

**HOLY TRINITY CATHOLIC PARISH**

Dallas, Texas

Financial Statements

Year Ended June 30, 2019

# HOLY TRINITY CATHOLIC PARISH

Financial Statements  
Year Ended June 30, 2019

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## INDEPENDENT AUDITORS' REPORT

To the Finance Council  
Holy Trinity Catholic Parish  
Dallas, Texas

We have audited the accompanying financial statements of Holy Trinity Catholic Parish (the "Parish"), which comprise the statement of financial position as of June 30, 2019, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Parish's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Parish's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Basis for Qualified Opinion***

As discussed in Note 2 to the financial statements, the Parish has valued property and equipment acquired prior to June 30, 1998 at a nominal value of one dollar. Accounting principles generally accepted in the United States of America require property and equipment to be recorded at cost, if purchased, or at fair value, if donated or contributed, and depreciated over the estimated useful lives of the assets. Quantification of the effect on the financial statements of the preceding practice is not practicable.

### ***Qualified Opinion***

In our opinion, except for the effects of the matter discussed in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of Holy Trinity Catholic Parish as of June 30, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Report on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on pages 15-16 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*PSK LLP*

Arlington, Texas  
September 3, 2019

**HOLY TRINITY CATHOLIC PARISH**

## Statement of Financial Position

June 30, 2019

## ASSETS

Cash and cash equivalents	\$ 1,318,823
Accounts receivable	75
Tuition receivable	13,747
Prepaid expenses	42,347
Certificates of deposit	100,000
Investments	9,015,757
Property and equipment, net	5,406,966
Deferred building improvements	<u>511,389</u>
 Total Assets	 <u>\$ 16,409,104</u>

## LIABILITIES AND NET ASSETS

Liabilities	
Accounts payable	\$ 77,181
Accrued expenses	7,619
Unearned tuition and fees	<u>76,939</u>
 Total liabilities	 <u>161,739</u>
Net Assets	
Without donor restrictions	7,286,242
With donor restrictions	<u>8,961,123</u>
 Total net assets	 <u>16,247,365</u>
 Total Liabilities and Net Assets	 <u>\$ 16,409,104</u>

*The accompanying notes are an integral part of these financial statements.*

**HOLY TRINITY CATHOLIC PARISH**

Statement of Activities  
Year Ended June 30, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and other support			
Contributions and donations	\$ 1,924,115	\$ 332,593	\$ 2,256,708
Gifts and bequests	117,598	-	117,598
Tuition, net of discounts of \$197,452	902,390	-	902,390
School fees	69,473	-	69,473
Net investment returns	33,773	834,652	868,425
Fundraising	220,999	-	220,999
Other revenues	229,901	-	229,901
Loss on disposal of property and equipment	<u>(6,776)</u>	<u>-</u>	<u>(6,776)</u>
	3,491,473	1,167,245	4,658,718
Net assets released from restrictions	<u>1,102,983</u>	<u>(1,102,983)</u>	<u>-</u>
 Total revenues and other support	 <u>4,594,456</u>	 <u>64,262</u>	 <u>4,658,718</u>
Expenses			
Program expenses			
Faith formation	174,235	-	174,235
Worship and liturgical	654,926	-	654,926
Ministries	261,334	-	261,334
Holy Trinity Catholic School	<u>2,255,610</u>	<u>-</u>	<u>2,255,610</u>
 Total program expenses	 <u>3,346,105</u>	 <u>-</u>	 <u>3,346,105</u>
Supporting services			
General and administrative	761,852	-	761,852
Fundraising	<u>62,803</u>	<u>-</u>	<u>62,803</u>
 Total supporting services	 <u>824,655</u>	 <u>-</u>	 <u>824,655</u>
 Total expenses	 <u>4,170,760</u>	 <u>-</u>	 <u>4,170,760</u>
Change in net assets	423,696	64,262	487,958
Net assets at beginning of the year	<u>6,862,546</u>	<u>8,896,861</u>	<u>15,759,407</u>
Net assets at end of the year	<u>\$ 7,286,242</u>	<u>\$ 8,961,123</u>	<u>\$ 16,247,365</u>

