



**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

Financial Statements and Supplementary Information

June 30, 2019 and 2018

(With Independent Auditors' Report Thereon)

**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

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## Independent Auditors' Report

The Most Reverend Oscar A. Solis:

We have audited the accompanying financial statements of the Diocesan Pastoral Administration of the Roman Catholic Bishop of Salt Lake City (the Administration), which comprise the statements of financial position as of June 30, 2019 and 2018, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

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

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

### *Auditors' Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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 auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### *Opinion*

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Diocesan Pastoral Administration of the Roman Catholic Bishop of Salt Lake City as of June 30, 2019 and 2018, and the results of its operations and its cash flows for the years then ended in accordance with U.S. generally accepted accounting principles.

### *Emphasis of Matter*

As discussed in Note 1(p) to the financial statements, on July 1, 2018, the Administration adopted Accounting Standards Update (ASU) No. 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*, requiring a change in the presentation of net assets and enhanced financial statement disclosures. Our opinion is not modified with respect to this matter.



*Other Matter*

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The supplementary information in Schedules 1 and 2 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

KPMG LLP

Salt Lake City, Utah  
September 20, 2019

**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

Statements of Financial Position

June 30, 2019 and 2018

<b>Assets</b>	<b>2019</b>	<b>2018</b>
Cash and cash equivalents	\$ 2,296,842	2,507,687
Accounts receivable:		
Diocesan development drive	352,473	303,436
Other	12,157	85,917
Notes receivable	158,075	124,629
Interest receivable	40,174	25,310
Land	2,099,430	2,099,430
Buildings, equipment and automobiles, net	4,079,773	4,455,431
Investments	7,031,675	6,170,884
Interest in The Catholic Foundation of Utah	7,120,234	6,824,546
Other assets	675,004	183,017
Total assets	<u>\$ 23,865,837</u>	<u>22,780,287</u>
<b>Liabilities and Net Assets</b>		
Liabilities:		
Accounts payable	\$ 667,050	346,577
Accrued expenses	754,575	729,668
Deferred income	88,964	117,753
Total liabilities	<u>1,510,589</u>	<u>1,193,998</u>
Net assets:		
Without donor restrictions	22,073,819	21,370,160
With donor restrictions	281,429	216,129
Total net assets	<u>22,355,248</u>	<u>21,586,289</u>
Total liabilities and net assets	<u>\$ 23,865,837</u>	<u>22,780,287</u>

See accompanying notes to financial statements.

**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

Statements of Activities

Years ended June 30, 2019 and 2018

	<b>2019</b>	<b>2018</b>
Changes in net assets without donor restrictions:		
Revenues and gains:		
Contributions – Diocesan development drive	\$ 2,381,564	2,219,173
Other gifts and donations	217,329	231,186
Parish assessments	2,440,490	2,203,671
Health insurance premiums	5,705,982	5,377,991
Intermountain Catholic newspaper	471,807	472,931
Interest and dividend income on investments	279,701	262,849
Net realized gains on investments	100,218	48,697
Net unrealized losses on investments	(33,889)	(98,552)
Gain on sale of property	51,515	26,250
Increase in interest in The Catholic Foundation of Utah	295,688	351,947
Transfers from other Catholic entities	830,009	1,060,042
Other	521,822	551,451
	13,262,236	12,707,636
Net assets released from restrictions – satisfaction of program restrictions	957,965	1,211,160
	14,220,201	13,918,796
Expenses, losses and transfers:		
Pastoral services	1,442,298	1,575,794
Education services	2,404,528	2,380,018
Management and general	8,347,376	7,197,636
Fundraising	442,763	508,098
	12,636,965	11,661,546
Transfers to Other Catholic entities	879,577	1,545,175
	13,516,542	13,206,721
Increase in net assets without donor restrictions	703,659	712,075
Changes in net assets with donor restrictions:		
Contributions	809,500	809,500
Interest income	350	327
Grant income	213,415	259,796
Other income	—	159,887
Net assets released from restrictions	(957,965)	(1,211,160)
	65,300	18,350
Increase in net assets	768,959	730,425
Net assets at beginning of year	21,586,289	20,855,864
Net assets at end of year	\$ 22,355,248	21,586,289

See accompanying notes to financial statements.

