

<b>DIOCESE OF THE SOUTH BALANCE SHEET</b>	<b>30-Jun 2012</b>	<b>30-Jun 2011</b>	<b>30-Jun 2010</b>	<b>30-Jun 2009</b>	<b>30-Jun 2008</b>	<b>30-Jun 2007</b>	<b>30-Jun 2006</b>
<b>ASSETS</b>							
<b>Current Assets</b>							
Cash	\$ 199,250	\$ 180,590	\$ 118,326	\$ 179,712	\$ 272,558	\$ 348,971	\$ 103,743
Income Earned, Not Collected	4,230	6,730	12,003	220	-	-	-
Prepaid Expense/Accounts Receivable	210	-	69	2,121	34,275	960	19,522
Investments-Market Value	-	-	-	40,630	54,207	120,584	95,399
Total Current Assets	<u>\$ 203,690</u>	<u>\$ 187,320</u>	<u>\$ 130,397</u>	<u>\$ 222,684</u>	<u>\$ 361,041</u>	<u>\$ 470,515</u>	<u>\$ 218,663</u>
<b>Other Assets</b>							
Deferred Charge - Priest Service Book	\$ 3,409	\$ 4,276	\$ 4,368	\$ 5,005	\$ 5,398	\$ 7,741	\$ 9,061
<b>Advances (Note 1)</b>							
All Saints, Victoria	\$ -	\$ -	\$ 1,081	\$ -	\$ -	\$ -	\$ -
St Basil, Wilmington	4,657	10,379	16,255	-	-	-	-
St Seraphim, Memphis	-	589	3,342	4,076	-	-	-
Total Advances	<u>\$ 4,657</u>	<u>\$ 10,968</u>	<u>\$ 20,678</u>	<u>\$ 4,076</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Primary Loans (Note 2)</b>							
All Saints, Albuquerque	\$ 160,229	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
St Mary Magdalene, Rincon	108,541	124,820	-	-	-	-	-
St Maximus, Denton	70,768	83,528	94,107	103,911	116,580	-	-
St Paul, Denison	107,773	111,921	118,815	122,817	84,459	-	-
St Raphael, Inverness	49,007	63,238	-	-	-	-	-
St Sava, Plano	8,940	30,029	49,366	2,526	173,133	-	-
St Seraphim, Dallas	58,948	270,376	386,022	406,092	-	-	-
Total Primary Loans	<u>\$ 564,206</u>	<u>\$ 683,912</u>	<u>\$ 648,310</u>	<u>\$ 635,346</u>	<u>\$ 374,171</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Subordinated Loans (Note 3)</b>							
All Saints, Albuquerque	\$ -	\$ 174,444	\$ 161,231	\$ -	\$ -	\$ -	\$ -
Auxiliary Bishop	42,798	42,798	42,798	42,798	-	-	-
Holy Apostles, Bixby	41,498	45,685	52,059	58,466	59,028	-	-
Holy Apostles, West Columbia	(216)	-	-	-	-	-	-
Holy Ascension, Charleston	200,255	82,454	23,448	-	-	-	-
Holy Trinity, Safety Harbor	276,263	220,554	196,990	59,065	47,350	-	-
St Barbara, Ft Worth	107,404	127,997	122,851	112,205	126,501	97,894	102,610
St Cyprian, Richmond	42,297	54,232	67,045	78,476	45,911	-	-
St George, Pharr	30,265	-	-	-	-	-	-
St Gregory, Moundville	21,717	12,623	7,304	9,244	-	-	-