*The accompanying notes are an integral part of these financial statements.*

**HOLY TRINITY CATHOLIC PARISH**

## Statement of Functional Expenses

Year Ended June 30, 2019

	Program Expenses				
	<u>Faith Formation</u>	<u>Worship and Liturgical</u>	<u>Ministries</u>	<u>Holy Trinity Catholic School</u>	<u>Total Program Expenses</u>
Compensation and benefits	\$ 73,447	\$ 334,841	\$ 112,641	\$ 1,464,688	\$ 1,985,617
Contributions and assessments	-	-	59,294	41,678	100,972
Professional fees	2,782	15,487	1,269	68,818	88,356
Insurance and risk management	5,927	14,922	5,495	23,648	49,992
Supplies, repairs and maintenance	31,346	131,360	25,274	288,185	476,165
Utilities	15,187	43,968	14,651	110,635	184,441
Interest and financing	192	174	663	632	1,661
Bad debt expense	-	-	-	18,034	18,034
Depreciation and amortization	<u>45,354</u>	<u>114,174</u>	<u>42,047</u>	<u>239,292</u>	<u>440,867</u>
Total	<u>\$ 174,235</u>	<u>\$ 654,926</u>	<u>\$ 261,334</u>	<u>\$ 2,255,610</u>	<u>\$ 3,346,105</u>

*The accompanying notes are an integral part of these financial statements.*

**HOLY TRINITY CATHOLIC PARISH**  
Statement of Functional Expenses (continued)  
Year Ended June 30, 2019

	<u>Supporting Services</u>			<u>Total Expenses</u>
	<u>Management and General</u>	<u>Fundraising</u>	<u>Total Supporting Services</u>	
Compensation and benefits	\$ 338,612	\$ 1,111	\$ 339,723	\$2,325,340
Contributions and assessments	293,570	-	293,570	394,542
Professional fees	35,182	1,281	36,463	124,819
Insurance and risk management	5,518	-	5,518	55,510
Supplies, repairs and maintenance	14,093	57,596	71,689	547,854
Utilities	14,138	535	14,673	199,114
Interest and financing	18,515	2,280	20,795	22,456
Bad debt expense	-	-	-	18,034
Depreciation and amortization	<u>42,224</u>	<u>-</u>	<u>42,224</u>	<u>483,091</u>
<b>Total</b>	<u>\$ 761,852</u>	<u>\$ 62,803</u>	<u>\$ 824,655</u>	<u>\$4,170,760</u>

*The accompanying notes are an integral part of these financial statements.*

**HOLY TRINITY CATHOLIC PARISH**

## Statement of Cash Flows

Year Ended June 30, 2019

Cash Flows from Operating Activities:	
Change in net assets	\$ 487,958
Adjustments to reconcile change in net assets to net cash and cash equivalents used in operating activities:	
Depreciation	483,091
Loss on disposal of property and equipment	6,776
Net investment returns	(868,425)
Bad debt expense	18,034
Endowment contributions	(740)
(Increase) decrease in assets:	
Accounts receivable	(75)
Tuition receivable	(20,833)
Prepaid expenses	(2,798)
Increase (decrease) in liabilities:	
Accounts payable	(365,510)
Accrued expenses	3,302
Unearned tuition and fees	<u>(52,171)</u>
Net cash and cash equivalents used in operating activities	<u>(311,391)</u>
Cash Flows from Investing Activities:	
Purchases of investments	(2,203,984)
Proceeds from sale of investments	2,604,505
Purchases of property and equipment	<u>(757,443)</u>
Net cash and cash equivalents used in investing activities	<u>(356,922)</u>
Cash Flows from Financing Activities:	
Endowment contributions	<u>740</u>
Net change in cash and cash equivalents	(667,573)
Cash and cash equivalents at beginning of the year	<u>1,986,396</u>
Cash and cash equivalents at end of the year	<u>\$ 1,318,823</u>

