restrictions	-	-	-	-	-
Satisfaction of program restrictions	(53,067)	(27,920)	(54,830)	-	(135,817)
Increase in temporarily restricted net assets	64,016	11,766	-	-	75,782
Temporarily restricted net assets at beginning of year	1,177,625	514,819	-	-	1,692,444
Temporarily restricted net assets at end of year	\$ 1,241,641	\$ 526,585	\$ -	\$ -	\$ 1,768,226
Changes in permanently restricted net assets					
Contributions and bequests	\$ -	\$ -	\$ 20,669	\$ -	\$ 20,669
Permanently restricted net assets at beginning of year	-	-	2,193,221	-	2,193,221
Permanently restricted net assets at end of year	\$ -	\$ -	\$ 2,213,890	\$ -	\$ 2,213,890

Catholic Diocese of Belleville, Illinois

COMBINING STATEMENT OF ACTIVITIES - SELF-INSURANCE FUNDS

June 30, 2003

	Group Health Insurance <u>Fund</u>	Property and Liability Insurance <u>Fund</u>	<u>Total</u>
Support and revenue			
Premiums	\$ 5,439,049	\$ 1,067,461	\$ 6,506,510
Investment income	2,482	43,708	46,190
Other income	-	46,603	46,603
	<hr/>	<hr/>	<hr/>
Total support and revenue	5,441,531	1,157,772	6,599,303
Expenses			
Program			
Benefit of parishes and agencies	5,306,545	999,061	6,305,606
Transfers	-	211,160	211,160
Management fees	7,000	9,000	16,000
	<hr/>	<hr/>	<hr/>
Total expenses	5,313,545	1,219,221	6,532,766
Changes in net assets	127,986	(61,449)	66,537
Net assets at beginning of year	<hr/> (386,165)	<hr/> 1,783,291	<hr/> 1,397,126
Net assets at end of year	<hr/> <u>\$ (258,179)</u>	<hr/> <u>\$ 1,721,842</u>	<hr/> <u>\$ 1,463,663</u>

Catholic Diocese of Belleville, Illinois

BUDGET TO ACTUAL - GENERAL FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Support and revenue			
Grant income	\$ 109,532	\$ -	\$ (109,532)
Parish assessments	1,304,470	1,250,000	(54,470)
Unemployment fund assessments	258,287	250,000	(8,287)
Contributions and bequests	380,409	65,000	(315,409)
Investment income	179,393	81,660	(97,733)
Sale of real estate	484,338	-	(484,338)
Transfer from other funds	216,160	257,390	41,230
Farm income	21,149	18,500	(2,649)
Rental income - Kil-Mar Building	178,192	182,000	3,808
Rental income - other	56,036	42,150	(13,886)
Management fees	90,225	82,000	(8,225)
Fees of petitioners	21,755	42,930	21,175
Bishop's prayer breakfast	2,650	1,800	(850)
Miscellaneous	5,304	1,700	(3,604)
	<hr/>	<hr/>	<hr/>
Total support and revenue	3,307,900	2,275,130	(1,032,770)
Expenses			
Program			
Benefit of parishes and agencies	1,485,455	1,014,359	(471,096)
Educational	195,199	107,955	(87,244)
Christian services	292,569	218,125	(74,444)
Pastoral services	249,678	189,637	(60,041)
Seminarian training	15,041	11,423	(3,618)
Permanent Diaconate and lay formation	6,768	5,141	(1,627)
Care of Clergy	(39,915)	-	39,915
	<hr/>	<hr/>	<hr/>
Total program	2,204,795	1,546,640	(658,155)
Supporting services			
Fundraising			
Utilities	3,956	3,884	(72)
Insurance	10,476	9,725	(751)
Contractual services	3,832	3,738	(94)
Materials and supplies	1,570	1,700	130
Capital expenditures	6,487	945	(5,542)
	<hr/>	<hr/>	<hr/>
Total fundraising	26,321	19,992	(6,329)
Management and general			
Salaries and employee benefits	305,231	283,600	(21,631)
Professional services	148,643	102,950	(45,693)
Utilities	38,713	37,487	(1,226)
Insurance	99,770	92,623	(7,147)
Contractual expenses	109,490	106,800	(2,690)
Materials and supplies	14,950	16,188	1,238
Other expenses	233,822	179,050	(54,772)
Administrative leave	188,196	138,200	(49,996)
Capital expenditures	61,782	9,000	(52,782)
	<hr/>	<hr/>	<hr/>
Total management and general	1,200,597	965,898	(234,699)
	<hr/>	<hr/>	<hr/>
Total expenses	3,431,713	2,532,530	(899,183)
	<hr/>	<hr/>	<hr/>
Change in net assets	\$ (123,813)	\$ (257,400)	\$ (133,587)