**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

Statements of Cash Flows

Years ended June 30, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Cash flows from operating activities:		
Change in net assets	\$ 768,959	730,425
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	492,495	528,474
Net unrealized losses on investments	33,889	98,552
Net realized gains on investments	(100,218)	(48,697)
Gain on sale of property	(51,515)	(26,250)
Change in interest in The Catholic Foundation of Utah	(295,688)	(351,947)
Changes in operating assets and liabilities:		
Diocesan development drive receivables	(49,037)	88,709
Other receivables	73,760	(79,584)
Interest receivable	(14,864)	(4,714)
Other assets	8,013	(96,285)
Accounts payable and accrued expense	345,380	(65,882)
Deferred income	(28,789)	117,753
Net cash provided by operating activities	<u>1,182,385</u>	<u>890,554</u>
Cash flows from investing activities:		
Receipt of principal on notes receivable	95,699	64,381
Disbursement of principal on notes receivable	(129,145)	(56,967)
Purchase of land, buildings, and equipment	(116,837)	(79,995)
Proceeds from the sale of property	51,515	26,250
Purchase of investments	(4,567,630)	(2,236,057)
Proceeds from sale of investments	3,773,168	2,202,843
Purchase of life insurance	(500,000)	—
Net cash used in investing activities	<u>(1,393,230)</u>	<u>(79,545)</u>
Net (decrease) increase in cash and cash equivalents	(210,845)	811,009
Cash and cash equivalents at beginning of year	<u>2,507,687</u>	<u>1,696,678</u>
Cash and cash equivalents at end of year	<u>\$ 2,296,842</u>	<u>2,507,687</u>

See accompanying notes to financial statements.

**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

Notes to Financial Statements

June 30, 2019 and 2018

**(1) Organization and Summary of Significant Accounting Policies**

**(a) Basis of Presentation**

The accompanying financial statements include all accounts of the Diocesan Pastoral Administration (the Administration), which is controlled by the Roman Catholic Bishop of Salt Lake City, a Utah corporation sole (the Bishop). As a component of the Bishop, the Administration has no separate legal status or existence. The financial operations of individual parishes, schools, and other Church-related agencies and institutions not directly related to the operations of the Administration are not reflected in these financial statements, except insofar as financial transactions have taken place between them and the Administration. Also excluded are the operations and properties owned and/or administered by entities distinct from the Administration, including those of religious orders and congregations of the Administration, parochial schools, Mount Calvary Cemetery, Catholic Community Services, Catholic Diocese of Salt Lake City Real Estate Corporation, Catholic Diocese of Salt Lake City Capital Development Corporation, The Catholic Foundation of Utah (the Foundation), the Ministries of the Catholic Diocese of Salt Lake City, LLC, a Utah Nonprofit Series Limited Liability Company, including all Series established thereunder, and Skaggs Catholic Center, LLC, a Utah Nonprofit Limited Liability Company, over each of which the Bishop also exercises control.

**(b) Net Assets**

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use that are placed by its donors, as follows:

*(i) Without Donor Restrictions*

Net assets without donor restrictions represent resources which are not subject to donor restrictions and over which the Administration retains control to use the funds in order to achieve the Administration's purpose.

*(ii) With Donor Restrictions*

Net assets with donor restrictions represent resources subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that are restricted by the donor for a particular purpose and that will be met by the passage of time or other events specified by the donor. The Administration has no donor-imposed restrictions that resources are to be maintained in perpetuity as of June 30, 2019 and 2018. Donor restricted contributions whose restrictions are not met in the same reporting period are recorded as contributions with donor restrictions then as net assets released from restrictions when restriction is met. Donor restricted funds may only be utilized in accordance with the purpose established by the source of such funds.

**(c) Cash Equivalents**

Cash equivalents consist of investments in money market funds with original maturity dates to the Administration of three months or less at the date of purchase. Cash equivalents consist of money market funds and totaled \$458,156 and \$1,071,052 at June 30, 2019 and 2018, respectively. The cash equivalents are Level 1 securities as described in the fair value hierarchy at note 3 *Fair Value Measurements*.