*The accompanying notes are an integral part of these financial statements.*

**HOLY TRINITY CATHOLIC PARISH**  
Notes to Financial Statements

## 1 - Organization and Nature of Activities

Holy Trinity Catholic Parish (the “Parish”) was established by the Roman Catholic Diocese of Dallas (the “Diocese”) in 1907. The Parish is tax-exempt under Section 501(c)(3) of the Internal Revenue Code under a group ruling issued to the United States Conference of Catholic Bishops. The Parish is located in Dallas, Texas and includes approximately 1,900 active families.

## 2 - Summary of Significant Accounting Policies

Reporting Entity - These financial statements include Holy Trinity Catholic Parish and Holy Trinity Catholic School (the “School”).

Basis of Accounting - The financial statements of the Parish have been prepared on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when the obligation is incurred. The financial statements of the Parish have been prepared using accounting principles generally accepted in the United States of America (“U.S. GAAP”), except as described below.

Departure from U.S. GAAP - The Parish has not fully implemented the Recognition of Property, Plant, and Equipment by Not-for-Profit Organizations topic of the Financial Accounting Standards Board *Accounting Standards Codification* (“FASB ASC”). Accordingly, the Parish has not capitalized certain property and equipment at historical cost or recorded depreciation on such property and equipment. The effect on the financial statements of this departure from U.S. GAAP is not reasonably determinable.

Adoption of New Accounting Standards - In August 2016, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update 2016-14: *Presentation of Financial Statements for Not-for-Profit Entities* (“ASU 2016-14”), which is an amendment to FASB ASC Topic 958. ASU 2016-14 is effective for annual financial statements issued for fiscal years beginning after December 15, 2017. Adopting ASU 2016-14 has had the following impact on the Parish’s financial statements:

- The temporarily and permanently restricted net asset classes have been combined into a single net asset class called *net assets with donor restrictions*.
- The unrestricted net asset class has been renamed *net assets without donor restrictions*.
- The financial statements now include a statement of functional expenses.
- Investment return is now simply reported in the aggregate, net of investment expenses.
- The notes to the financial statements include a new disclosure about liquidity and availability of resources (Note 3).

Basis of Presentation - Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor restrictions.

**HOLY TRINITY CATHOLIC PARISH**  
Notes to Financial Statements

**2 - Summary of Significant Accounting Policies (continued)**

Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions may be perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Revenues and Support - Revenues and support for the Parish are primarily derived from contributions from the Parish membership and tuition.

Programs - The Parish pursues its objectives through the execution of the following major programs:

Faith formation - Catechesis and sacramental preparation for Children and Adults.

Worship and liturgical - Sunday and daily celebration of the Catholic Mass and sacraments.

Ministries - Organizations serving the Parish, parishioners, and advancing the Vincentian mission of Holy Trinity Catholic Parish.

Holy Trinity Catholic School - Education provided to students in pre-kindergarten through eighth grade, fostering academic excellence in a nurturing environment of love, prayer, service, and leadership.

Revenues and Support - Revenues and support for the Parish and School are primarily derived from contributions from the Parish membership, tuition, and investment earnings. Contributions other than cash are recorded at their estimated fair values at the date of the gift.

Tuition and Fees - Tuition income is recorded as earned for each school year. Tuition received in advance for the ensuing school year is deferred until earned and is included in unearned tuition and fees in the liabilities section of the statement of financial position.

The School receives restricted contributions for tuition assistance, and these funds are used for scholarships which are granted to students on the basis of financial need. These scholarships are included in gross tuition.

Use of Estimates - Management used estimates and assumptions in preparing these financial statements in accordance with U.S. GAAP. Those estimates and assumptions affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were used.