Catholic Diocese of Belleville, Illinois

BUDGET TO ACTUAL - ANNUAL BISHOP'S APPEAL FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Support and revenue			
Grants	\$ 46,167	\$ 20,000	\$ (26,167)
Contributions and bequests	1,782,324	1,710,000	(72,324)
Investment income	230	1,160	930
Office of Education revenues	95,181	101,300	6,119
Service fees	112,640	112,640	-
Pro-life revenue	28,011	21,000	(7,011)
Future Full of Hope Campaign	128,650	128,650	-
Miscellaneous income	<u>8,000</u>	<u>-</u>	<u>(8,000)</u>
Total support and revenue	2,201,203	2,094,750	(106,453)
Expenses			
ABA grant allocations			
Educational services	761,760	768,050	6,290
Christian services	578,214	592,690	14,476
Pastoral services	<u>313,012</u>	<u>332,790</u>	<u>19,778</u>
Total ABA grant allocations	1,652,986	1,693,530	40,544
Supporting services			
Fundraising	446,506	487,280	40,774
Management fees	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Total expenses	<u>2,106,492</u>	<u>2,187,810</u>	<u>81,318</u>
Change in net assets	<u>\$ 94,711</u>	<u>\$ (93,060)</u>	<u>\$ (187,771)</u>

Catholic Diocese of Belleville, Illinois

BUDGET TO ACTUAL - DEPOSIT AND LOAN FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Support and revenue			
Investment income	\$ 536,010	\$ 390,000	\$ (146,010)
Expenses			
Program			
Benefits of parishes and agencies			
Investment fees	32,166	24,000	(8,166)
Interest	391,470	335,000	(56,470)
Accounting	-	2,000	2,000
Miscellaneous	14,688	15,000	312
	<u>438,324</u>	<u>376,000</u>	<u>(62,324)</u>
Total expenses for benefits of parishes and agencies	438,324	376,000	(62,324)
Transfer to General fund	5,000	5,000	-
Management fees	9,000	9,000	-
	<u>452,324</u>	<u>390,000</u>	<u>(62,324)</u>
Total expenses	452,324	390,000	(62,324)
Change in net assets	<u>\$ 83,686</u>	<u>\$ -</u>	<u>\$ (83,686)</u>

Catholic Diocese of Belleville, Illinois

BUDGET TO ACTUAL - MINISTRY FORMATION FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Support and revenue			
Campaign fund distribution	\$ 338,150	\$ 336,950	\$ (1,200)
Grants	38,333	75,000	36,667
Contributions and bequests	100	-	(100)
Pentecostal collection	40,593	-	(40,593)
Investment income	64,638	75,000	10,362
Continuing education	41,820	41,000	(820)
Ministry foundation	20,669	-	(20,669)
Farm income	5,212	7,000	1,788
	<hr/>	<hr/>	<hr/>
Total support and revenue	549,515	534,950	(14,565)
Expenses			
Program			
Seminarian training			
Sabbatical expenses	14,931	10,000	(4,931)
Seminars and retreats	10,040	10,000	(40)
Farm expenses	1,367	1,000	(367)
Miscellaneous	-	1,000	1,000
Seminarian expenses	242,600	260,000	17,400
Office of Vocations	43,504	52,150	8,646
	<hr/>	<hr/>	<hr/>
Total seminarian training	312,442	334,150	21,708
Permanent Diaconate and lay formation			
Permanent Diaconate	8,897	15,200	6,303
Pastoral services	334,174	339,510	5,336
	<hr/>	<hr/>	<hr/>
Total permanent diaconate and lay formation	343,071	354,710	11,639
Care of clergy			
Continuing education of clergy	34,649	46,950	12,301
	<hr/>	<hr/>	<hr/>
Total care of clergy	34,649	46,950	12,301
	<hr/>	<hr/>	<hr/>
Total program expenses	690,162	735,810	45,648
Supporting services			
Management and general			
Accounting	-	2,000	2,000
Investment fees	17,953	24,800	6,847
	<hr/>	<hr/>	<hr/>
Total management and general	17,953	26,800	8,847
Management fees	7,000	7,000	-
	<hr/>	<hr/>	<hr/>
Total expenses	715,115	769,610	54,495
	<hr/>	<hr/>	<hr/>
Change in net assets	\$ (165,600)	\$ (234,660)	\$ (69,060)