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Notes to Financial Statements

June 30, 2019 and 2018

**(d) Accounts Receivable**

Diocesan Development Drive (DDD) receivables consist of unconditional promises to give related to the annual DDD campaign and are due within one year. The Administration believes these amounts to be fully collectible.

All other accounts receivable are recorded at the invoiced amount. As of June 30, 2019 and 2018, there was no allowance for doubtful accounts. The Administration reviews past-due balances individually for collectability.

**(e) Investments**

Investments in securities are measured at fair market value in the statements of financial position using quoted market prices. Unrealized gains and losses on investments are reported in the statements of activities as increases or decreases in net assets. Realized gains and losses are determined on a specific identification basis. Dividend income on securities owned is recorded on the ex-dividend date. Interest income is recognized on the accrual basis.

**(f) Notes Receivable**

Cash payments are made by the Administration on behalf of clergy members. The Administration does not charge interest on these payments, but does require that a payment plan and timely payments be made on the outstanding receivable balances.

**(g) Land**

Land held for future parish sites or Administration-related institutions is carried at cost. Real estate donated or bequeathed to the Administration is recorded at its fair market value at the date received. It is a policy of the Administration to purchase or hold only those sites that are reasonably foreseen to be necessary for future parish development or Administration-related institutions.

During the year ended June 30, 2004, the Administration received a donation of land in Park City, Utah with a fair value of \$1,900,000. This land is currently being used by the Administration for parish activities, and the Administration has no current plans to sell the land. Should the Administration sell the land, although the Administration is not contractually obligated to do so, the Administration has agreed that the proceeds received on the sale of the land will be contributed to the Vivian Skaggs Armstrong Foundation for Roman Catholic and Community Charities.

**(h) Buildings and Equipment**

Buildings and equipment are recorded at cost less accumulated depreciation. Depreciation on buildings and equipment is calculated using the straight-line method over the estimated useful lives of the assets. The estimated useful life for buildings and improvements is 15 to 30 years, for furniture and equipment is 3 to 10 years, and for automobiles is 7 years. Donated assets are recorded at appraised value at the date of donation.

**(i) Interest in The Catholic Foundation of Utah**

The Administration reports the interest in the Foundation in the accompanying statements of financial position and the change in interest in the Foundation in the accompanying statements of activities in

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Notes to Financial Statements

June 30, 2019 and 2018

accordance with Accounting Standards Codification (ASC) Topic 958, *Not-for-Profit Entities*. ASC Topic 958 requires an organization that transfers cash or other financial assets to a financially interrelated recipient organization to account for the transfer as an interest in the recipient organization and to adjust that interest for its share of the change in interest in the recipient organization.

**(j) Other Assets**

Other assets consist primarily of a life insurance agreement, which the Administration is the beneficiary. The Company accounts for its investments in life insurance policies using ASC 325-30, *Investments in Insurance Contracts*. Management records its investment in life insurance policies at the amount that could be realized under the insurance contract at the date of the statement of financial position (cash surrender value).

**(k) Support and Revenue Recognition**

Revenue is recognized when earned. Contributions and pledges are recognized as support at their fair value in the period received. All amounts not received by year-end are due in less than one year.

**(l) Health Insurance Premiums and Claims**

The Administration has a self-insurance program for medical services, dental services, and prescriptions that covers its employees as well as employees of other Catholic entities under the control of the Bishop. The Administration bears all financial risk and collects monthly premiums from employees as well as remits cash to pay claims as incurred. Reserves for incurred, but not reported, claims arising from the self-insured benefits have been recorded and are based upon historical experience and market available information related to both health insurance claims and payments, and actuarial calculations. The accrued health insurance balance was \$491,229 and \$458,350 at June 30, 2019 and 2018, respectively, and is included in accrued expenses in the accompanying statements of financial position.

**(m) Income Taxes**

No provision for income taxes has been provided as the Administration is exempt from federal income tax under provisions under Section 501(a) of the Internal Revenue Code as an organization described in Section 501(c)(3) of the Internal Revenue Code, as indicated in a determination letter to the United States Conference of Catholic Bishops from the Internal Revenue Service (IRS) dated October 24, 2018.