Donated Services - No amounts have been reflected in the financial statements for donated services. The Parish pays for most services requiring specific expertise. A large number of people have contributed significant amounts of time to the activities of the Parish without compensation. The financial statements do not reflect the value of those contributed services.

Donated Assets - Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair values at the date of donation.

**HOLY TRINITY CATHOLIC PARISH**  
Notes to Financial Statements

**2 - Summary of Significant Accounting Policies (continued)**

Concentrations of Credit Risk - The Parish currently maintains cash accounts with highly reputable financial institutions, and from time to time the account balances exceed federally insured limits. It is the opinion of management that the solvency of these financial institutions is sufficient to cover any exposure.

Cash and Cash Equivalents - For purposes of reporting cash flows, the Parish considers all bank deposits and highly liquid financial instruments with original maturities of three months or less, which are neither held for nor restricted by donors for long-term purposes, to be cash and cash equivalents. Cash and highly liquid financial instruments restricted for endowments that are perpetual in nature are excluded from this definition.

Tuition Receivable - Tuition receivable consists primarily of unpaid tuition owed to the School from families of students, net of tuition discounts. The School believes that all amounts as of June 30, 2019 are fully collectible; accordingly, no allowance for doubtful accounts has been recorded. All amounts considered to be uncollectible have been written off during the year as they are deemed uncollectible based on a periodic review by management.

Certificates of Deposit - Certificates of deposit are valued at cost in the statement of financial position. Interest earned is included in the change in net assets in the statement of activities.

Investments - As required by the Not-for-Profit Entities Investments of Debt and Equity Securities topic of the FASB ASC, investments in marketable equity securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the statement of financial position. Realized and unrealized gains and losses on investments are included in the change in net assets in the statement of activities.

Property and Equipment - Property and equipment greater than \$5,000 are recorded at cost, if purchased, and fair market value at date of donation, if contributed. Assets acquired since formation in 1907 through June 30, 1998 have been recorded at a nominal value of \$1 because the original cost is not determinable. Maintenance, repairs and replacements, which do not extend the lives of the respective assets, are charged to expense when incurred. Additions, improvements and major renewals are capitalized. Depreciation is calculated using the straight-line method over the estimated useful lives of the respective assets as follows:

Buildings and improvements	7 to 35 years
Furniture, fixtures, and equipment	3 to 7 years
Transportation equipment	5 years

Compensated Absences - Employees of the Parish are entitled to paid vacation depending on length of service and other factors. The Parish cannot reasonably estimate the amount of compensation for future absences; accordingly, no liability has been recorded in the accompanying financial statements. The Parish's policy is to recognize the cost of compensated absences when paid to employees.

Functional Allocation of Expenses - The costs of program and supporting services activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited on the basis of estimates of time and effort and utilization of facilities.

**HOLY TRINITY CATHOLIC PARISH**  
Notes to Financial Statements

**2 - Summary of Significant Accounting Policies (continued)**

Income Taxes - The Parish follows the Income Taxes topic of the FASB ASC, which prescribes a comprehensive model for the financial statement recognition, measurement, presentation and disclosure of uncertain tax positions taken or expected to be taken in income tax returns. The Parish is not aware of any activities that would jeopardize its tax-exempt status and is not aware of any activities that are subject to tax on unrelated business income. As of June 30, 2019, the Parish has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements and does not expect this to change in the next twelve months.

Endowment Funds - The Parish and School maintain endowment funds under the management of the Pastor's Allocation Committee ("PAC") for the purpose of supporting Parish and School programs. (See Note 6.) The PAC has interpreted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the fair value of the original gift as of the gift date of the donor restricted endowment, absent specific donor stipulations to the contrary.

Investment managers employ an investment strategy that supports the spending policy as outlined below.

The PAC has adopted a spending policy wherein they may distribute up to 7% of the fair value of the endowment funds each year (based upon quarterly market values averaged over no less than a three year period immediately preceding the year in which the distributions are made).