St Innocent, Macon	88,933	97,852	110,952	124,148	-	-	-
St James, Port St Lucie	28,955	-	-	-	-	-	-
St John Ladder, Greenville	2,805	-	-	-	-	-	-
St Jonah, Alpine	6,224	537	-	-	-	-	-
St Justin Martyr, Jacksonville	-	-	-	-	-	35,605	74,463
St Mark, Bradenton	34,773	14,329	-	-	-	-	-
St Mary Magdalene, Rincon	-	-	38,483	42,445	-	-	-
St Phiip, Tampa	10,425	9,012	6,846	651	-	-	-
St Raphael, Inverness	-	-	21,763	8,673	-	-	-
St Seraphim, Dallas	-	-	-	-	-	40,938	51,125
Total Subordinated Loans	<u>\$ 934,395</u>	<u>\$ 882,517</u>	<u>\$ 851,771</u>	<u>\$ 536,172</u>	<u>\$ 278,790</u>	<u>\$ 174,437</u>	<u>\$ 228,198</u>
<b>Managed Debt Program Loans (Note 4)</b>							
Holy Apostles, Bixby	\$ 461,596	\$ 480,771	\$ 273,539	\$ 299,321	\$ -	\$ -	\$ -
Holy Apostles, West Columbia	232,498	243,790	-	-	-	-	-
Holy Ascension, Charleston	785,028	920,319	744,630	-	-	-	-
Holy Trinity, Safety Harbor	247,271	282,314	285,841	-	-	-	-
St Barbara, Ft Worth	629,128	649,341	665,283	-	-	-	-
St George, Pharr	115,849	-	-	-	-	-	-
St Gregory, Moundville	250,202	260,448	270,689	281,156	-	-	-
St Innocent, Macon	99,227	-	-	-	-	-	-
St James, Port St Lucie	287,217	-	-	-	-	-	-
St John Ladder, Greenville	-	-	-	-	-	-	-
St Jonah, Alpine	91,820	106,964	-	-	-	-	-
St Mark, Bradenton	913,563	-	-	118,688	-	-	-
St Mary Magdalene, Rincon	-	-	108,281	-	-	-	-
St Phiip, Tampa	298,669	304,300	309,603	314,599	-	-	-
St Raphael, Inverness	-	-	65,886	90,506	-	-	-
Total MDP Loans	<u>\$ 4,412,068</u>	<u>\$ 3,248,245</u>	<u>\$ 2,723,751</u>	<u>\$1,104,269</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Loans & Advances	<u>\$ 5,915,326</u>	<u>\$ 4,825,642</u>	<u>\$ 4,244,510</u>	<u>\$2,279,863</u>	<u>\$ 652,962</u>	<u>\$ 174,437</u>	<u>\$ 228,198</u>
<b>Real Estate</b>							
Chancery Office Property	\$ 261,047	\$ 210,000	\$ 210,000	\$ 210,000	\$ 210,000	\$ 210,000	\$ 210,000
Alpine Church Property	137,500	137,500	-	-	-	-	-
Denton Church Property	275,000	275,000	-	-	-	-	-
Total Real Estate	<u>\$ 673,547</u>	<u>\$ 622,500</u>	<u>\$ 210,000</u>	<u>\$ 210,000</u>	<u>\$ 210,000</u>	<u>\$ 210,000</u>	<u>\$ 210,000</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 6,795,972</u></u>	<u><u>\$ 5,639,738</u></u>	<u><u>\$ 4,589,276</u></u>	<u><u>\$2,717,552</u></u>	<u><u>\$1,229,401</u></u>	<u><u>\$ 862,692</u></u>	<u><u>\$ 665,923</u></u>