U.S. generally accepted accounting principles require management to evaluate tax positions taken by the Administration and recognize a tax liability if the Administration has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions taken by the Administration, and has concluded that as of June 30, 2019, there were no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Administration is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any periods in progress.

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June 30, 2019 and 2018

**(n) Transfers from (to) Other Catholic Entities**

Transfers from (to) other Catholic entities consist of transfers of financial and nonfinancial assets between the Administration and other Catholic entities under the control of the Bishop.

**(o) Use of Estimates**

The Administration has made a number of estimates and assumptions relating to the reporting of assets, liabilities, revenues and expenses, and the disclosure of contingent assets and liabilities to prepare these financial statements in conformity with U.S. generally accepted accounting principles. Actual results could differ from those estimates.

**(p) Implementation of New Accounting Pronouncement**

Accounting Standards Update (ASU) No. 2016-14: *Presentation of Financial Statements of Not-for-Profit Entities* (ASU 2016-14) was issued in a prior year. The main provisions of ASU 2016-14, which amend the requirements for financial statements and notes in Accounting Standards Codification Topic 958, *Not-for-Profit Entities*, require a not-for-profit entity to change the reporting of net asset classes, expenses, and liquidity in their financial statements. This ASU is effective for annual periods in fiscal years beginning after December 15, 2017, although early adoption was permitted. The Administration adopted ASU 2016-14 in the current year.

The ASU required the following enhanced disclosures that pertain to the Administration: the composition of net assets with donor restrictions at the end of the period; qualitative information on how the Administration manages its liquid resources; quantitative and qualitative information on the availability of the Administration's financial assets at the date of the statement of financial position; amounts of expenses among program and support functions; and methods used to allocate costs among program and support functions.

As a result of these changes, the Administration now presents the unrestricted and temporarily restricted net assets in the statement of financial position as net assets without donor restrictions and with donor restrictions. Information of liquidity and availability of resources has been disclosed and a table of functional expenses has been added to note 5 *Functional Classification of Expenses*. Costs are classified in each functional category based on the underlying purpose of each transaction. The ASU has been applied retrospectively to all periods presented. Certain amounts in the 2018 financial statements were restated to conform with current year presentation.

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Notes to Financial Statements

June 30, 2019 and 2018

**(2) Buildings, Equipment and Automobiles, Net**

Buildings, equipment and automobiles, net consisted of the following at June 30:

	<b>Estimated useful lives</b>		<b>2019</b>	<b>2018</b>
Buildings and improvements	15–30 years	\$	15,711,935	15,615,098
Furniture and equipment	3–10 years		821,914	821,914
Automobiles	7 years		244,600	246,031
			16,778,449	16,683,043
Accumulated depreciation			(12,698,676)	(12,227,612)
		\$	4,079,773	4,455,431

**(3) Fair Value Measurements**

The methodologies used to determine the fair values of assets and liabilities under the “exit price” notion reflect market participant objectives and are based on the application of the fair value hierarchy that prioritizes observable market inputs over unobservable inputs. The hierarchy is based on the reliability of inputs as follows:

- Level 1 – Valuation is based upon quoted prices for identical assets and liabilities in active markets. The Administration does not adjust the quoted price for Level 1 securities.
- Level 2 – Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and independent pricing models or other model-based valuation techniques such as the present value of future cash flows, adjusted for the security’s credit rating, prepayment assumptions, and other factors such as credit loss assumptions for which all significant assumptions are observable in the market.
- Level 3 – Valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable.