Subsequent Events - Subsequent events have been evaluated through September 3, 2019, which is the date the financial statements were available to be issued.

**3 - Liquidity and Availability of Resources**

The Parish operates under a budget for its activities supported by unrestricted contributions and fees. Its Finance Council (the "Board") is responsible for monitoring the liquidity necessary to meet the Parish's operating needs and meets periodically throughout the year to evaluate the actual results of financial operations versus the budget. Additionally, the Parish maintains certain donor-restricted funds. Parish management, in accordance with Parish policy and in collaboration with the Board, appropriates resources from donor-restricted funds as needed.

Financial assets available for general expenditure, that is, without donor restrictions limiting their use or without requiring specific action of the Board, within one year of the date of the statement of financial position, are comprised of the following:

Cash and cash equivalents	\$ 1,318,823
Accounts receivable	75
Tuition receivable	13,747
Certificates of deposit	100,000
Investments	<u>9,015,757</u>
	10,448,402
Donor-restricted funds (Note 6)	<u>(8,961,123)</u>
Financial assets available to meet general expenditure needs within one year	<u>\$ 1,487,279</u>

**HOLY TRINITY CATHOLIC PARISH**  
Notes to Financial Statements

#### 4 - Fair Value Measurements and Disclosures

The Parish follows the Fair Value Measurements topic of the FASB ASC for all financial assets and liabilities measured at fair value on a recurring basis. The topic establishes a framework for measuring fair value and enhances disclosure requirements for fair value measurements. The topic defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The topic establishes market or observable inputs as preferred sources of values, followed by assumptions based on hypothetical transactions in the absence of market inputs. The topic establishes a hierarchy for grouping these assets and liabilities, based on the significance level of the following inputs:

Level I – Quoted prices in active markets for identical assets or liabilities.

Level II – Quoted prices in active markets for similar assets and liabilities, quoted prices for identical or similar instruments in markets that are not active, and model-derived valuations whose inputs are observable or whose significant drivers are observable.

Level III – Significant inputs to the valuation model are unobservable.

The following is a listing of investments measured at fair value on a recurring basis and where they are classified within the hierarchy as of June 30, 2019:

	Fair Value Measurements				Total
	Level I	Level II	Level III	Other	
Cash (at cost)	\$ -	\$ -	\$ -	\$ 316,358	\$ 316,358
Equity securities	5,519,728	-	-	-	5,519,728
Fixed income securities	3,179,671	-	-	-	3,179,671
Total	<u>\$ 8,699,399</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 316,358</u>	<u>\$ 9,015,757</u>

Equity securities and fixed income securities are valued using Level I inputs. These inputs consist of quoted prices on nationally recognized securities exchanges.

#### 5 - Property and Equipment

Property and equipment at June 30, 2019 is comprised of the following:

Buildings and improvements	\$ 7,308,470
Furniture, fixtures, and equipment	1,498,158
Transportation equipment	<u>25,184</u>
	8,831,812
Less accumulated depreciation	<u>(3,424,846)</u>
	<u>\$ 5,406,966</u>

Depreciation expense for the year ended June 30, 2019 amounted to \$483,091.

**HOLY TRINITY CATHOLIC PARISH**  
Notes to Financial Statements

**6 - Net Assets with Donor Restrictions**

The balance of net assets with donor restrictions as of June 30, 2019 relates to certain contributions for which the donors have imposed restrictions, including endowment investment returns yet to be appropriated for expenditure. These restrictions require the Parish to use such funds for specified programs or future periods as follows:

Subject to purpose restrictions:	
Ministries	\$ 11,113
Missions/Outreach	124,969
Special Projects/Programs	20,777
Repairs & Maintenance	16,012
Tuition Assistance/Scholarships	<u>59,000</u>
	231,871
Subject to endowment spending policy and appropriation:	
Endowment	<u>8,729,252</u>
	<u>\$ 8,961,123</u>

During the year ended June 30, 2019, net assets of \$1,102,983 were released from restriction due to satisfaction of donor-imposed restrictions.