Catholic Diocese of Belleville, Illinois

BUDGET TO ACTUAL - ST. JOHN'S FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Support and revenue			
Investment income	\$ 88,014	\$ 64,000	\$ (24,014)
Gain on sale of real estate	99,849	-	(99,849)
Farm income	<u>17,664</u>	<u>5,000</u>	<u>(12,664)</u>
Total support and revenue	205,527	69,000	(136,527)
Expenses			
Program			
Christian services			
Catholic Social Services	60,000	60,000	-
Supporting services			
Management and general			
Accounting	-	2,000	2,000
Investment fees	11,308	13,000	1,692
Farm expenses	877	-	(877)
Real estate taxes	<u>318</u>	<u>1,000</u>	<u>682</u>
Total management and general	12,503	16,000	3,497
Management fees	<u>6,000</u>	<u>6,000</u>	<u>-</u>
Total expenses	<u>78,503</u>	<u>82,000</u>	<u>3,497</u>
Change in net assets	<u>\$ 127,024</u>	<u>\$ (13,000)</u>	<u>\$ (140,024)</u>

Catholic Diocese of Belleville, Illinois

BUDGET TO ACTUAL - GROUP HEALTH INSURANCE FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Support and revenue			
Health insurance premiums	\$ 5,439,049	\$ 5,616,400	\$ 177,351
Investment income	2,482	4,300	1,818
	<hr/>	<hr/>	<hr/>
Total support and revenue	5,441,531	5,620,700	179,169
Expenses			
Program			
Benefit of parishes and agencies			
Premiums - Life insurance	67,371	78,770	11,399
Premiums - Medical PPO	432,994	440,000	7,006
Premiums - United Health Care HMO	998,206	1,140,000	141,794
Premiums - Long-term care	187,100	-	(187,100)
Benefits paid	3,565,283	5,000,000	1,434,717
Office	1,240	-	(1,240)
Long-term care expenses	(9,493)	15,000	24,493
Miscellaneous	199	1,000	801
Allowance for doubtful accounts	59,320	-	(59,320)
Capital expenditures	4,325	-	(4,325)
	<hr/>	<hr/>	<hr/>
Total expenses for benefit of parishes and agencies	5,306,545	6,674,770	1,368,225
Management fees	7,000	7,000	-
	<hr/>	<hr/>	<hr/>
Total expenses	5,313,545	6,681,770	1,368,225
	<hr/>	<hr/>	<hr/>
Change in net assets	\$ 127,986	\$ (1,061,070)	\$ (1,189,056)