<b>DIOCESE OF THE SOUTH</b>	<b>30-Jun</b>	<b>30-Jun</b>	<b>30-Jun</b>	<b>30-Jun</b>	<b>30-Jun</b>	<b>30-Jun</b>	<b>30-Jun</b>
<b><u>BALANCE SHEET(Continued)</u></b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>
<b><u>LIABILITIES</u></b>							
Accounts Payable	\$ 3,333	\$ 2,896	\$ 8,782	\$ 2,197	\$ 18,815	\$ 3,582	\$ 922
Designated Funds (Note 5)	\$ (604)	\$ 5,739	\$ -	\$ -	\$ -	\$ -	\$ -
Clergy Assistance Fund	\$ 3,540	\$ (215)	\$ -	\$ -	\$ -	\$ -	\$ -
Church Savings Deposits							
All Saints, Albuquerque	222,562	\$ 201,679	\$ 172,752	\$ -	\$ -	\$ -	\$ -
All Saints, Victoria	4,013	3,837	-	-	-	-	-
Carolinas Deanery Missions Fund	24,371	19,158	11,588	16,326	11,749	6,090	3,450
Dallas Deanery Missions Fund	5,215	-	-	-	-	-	-
Dormition, Norfolk	63,349	46,976	32,582	-	-	-	-
Gainesville (GA) Mission Station	1,581	1,511	-	-	-	-	-
Holy Ascension, Mt Pleasant	59,091	57,778	-	-	-	-	-
Holy Cross, Greensboro	27,237	26,041	11,605	8,003	-	-	-
Holy Resurrection, Augusta	11,011	10,527	10,065	8,217	-	-	-
Holy Transfiguration, Raleigh	82,790	-	-	-	-	-	-
St Andrew, New Port Richey	10,075	812	-	-	-	-	-
St Anne, Oak Ridge	-	-	-	-	81,288	117,005	68,168
San Antonio Mission Station	500	-	-	-	-	-	-
St Athanasius, Nicholasville	11,357	10,858	-	-	-	-	-
St Basil, Weatherford	234	-	10,381	-	-	-	-
St Basil, Wilmington	2,584	504	-	-	-	-	-
St Cyril of Jerusalem, The Woodlands	7,758	10,296	-	-	-	-	-
St George & Alexandra, Ft Smith	16,107	31,775	25,481	-	-	-	-
St George, Pharr	4,138	-	-	-	-	-	-
St Innocent, Macon	204,703	163,926	150,802	123,914	5,327	4,580	5,266
St James, Port St Lucie	68,829	-	-	-	-	-	-
St John of Chicago, Rogers	8,075	-	-	-	-	-	-
St John Damascus, Tyler	23,841	13,649	17,688	16,412	-	-	174
St John Ladder, Greenville	-	-	20,150	-	(2,000)	3,000	3,500
St Jonah Mission Station, Alpine	10,822	-	1,106	1,058	1,011	-	-
St Mark, Bradenton	370	-	-	-	-	-	-
St Mary Egypt, Norcross	53,552	51,200	-	-	-	-	-
St Matthew, Baton Rouge	15,205	6,005	-	-	-	-	-
St Maximus, Denton	78,528	50,352	48,140	46,026	30,142	-	-
St Nektarios, Waxahachie	4,117	-	-	-	-	-	-
St Peter, Jupiter	108,950	75,281	-	-	-	-	-
St Philip, Tampa	47,655	31,731	16,017	15,314	-	-	-
St Raphael, Inverness	23,249	36,098	10,132	-	-	-	-
St Sava, Plano	25,423	38,973	15,395	17,788	-	-	-
St Seraphim, Dallas	44,544	18,725	(575)	24,216	7,691	(9,343)	(12,911)
St Seraphim, Memphis	4,611	4,409	4,215	4,030	-	-	-
St Tikhon, Chattanooga	15,407	1,997	1,127	-	-	-	-
St Timothy, Tocoa	44,830	42,861	40,978	43,977	-	-	-
Total Deposits	\$ 1,336,682	\$ 956,956	\$ 599,630	\$ 325,279	\$ 135,209	\$ 121,332	\$ 67,648
<b><u>Borrowings</u></b>							
Church-Friendly Loans (Note 6)	\$ 819,517	\$ 981,313	\$ 918,420	\$ 780,823	\$ 403,628	\$ -	\$ -
Managed Debt Program Creditors (Note 7)							
Guaranteed By Diocese	1,206,685	45,108	544,228	281,156	-	-	-
Not Guaranteed By Diocese	3,205,383	3,203,138	2,179,523	823,113	-	-	-
Total Borrowings	\$ 5,231,585	\$ 4,229,558	\$ 3,642,171	\$1,885,092	\$ 403,628	\$ -	\$ -
TOTAL LIABILITIES	\$ 6,574,536	\$ 5,194,933	\$ 4,250,583	\$2,212,568	\$ 557,652	\$ 124,914	\$ 68,570
<b><u>EQUITY</u></b>							
Publications Fund (Note 8)	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000
Pastoral School Fund (Note 9)	251,529	251,529	251,529	244,513	257,485	249,831	219,733
General Fund	(35,094)	188,275	82,164	255,470	409,264	482,947	372,620
TOTAL EQUITY	\$ 221,435	\$ 444,804	\$ 338,693	\$ 504,984	\$ 671,749	\$ 737,778	\$ 597,353
TOTAL LIABILITIES & EQUITY	\$ 6,795,972	\$ 5,639,738	\$ 4,589,276	\$2,717,552	\$1,229,401	\$ 862,692	\$ 665,923
<b><u>CONTINGENT LIABILITIES</u></b>							
Priest Seminary Debt (Note 10)	\$ 237,277	\$ 219,860	\$ 77,302	\$ 108,107	\$ 21,637	\$ -	\$ -