As beneficiary of the Mary R. Saner Charitable Remainder Annuity Trust, the Parish has established an endowment fund known as the Mary R. Saner Memorial Fund ("Saner Fund") which is purposed to provide long-term support to the Parish with particular emphasis on maintaining and enhancing the Parish's building and attached structure. The Saner Fund is subject to the terms of a modification order dated January 15, 2008 which allows for extraordinary distributions from the endowment for reconstruction, restoration or new construction of Parish buildings; however, such distributions require a 4/5ths vote of the PAC and approval of the Bishop of the Diocese.

During the year ended June 30, 2013, the School received a liquidating distribution in the amount of \$451,127 from the estate of Thomas John Uhl ("Uhl Endowment"); these proceeds were invested in marketable securities. The investment returns appropriated for expenditure are restricted for the use in operation and maintenance of the School.

The following is a summary of endowment fund activities for the year ended June 30, 2019:

Beginning balance	\$ 8,517,942
Contributions	740
Net investment returns	834,652
Appropriations	<u>(624,082)</u>
Ending balance	<u>\$ 8,729,252</u>

**HOLY TRINITY CATHOLIC PARISH**  
Notes to Financial Statements

**7 - Retirement Plan**

Effective February 1, 1996, the Parish adopted an employee savings plan under Section 403(b) of the Internal Revenue Code. This plan covers full-time employees and is administered by the Diocese. The Parish contributes 3% of eligible compensation after one year of employment. Annually, the Parish may elect to match the employees' contributions of up to 4% of compensation. The Parish elected to match up to 2% of employee contributions during the year ended June 30, 2019. The Parish's total contributions to the plan were \$62,315 for the year ended June 30, 2019.

**8 - Commitments**

The Parish has non-cancelable operating leases for office equipment. For the year ended June 30, 2019, lease expense totaled \$21,820. The following is a schedule of future minimum payments under the leases for the next five years as of June 30, 2019:

Year Ending June 30,		
2020	\$	6,842
2021		1,299
2022		1,299
2023		1,299
2024		1,299

In January 2018, the Parish entered into an agreement with a general contractor for the restoration of the pipe organ for \$250,000. As of June 30, 2019, \$112,697 has been billed and capitalized related to this project as deferred building improvements.

In February 2019, the Parish entered into an agreement with a general contractor for the renovation of the choir loft for \$58,210. As of June 30, 2019, \$57,846 has been billed and capitalized related to this project as deferred building improvements.

In May 2019, the Parish entered into an agreement with a general contractor for the excavation of the playground area for \$46,474. As of June 30, 2019, no amounts have been billed and capitalized related to this project.

In June 2019, the Parish entered into an agreement with a general contractor for the construction and installation of a new playground for \$146,350. As of June 30, 2019, \$73,000 has been billed and capitalized related to this project as deferred building improvements.

In June 2019, the Parish entered into an agreement with a general contractor for renovations to the restrooms for \$128,014. As of June 30, 2019, \$6,250 has been billed and capitalized related to this project as deferred building improvements.