Catholic Diocese of Belleville, Illinois

BUDGET TO ACTUAL - PROPERTY AND LIABILITY INSURANCE FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Support and revenue			
Premiums	\$ 1,067,461	\$ 1,345,000	\$ 277,539
Investment income	43,708	47,910	4,202
Increase in CUP equity	<u>46,603</u>	<u>-</u>	<u>(46,603)</u>
Total support and revenue	1,157,772	1,392,910	235,138
Expenses			
Program			
Benefit of parishes and agencies			
Investment fees	9,270	10,500	1,230
Risk management services	151,952	138,000	(13,952)
Insurance premiums	803,423	900,000	96,577
Loss provisions	136,985	125,000	(11,985)
Office	8	250	242
Increase (decrease) in reserve for uncollectible accounts	<u>(102,577)</u>	<u>-</u>	<u>102,577</u>
Total expenses for benefit of parishes and agencies	999,061	1,173,750	174,689
Transfer to General fund	211,160	211,160	-
Management fees	<u>9,000</u>	<u>8,000</u>	<u>(1,000)</u>
Total expenses	<u>1,219,221</u>	<u>1,392,910</u>	<u>173,689</u>
Change in net assets	<u>\$ (61,449)</u>	<u>\$ -</u>	<u>\$ 61,449</u>

Catholic Diocese of Belleville, Illinois  
SCHEDULE OF EXPENSES - GENERAL FUND

June 30, 2003

	Actual	Budget	Variance
Program			
Benefit of parishes and agencies			
Salaries and employee benefits	\$ 915,692	\$ 850,800	\$ (64,892)
Professional services	58,549	21,250	(37,299)
Utilities	5,652	5,548	(104)
Insurance	14,966	13,893	(1,073)
Contractual services	5,475	5,340	(135)
Materials and supplies	2,243	2,428	185
Other expenses	69,358	74,750	5,392
Safety net benefit	400,049	39,000	(361,049)
Capital expenditures	9,267	1,350	(7,917)
Repairs - Kaskaskia	4,204	-	(4,204)
	<hr/>	<hr/>	<hr/>
Total benefit of parishes and agencies	1,485,455	1,014,359	(471,096)
Educational			
Utilities	21,364	20,972	(392)
Insurance	56,570	52,517	(4,053)
Contractual services	20,694	20,185	(509)
Materials and supplies	8,478	9,178	700
Other expenses	4,200	-	(4,200)
Capital expenditures	35,030	5,103	(29,927)
Tuition and technology assistance	48,863	-	(48,863)
	<hr/>	<hr/>	<hr/>
Total educational	195,199	107,955	(87,244)
Christian services			
Professional services	18,075	9,640	(8,435)
Utilities	41,259	40,501	(758)
Insurance	109,249	101,422	(7,827)
Contractual services	39,964	38,982	(982)
Materials and supplies	16,372	17,725	1,353
Capital expenditures	67,650	9,855	(57,795)
	<hr/>	<hr/>	<hr/>
Total Christian services	292,569	218,125	(74,444)
Pastoral services			
Utilities	37,529	36,840	(689)
Insurance	99,372	92,252	(7,120)
Contractual services	36,351	35,458	(893)
Materials and supplies	14,892	16,123	1,231
Capital expenditures	61,534	8,964	(52,570)
	<hr/>	<hr/>	<hr/>
Total pastoral services	249,678	189,637	(60,041)
Seminarian training			
Utilities	2,261	2,219	(42)
Insurance	5,986	5,557	(429)
Contractual services	2,190	2,136	(54)
Materials and supplies	897	971	74
Capital expenditures	3,707	540	(3,167)
	<hr/>	<hr/>	<hr/>
Total seminarian training	15,041	11,423	(3,618)
Permanent Diaconate and lay formation			
Utilities	1,017	999	(18)
Insurance	2,694	2,501	(193)
Contractual services	985	961	(24)
Materials and supplies	404	437	33
Capital expenditures	1,668	243	(1,425)
	<hr/>	<hr/>	<hr/>
Total permanent Diaconate and lay formation	6,768	5,141	(1,627)
Care of Clergy			
Other expenses	(39,915)	-	39,915
	<hr/>	<hr/>	<hr/>
Total program	2,204,795	1,546,640	(658,155)
	<hr/>	<hr/>	<hr/>
Sub-total (carried forward)	\$ 2,204,795	\$ 1,546,640	\$ (658,155)