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Notes to Financial Statements

June 30, 2019 and 2018

The following tables summarize the levels within the fair value hierarchy in which the fair value measurements of the Administration's investments are classified as of June 30, 2019 and 2018:

<u>Asset</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
June 30, 2019 at fair value:			
Common stocks (a)	\$ 201,090	—	201,090
Domestic corporate bonds (b)	—	3,742,895	3,742,895
Certificates of deposit (c)	—	1,196,312	1,196,312
International corporate bonds (d)	—	381,262	381,262
Unit investment trusts (e)	1,360,894	—	1,360,894
Government bonds (f)	—	149,222	149,222
	<u>\$ 1,561,984</u>	<u>5,469,691</u>	<u>7,031,675</u>

<u>Asset</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Total</u>
June 30, 2018 at fair value:			
Common stocks (a)	\$ 117,270	—	117,270
Domestic corporate bonds (b)	—	3,253,132	3,253,132
Certificates of deposit (c)	—	190,056	190,056
International corporate bonds (d)	—	367,594	367,594
Unit investment trusts (e)	1,998,675	—	1,998,675
Government bonds (f)	—	244,157	244,157
	<u>\$ 2,115,945</u>	<u>4,054,939</u>	<u>6,170,884</u>

The Administration's assets are invested in a variety of investments. Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility risks. Due to the level or risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and such changes could materially affect the amounts reported in the statements of financial position.

The investment categories above reflect the fair value of the investments. For each of the categories described above, the fair value of the investments has been determined by obtaining either quoted market prices of the security or quoted market prices of similar, comparable securities as follows:

- (a) This category includes investments in domestic corporate stock.
- (b) This category includes investments in corporate bonds obtained on domestic exchanges.
- (c) This category includes bank deposits (time deposits) that earn a contractual rate of interest over a specified period of time.
- (d) This category includes investments in corporate bonds obtained on foreign exchanges.

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Notes to Financial Statements

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(e) This category includes a pooled investment vehicle of stocks, bonds, or other securities deposited into the trust.

(f) This category includes bonds issued by the federal government or government agency.

There were no transfers between Level 1 and Level 2 investments during the year.

**(4) Line of Credit**

The Administration maintains one unsecured line of credit with a credit limit of \$1,000,000 available through November 10, 2019 with a commercial bank. No commitment fees or compensating balance arrangements are required under the terms of the credit arrangement. The interest on the unpaid outstanding principal balance accrues at a variable rate equal to the prime rate. There were no amounts drawn on the line of credit at June 30, 2019 and 2018.

**(5) Functional Classification of Expenses**

The costs of operating and supporting services activities have been summarized in the statements of activities. The expense analysis in the table below presents the natural classification detail of expense by function. Health claims, utilities, and depreciation expenses are allocated based on the full-time employee (FTE) count. Other costs are classified in each functional category based on the underlying purpose of each transaction.

	Year ended June 30, 2019						
	Program Activities			Supporting Activities			
	Pastoral services	Education services	Programs subtotal	Management and general	Fund- raising	Supporting subtotal	Total expenses
Salaries and benefits	\$ 657,000	761,493	1,418,493	1,857,009	187,191	2,044,200	3,462,693
Health Claims	83,942	79,420	163,362	5,089,150	43,016	5,132,166	5,295,528
Supplies	15,278	8,942	24,220	42,220	794	43,014	67,234
Printing	100,114	7,404	107,518	15,829	22,998	38,827	146,345
Postage	101,654	2,811	104,465	15,327	7,022	22,349	126,814
Telephone	4,388	6,282	10,670	22,227	466	22,693	33,363
Utilities	21,269	20,123	41,392	43,992	10,899	54,891	96,283
Dues and rental	25,944	28,756	54,700	150,069	149	150,218	204,918
Conferences	48,150	158,571	206,721	89,012	18,037	107,049	313,770
Professional fees	76,773	83,876	160,649	430,740	56,830	487,570	648,219
Public Relations	2,143	38,948	41,091	6,098	3,737	9,835	50,926
Gifts and subsidies	189,680	128,842	318,522	61,010	35,874	96,884	415,406
Tuition and room and board	—	958,849	958,849	—	—	—	958,849
Insurance	1,338	7,248	8,586	119,825	—	119,825	128,411
Repairs and maintenance	5,400	6,170	11,570	167,568	—	167,568	179,138
Miscellaneous	433	3,862	4,295	12,278	—	12,278	16,573
Depreciation	108,792	102,931	211,723	225,022	55,750	280,772	492,495
Totals	<u>\$ 1,442,298</u>	<u>2,404,528</u>	<u>3,846,826</u>	<u>8,347,376</u>	<u>442,763</u>	<u>8,790,139</u>	<u>12,636,965</u>