**SUPPLEMENTARY INFORMATION**

**HOLY TRINITY CATHOLIC PARISH**  
Statement of Financial Position by Location  
June 30, 2019

	Holy Trinity Catholic Parish	Holy Trinity Catholic School	Eliminations	Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ 1,065,365	\$ 253,458	\$ -	\$ 1,318,823
Accounts receivable	75	-	-	75
Tuition receivable	-	13,747	-	13,747
Prepaid expenses	10,359	31,988	-	42,347
Certificates of deposit	50,000	50,000	-	100,000
Investments	8,393,482	622,275	-	9,015,757
Property and equipment, net	5,273,211	133,755	-	5,406,966
Deferred building improvements	511,389	-	-	511,389
<b>Total Assets</b>	<b><u>\$ 15,303,881</u></b>	<b><u>\$ 1,105,223</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 16,409,104</u></b>
<b>LIABILITIES AND NET ASSETS</b>				
<b>Liabilities</b>				
Accounts payable	\$ 49,813	\$ 27,368	\$ -	\$ 77,181
Accrued expenses	2,277	5,342	-	7,619
Unearned tuition and fees	4,065	72,874	-	76,939
<b>Total liabilities</b>	<b><u>56,155</u></b>	<b><u>105,584</u></b>	<b><u>-</u></b>	<b><u>161,739</u></b>
<b>Net Assets</b>				
Without donor restrictions	6,997,032	289,210	-	7,286,242
With donor restrictions	8,250,694	710,429	-	8,961,123
<b>Total net assets</b>	<b><u>15,247,726</u></b>	<b><u>999,639</u></b>	<b><u>-</u></b>	<b><u>16,247,365</u></b>
<b>Total Liabilities and Net Assets</b>	<b><u>\$ 15,303,881</u></b>	<b><u>\$ 1,105,223</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 16,409,104</u></b>

**HOLY TRINITY CATHOLIC PARISH**

## Statement of Activities by Location

Year Ended June 30, 2019

	Holy Trinity Catholic Parish	Holy Trinity Catholic School	Eliminations	Total
Change in Net Assets Without Donor Restrictions:				
Revenues and other support				
Contributions and donations	\$ 1,924,115	\$ -	\$ -	\$ 1,924,115
Gifts and bequests	109,306	81,292	(73,000)	117,598
Tuition, net of discounts of \$197,452	-	902,390	-	902,390
School fees	-	69,473	-	69,473
Net investment returns	29,924	3,849	-	33,773
Fundraising	-	220,999	-	220,999
Subsidy from Parish	-	375,187	(375,187)	-
Other revenues	132,810	97,091	-	229,901
Loss on disposal of property and equipment	(6,776)	-	-	(6,776)
Net assets released from restrictions	856,654	246,329	-	1,102,983
Total revenues and other support	<u>3,046,033</u>	<u>1,996,610</u>	<u>(448,187)</u>	<u>4,594,456</u>
Expenses				
Program expenses				
Faith formation	174,235	-	-	174,235
Worship and liturgical	654,926	-	-	654,926
Ministries	587,035	-	(325,701)	261,334
Holy Trinity Catholic School	397,730	1,980,366	(122,486)	2,255,610
Total program expenses	<u>1,813,926</u>	<u>1,980,366</u>	<u>(448,187)</u>	<u>3,346,105</u>
Supporting services				
Management and general	761,852	-	-	761,852
Fundraising	2,020	60,783	-	62,803
Total supporting services	<u>763,872</u>	<u>60,783</u>	<u>-</u>	<u>824,655</u>
Total expenses	<u>2,577,798</u>	<u>2,041,149</u>	<u>(448,187)</u>	<u>4,170,760</u>
Change in net assets without donor restrictions	<u>468,235</u>	<u>(44,539)</u>	<u>-</u>	<u>423,696</u>
Change in Net Assets with Donor Restrictions:				
Contributions and donations	199,073	133,520	-	332,593
Net investment returns	780,466	54,186	-	834,652
Net assets released from restrictions	(856,654)	(246,329)	-	(1,102,983)
Change in net assets with donor restrictions	<u>122,885</u>	<u>(58,623)</u>	<u>-</u>	<u>64,262</u>
Change in net assets	591,120	(103,162)	-	487,958
Net assets at beginning of the year	<u>14,656,606</u>	<u>1,102,801</u>	<u>-</u>	<u>15,759,407</u>
Net assets at end of the year	<u>\$15,247,726</u>	<u>\$ 999,639</u>	<u>\$ -</u>	<u>\$16,247,365</u>