## Catholic Diocese of Belleville, Illinois

## SCHEDULE OF EXPENSES - GENERAL FUND - Continued

June 30, 2003

	Actual	Budget	Variance
Sub-total (brought forward)	\$ 2,204,795	\$ 1,546,640	\$ (658,155)
<b>Fundraising</b>			
Utilities	3,956	3,884	(72)
Insurance	10,476	9,725	(751)
Contractual services	3,832	3,738	(94)
Materials and supplies	1,570	1,700	130
Capital expenditures	6,487	945	(5,542)
Total fundraising	26,321	19,992	(6,329)
<b>Management and general</b>			
Salaries and employee benefits			
Salaries - religious	186,441	181,440	(5,001)
Salaries - lay	686,989	635,310	(51,679)
Retirement - religious	9,108	9,650	542
Retirement - lay	30,681	31,305	624
Social security	50,383	48,585	(1,798)
Hospitalization - religious	73,297	84,360	11,063
Hospitalization - lay	134,119	114,930	(19,189)
Unemployment	6,042	6,320	278
Personal allowances	26,500	4,500	(22,000)
Employee relations	17,363	18,000	637
Allocation of salaries and employee benefits			
Benefit of parishes and agencies	(915,692)	(850,800)	64,892
Total salaries and employee benefits	305,231	283,600	(21,631)
Professional services			
Investment fees	19,540	18,500	(1,040)
Legal	80,833	80,000	(833)
Accounting	76,681	2,500	(74,181)
Consultant	28,938	22,000	(6,938)
Other	1,200	1,200	-
Court of second instance	18,075	9,640	(8,435)
Allocation of professional services			
Benefit of parishes and agencies	(58,549)	(21,250)	37,299
Christian services	(18,075)	(9,640)	8,435
Total professional services	148,643	102,950	(45,693)
Utilities			
Gas and electric	91,215	93,000	1,785
Water	5,981	6,150	169
Sewer	4,088	4,100	12
Trash collection	5,288	5,200	(88)
Telephone	44,147	39,500	(4,647)
Cable television	1,032	500	(532)
Allocation of utilities			
Benefit of parishes and agencies	(5,652)	(5,548)	104
Educational	(21,364)	(20,972)	392
Christian services	(41,259)	(40,501)	758
Pastoral services	(37,529)	(36,840)	689
Seminar training	(2,261)	(2,219)	42
Permanent Diaconate and lay formation	(1,017)	(999)	18
Fundraising	(3,956)	(3,884)	72
Total utilities	38,713	37,487	(1,226)
Sub-total (carried forward)	\$ 2,723,703	\$ 1,990,669	\$ (733,034)