## **BALANCE SHEET FOOTNOTES**

Note 1. Advances represent cash payments for purposes that can broadly be described as "Budget Support". They are noninterest bearing and tithes received from Advancees are credited to the account balance. No other payment is usually required.

Note 2. The Primary Loan designation applies when the Diocese is the principal debtholder of the church. They are noninterest bearing and repayment terms vary with the circumstances of each church. Monthly Tithe payments are credited to the loan balance.

Note 3. Subordinated Loans are those where the church has other mortgage debt. No repayment is required until the primary debt has been retired. They are noninterest bearing and tithe payments are credited to the loan balance.

Note 4. The Managed Loan Pool consists of mortgage debt owed by the listed churches to a primary creditor, usually a bank. The Diocese makes the monthly payments to the primary creditor on behalf of the church, and the church monthly payment to the Diocese is calculated as a percentage of church income (usually 25%) in the preceding month. A church's underlying obligation to their primary creditor is not changed nor does the Diocese incur a legal obligation for payment of the debt by virtue of this arrangement. The Diocese payment to the primary creditor is added to the church's Subordinated Loan balance and the church payment to the Diocese is credited thereto, as is their monthly tithe payment. The debt of Holy Apostles, St Gregory, and St Jonah are guaranteed by the Diocese. The aggregate monthly payment currently being made by the Diocese is \$23,131.

Note 5. Church Friendly Borrowings consist of loans from six church-related individuals, the proceeds of which were used to refinance church debt or pay down the primary creditor of churches in the Managed Loan Pool. Repayment is at the discretion of the Diocese, but with the understanding that if cash is needed the Diocese will make an immediate payment of up to \$25K and will endeavor to accommodate larger amounts. Currently the Diocese is making regular payments totaling \$6,500 a month to three individuals. The loans are unsecured and bear an interest rate of 4.25%, except for one loan of \$100,000 which is at 6%.

Note 6. Designated Funds are gifts received from individuals that may be utilized at the discretion of the Diocese to supplement its various financial assistance programs. Stipends donated by Diocesan personnel and donated interest from Church Friendly Loans are the sole sources of funds at this time.

Note 7. This is the offsetting credit to the Managed Debt Program asset category.

Note 8. The Publications Reserve represents "seed money" donations for the printing of Archbishop Dmitri's "Priest Service Book". When publishing costs are fully covered sales proceeds are to be utilized for other Diocesan publications. The unrecovered costs are shown as "Deferred Charge-Priest Service Book" on the Balance Sheet.

Note 9. The Pastoral School Fund was established in the early 1990's from a \$100,000 donation for the purpose of establishing a formal pastoral schooling program for the Diocese. About \$2,000 in other donations were subsequently received, and the remaining increase came from loan and investment earnings. At one time Seminarian Assistance was being rendered from the Fund, but the Fund has since been reimbursed by the General Fund for all such outlays.

Note 10. The Diocese makes the monthly payment on the seminary debt of priests coming to the Diocese to serve as Priest-in-Charge of a church until such time as the debt is paid in full, provided that the person continues to serve in said capacity. Eight priests are currently receiving this benefit, and the aggregate monthly payment currently being made is \$2,435.