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Notes to Financial Statements

June 30, 2019 and 2018

	Year ended June 30, 2018						
	Program Activities			Supporting Activities			
	Pastoral services	Education services	Programs subtotal	Management and general	Fund- raising	Supporting subtotal	Total expenses
Salaries and benefits	\$ 623,939	729,022	1,352,961	1,592,670	237,198	1,829,868	3,182,829
Health Claims	84,480	98,720	183,200	4,174,839	49,000	4,223,839	4,407,039
Supplies	3,928	8,314	12,242	36,604	683	37,287	49,529
Printing	91,079	7,632	98,711	11,678	7,149	18,827	117,538
Postage	108,771	2,559	111,330	16,333	12,370	28,703	140,033
Telephone	3,864	4,516	8,380	22,224	1,127	23,351	31,731
Utilities	23,329	27,262	50,591	46,339	13,531	59,870	110,461
Dues and rental	31,890	32,479	64,369	148,881	1,988	150,869	215,238
Conferences	191,218	146,398	337,616	113,654	11,245	124,899	462,515
Professional fees	67,512	36,441	103,953	436,028	53,447	489,475	593,428
Public Relations	3,095	8,254	11,349	7,110	2,454	9,564	20,913
Gifts and subsidies	215,616	95,833	311,449	111,090	53,048	164,138	475,587
Tuition and room and board	—	1,040,195	1,040,195	—	—	—	1,040,195
Insurance	2,634	2,148	4,782	135,492	—	135,492	140,274
Repairs and maintenance	7,200	5,400	12,600	114,127	120	114,247	126,847
Miscellaneous	5,625	4,418	10,043	8,872	—	8,872	18,915
Depreciation	111,614	130,427	242,041	221,695	64,738	286,433	528,474
Totals	\$ <u>1,575,794</u>	<u>2,380,018</u>	<u>3,955,812</u>	<u>7,197,636</u>	<u>508,098</u>	<u>7,705,734</u>	<u>11,661,546</u>

**(6) Net Assets with Donor Restrictions**

Net assets with donor restrictions are restricted for the following purposes as of June 30:

	<u>2019</u>	<u>2018</u>
Donor restricted funds for the following programs:		
Hispanic Lay Ecclesial Ministry	\$ 18,697	14,374
Region XIII Enhave	15,477	21,099
CRS – CBI	11,191	11,880
Mission Fund	48,321	81,632
Seminarian Education	172,065	40,853
Campus Ministry	2,000	2,000
Catholic Schools Special Needs	6,516	39,640
Mass Stipends	7,162	4,651
	<u>\$ 281,429</u>	<u>216,129</u>

**(7) Liquidity and Availability**

The Administration regularly monitors liquidity required to meet its operating needs, liabilities, and other obligations as they become due. In addition to financial assets available to meet general expenditures over the next twelve months, the Administration operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures. As part of its liquidity plan, excess cash is invested in short-term investments, including money market accounts and certificates of deposit.

**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

Notes to Financial Statements

June 30, 2019 and 2018

The following assets could readily be made available within one year of the date of the statement of financial position to meet general expenditures:

Financial assets:

Cash and cash equivalents	\$	2,296,842
Accounts receivable - Diocesan Development Drive		352,473
Accounts receivable - Other		12,157
Notes receivable		158,075
Interest receivable		40,174
Investments		7,031,675
Interest in The Catholic Foundation of Utah		7,120,234
		17,011,630

Less those unavailable for general expenditures within one year, due to:

Restricted by donor with purpose restrictions		281,429
Interest in The Catholic Foundation of Utah		7,120,234
		7,120,234

Financial assets available to meet cash needs for general expenditures within one year	\$	9,609,967
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**(8) Pension Plan**

The Administration has a defined contribution pension plan (the Plan) covering lay employees who work a minimum of 20 hours per week. Contributions are made at the discretion of the Administration based on salaries and wages paid during the reporting period. Contributions under the Plan for the years ended June 30, 2019 and 2018 were \$102,441 and \$99,952, respectively.