## Catholic Diocese of Belleville, Illinois

## SCHEDULE OF EXPENSES - GENERAL FUND - Continued

June 30, 2003

	Actual	Budget	Variance
Sub-total (brought forward)	\$ 2,723,703	\$ 1,990,669	\$ (733,034)
Management and general - continued			
Insurance			
Property liability	27,679	30,300	2,621
Workmen's compensation	10,181	6,090	(4,091)
Bond	-	600	600
Automobile	3,669	4,500	831
Life	63,474	64,000	526
Medical deductible	16,267	15,000	(1,267)
Medical supplement	124,539	120,000	(4,539)
Care of clergy	72,886	75,000	2,114
Unemployment	80,388	55,000	(25,388)
Allocation of insurance			
Benefit of parishes and agencies	(14,966)	(13,893)	1,073
Educational	(56,570)	(52,517)	4,053
Christian services	(109,249)	(101,422)	7,827
Pastoral services	(99,372)	(92,252)	7,120
Seminarian training	(5,986)	(5,557)	429
Permanent Diaconate and lay formation	(2,694)	(2,501)	193
Fundraising	(10,476)	(9,725)	751
Total insurance	99,770	92,623	(7,147)
Contractual services			
Travel	40,923	37,700	(3,223)
Postage	14,814	14,000	(814)
Rent - office equipment	7,403	10,300	2,897
Advertising	8,196	6,500	(1,696)
Pastoral Council expenses	-	2,500	2,500
Seminar and retreats	5,659	7,700	2,041
Building and grounds maintenance	57,282	56,000	(1,282)
Furniture and appliance maintenance	-	200	200
Office equipment - maintenance	17,312	14,600	(2,712)
Automotive equipment - maintenance	1,718	2,000	282
Data processing	1,546	2,500	954
Assessments	49,785	50,000	215
Printing, copying and mailing	5,414	5,500	86
Dues and memberships	8,929	4,100	(4,829)
Allocation of contractual services			
Benefit of parishes and agencies	(5,475)	(5,340)	135
Educational	(20,694)	(20,185)	509
Christian services	(39,964)	(38,982)	982
Pastoral services	(36,351)	(35,458)	893
Seminarian training	(2,190)	(2,136)	54
Permanent Diaconate and lay formation	(985)	(961)	24
Fundraising	(3,832)	(3,738)	94
Total contractual services	109,490	106,800	(2,690)
Materials and supplies			
Religious supplies	208	200	(8)
Household supplies	12,493	12,750	257
Office supplies	21,453	21,000	(453)
Building and ground supplies	17,130	21,600	4,470
Automotive supplies	5,128	3,000	(2,128)
Books and periodicals	3,394	6,200	2,806
Allocation of materials and supplies			
Benefit of parishes and agencies	(2,243)	(2,428)	(185)
Educational	(8,478)	(9,178)	(700)
Christian services	(16,372)	(17,725)	(1,353)
Pastoral services	(14,892)	(16,123)	(1,231)
Seminarian training	(897)	(971)	(74)
Permanent Diaconate and lay formation	(404)	(437)	(33)
Fundraising	(1,570)	(1,700)	(130)
Total materials and supplies	14,950	16,188	1,238
Sub-total (carried forward)	\$ 2,947,913	\$ 2,206,280	\$ (741,633)

## Catholic Diocese of Belleville, Illinois

## SCHEDULE OF EXPENSES - GENERAL FUND - Continued

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Sub-total (brought forward)	\$ 2,947,913	\$ 2,206,280	\$ (741,633)
Management and general - continued			
Other expenses			
Tuition assistance	4,200	-	(4,200)
St. Peter Cathedral	50,000	50,000	-
Financial support of Holy See	-	18,000	18,000
Real estate taxes	12,882	33,000	20,118
Farm expenses	1,651	1,000	(651)
Other property expenses	11,395	1,000	(10,395)
Diocesan meeting	2,689	2,000	(689)
Religious ceremonies	8,660	5,000	(3,660)
Priest retreat center expenses	16,018	17,500	1,482
Donations	3,729	3,000	(729)
Miscellaneous	11,591	12,800	1,209
Stewardship program	5,180	-	(5,180)
Alleged abuse victims assistance	73,440	26,500	(46,940)
Bishop's prayer breakfast	2,310	2,500	190
St. Martin of Tours	(181)	-	181
Reserve for uncollectible accounts	14,347	-	(14,347)
Interest	79,586	80,500	914
Clergy conference	2,589	1,000	(1,589)
Admin fees	7,294	-	(7,294)
Tomado costs (net)	(39,915)	-	39,915
Allocation of other expenses			
Benefits of parishes and agencies	(69,358)	(74,750)	(5,392)
Educational	(4,200)	-	4,200
Care of Clergy	39,915	-	(39,915)
Total other expenses	233,822	179,050	(54,772)
Safety net benefit	400,049	39,000	(361,049)
Allocation of safety net benefit			
Benefits of parishes and agencies	(400,049)	(39,000)	361,049
Total safety net benefit	-	-	-
Administrative leave			
Salaries	86,089	43,300	(42,789)
Retirement	9,108	7,000	(2,108)
Hospitalization	50,046	42,600	(7,446)
Personal allowance	37,300	21,300	(16,000)
Care/counseling	5,653	24,000	18,347
Total administrative leave	188,196	138,200	(49,996)
Capital expenditures	247,125	36,000	(211,125)
Allocation of capital expenditures			
Benefit of parishes and agencies	(9,267)	(1,350)	7,917
Educational	(35,030)	(5,103)	29,927
Christian services	(67,650)	(9,855)	57,795
Pastoral services	(61,534)	(8,964)	52,570
Seminarian training	(3,707)	(540)	3,167
Permanent Diaconate and lay formation	(1,668)	(243)	1,425
Fundraising	(6,487)	(945)	5,542
Total capital expenditures	61,782	9,000	(52,782)
Total expenses	<u>\$ 3,431,713</u>	<u>\$ 2,532,530</u>	<u>\$ (899,183)</u>

Catholic Diocese of Belleville, Illinois

GRANT ALLOCATIONS - ANNUAL BISHOP'S APPEAL FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Educational services			
Office of Education	\$ 344,430	\$ 350,640	\$ 6,210
Althoff Catholic High School	107,160	107,160	-
Gibault Catholic High School	55,962	55,960	(2)
Mater Dei Catholic High School	67,644	67,640	(4)
Catholic University	2,500	2,500	-
East St. Louis Resource Room	16,722	16,720	(2)
Sr. Thea Bowman School	162,342	162,430	88
Vincent Gray High School	5,000	5,000	-
	<hr/>	<hr/>	<hr/>
Total educational services	761,760	768,050	6,290
Christian services			
Catholic Social Services	134,340	134,340	-
Catholic Urban Programs	176,470	191,800	15,330
Catholic Youth Organization	48,510	54,340	5,830
Ministry to Sick and Aged	9,080	9,080	-
Day Star Community Program	128,520	128,520	-
Pro-Life	52,944	42,320	(10,624)
Fund for Ministry	28,350	32,290	3,940
	<hr/>	<hr/>	<hr/>
Total christian services	578,214	592,690	14,476
Pastoral services			
Newman Center	129,954	129,950	(4)
Clergymen's Aid Society	4,000	4,000	-
Office of Worship	23,746	35,000	11,254
Mound City Ministry	39,035	38,940	(95)
Special Ministry - Cobden	22,833	22,640	(193)
Special Ministry - Director	44,053	52,170	8,117
Prison Ministry	485	4,300	3,815
Daughters of Charity	36,456	34,560	(1,896)
Catherine Kasper Center	4,000	4,000	-
Ecumenical Affairs	3,029	1,720	(1,309)
Diocesan Council of Catholic Women	4,797	4,120	(677)
Office of Rural Life	624	1,390	766
	<hr/>	<hr/>	<hr/>
Total pastoral services	313,012	332,790	19,778
	<hr/>	<hr/>	<hr/>
Total Annual Bishop's Appeal Grant Allocations	<u>\$ 1,652,986</u>	<u>\$ 1,693,530</u>	<u>\$ 40,544</u>

Catholic Diocese of Belleville, Illinois

FUNDRAISING EXPENSES - ANNUAL BISHOP'S APPEAL FUND

June 30, 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
Salaries - lay	\$ 195,904	\$ 197,270	\$ 1,366
Retirement - lay	8,499	9,130	631
Social security	14,928	15,090	162
Hospitalization	16,286	22,200	5,914
Unemployment	1,936	1,980	44
Investment fees	162	-	(162)
Professional services	-	7,500	7,500
Telemarketing	4,625	40,000	35,375
Insurance - workers' compensation	44	940	896
Travel	2,614	4,000	1,386
Postage	6,688	8,000	1,312
Advertising	1,016	-	(1,016)
Seminars and retreats	3,000	4,000	1,000
Contractual services - office equipment	4,703	4,000	(703)
Printing/copying	148	2,500	2,352
Dues and memberships	953	1,000	47
ABA drive expenses	100,357	78,250	(22,107)
Stewardship program	-	10,350	10,350
Office supplies	2,620	1,800	(820)
Books and periodicals	191	1,000	809
Miscellaneous	1,474	1,200	(274)
Office furniture	888	1,500	612
Grants and communications	78,666	75,570	(3,096)
Utilities - telephone	804	-	(804)
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Total fundraising expenses	446,506	487,280	40,774
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Management fee	7,000	7,000	-
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Total expenses	<u>\$ 453,506</u>	<u>\$ 494,280</u>	<u>\$ 40,774</u>