**(9) Contingencies**

The Administration may be involved periodically in litigation arising in its normal course of business. After consultation with legal counsel, management estimates that these matters will be resolved without material adverse effect on the Administration's future financial position or results of operations.

**(10) Subsequent Events**

The Administration has evaluated subsequent events through September 20, 2019, the date the financial statements were available to be issued, and determined there were no items to disclose.



**UNAUDITED SUPPLEMENTARY INFORMATION**

**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

Current Operations Net Assets

Years ended June 30, 2019 and 2018

(Unaudited)

Designated components of current operations included in net assets without donor restrictions and with donor restrictions as of June 30, 2019 and 2018 are as follows (unaudited):

	<u>2019</u>	<u>2018</u>
Net assets without donor restrictions:		
Operational reserve	\$ 356,388	183,388
Cathedral renovations	13,673	94,573
Pastoral plan	32,839	21,015
Priests' retirement	13,088	7,849
Priests continuing formation	2,793	13,316
Extern priests	—	30,138
Safe environment	7,801	—
Communications	53,064	11,591
Liturgy	4,928	4,928
Religious education	145,698	120,464
Youth	—	958
Catholic schools development and strategic plan	101,297	159,587
Catholic schools	320,010	120,137
Family Life	2,159	3,563
Intermountain Catholic	124,433	120,000
Diocesan Development Drive	2,280,000	2,225,000
Health insurance reserve	3,849,665	3,439,210
Automobile replacement	280,148	279,098
Trappist Legacy	425,000	425,000
Hispanic Ministry	160,755	150,525
Prisoners transition	3,712	4,621
Insurance reserve	465,030	453,892
Pastoral center technology	25,000	15,000
Designated legal/assistance	106,901	106,901
	<u>8,774,382</u>	<u>7,990,754</u>
Net assets with donor restrictions:		
Hispanic Lay Ecclesial Ministry	18,697	14,374
Region XIII Enhave	15,477	21,099
CRS – CBI	11,191	11,880
Mission fund	48,321	81,632
Seminarian education	172,065	40,853
Campus ministry	2,000	2,000
Catholic schools special needs	6,516	39,640
	<u>274,267</u>	<u>211,478</u>
	<u>\$ 9,048,649</u>	<u>8,202,232</u>

See accompanying independent auditors' report.

**DIOCESAN PASTORAL ADMINISTRATION OF THE  
ROMAN CATHOLIC BISHOP OF SALT LAKE CITY**

Special Collections

Year ended June 30, 2019

(Unaudited)

The Administration receives proceeds from special collections at parishes and Diocesan institutions for worldwide needs of the Catholic Church and charities and forwards such funds to the proper distributing agency. The following is a summary of special collections transmitted to such agencies by the Administration for the year ended June 30, 2019 and special collections held for transmittal to the proper distributing agency at June 30, 2019 (unaudited):

	<b>Special collections held for transmittal</b>	<b>Special collections transmitted</b>
Bishop's overseas relief (CRS)	\$ 52,034	—
Holy Father (Peter's Pence)	—	37,979
Holy land	48,080	—
Mission among black and native Americans	2,446	32,086
Communications collection	21,590	16,589
Mission sunday	1,184	35,685
Campaign for Human Development (CHD)	613	27,163
Operation rice bowl	49,442	—
Priests' retirement	2,293	19,770
Church in Africa	—	38,344
Cathedral of Notre Dame Paris	9,576	—
Basilica National Shrine Immaculate Conception	700	—
Mission Co-op	20,679	43,130
Catholic community services	2,090	45,421
Religious retirement	—	58,395
Vicar general discretionary	40,971	—
Latin American mission	—	36,761
Mount Calvary Cemetery	791	14,595
Eastern Europe	48,188	—
Flood relief	—	20,763
Guatemala volcano relief	—	54,820
Home missions	34,351	—
CHD disbursements	—	19,244
Rice Bowl	17,525	—
	<u>\$ 352,553</u>	<u>500,745</u>

See accompanying independent auditors' report.