

Northern Michigan Catholic Foundation

FINANCIAL STATEMENTS
AND REPORT OF INDEPENDENT
CERTIFIED PUBLIC ACCOUNTANTS

June 30, 2010

CONTENTS

	<u>Page</u>
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS.....	2
FINANCIAL STATEMENTS	
STATEMENT OF FINANCIAL POSITION.....	3
STATEMENT OF ACTIVITIES.....	4
STATEMENT OF CASH FLOWS.....	5
NOTES TO FINANCIAL STATEMENTS.....	6
SUPPLEMENTARY FINANCIAL INFORMATION	
SCHEDULE OF FINANCIAL POSITION BY FUND CLASSIFICATION.....	16



DENNIS, GARTLAND & NIERGARTH

Certified Public Accountants
Business Advisors

Thomas E. Gartland, CPA
Brad P. Niergarth, CPA
James G. Shumate, CPA
Robert C. Thompson, CPA
Michael D. Shaw, CPA
Mary F. Krantz, CPA
Shelly K. Bedford, CPA
Heidi M. Wendel, CPA
Stephen D. Gallagher, CPA

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors
Northern Michigan Catholic Foundation

We have audited the accompanying statement of financial position of *Northern Michigan Catholic Foundation* (the "Foundation") as of June 30, 2010 and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Foundation's 2009 financial statements and, in our report dated October 6, 2009, we expressed an unqualified opinion on those financial statements.

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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Northern Michigan Catholic Foundation as of June 30, 2010 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 performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary financial information listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the basic financial statements of the Foundation. Such information has been subjected to the auditing procedures applied during the audit of the basic financial statements and, in our opinion, it is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Dennis, Gartland & Niergarth

September 30, 2010

Northern Michigan Catholic Foundation

STATEMENT OF FINANCIAL POSITION

June 30, 2010

(With comparative totals for 2009)

	<u>2010</u>	<u>2009</u>
ASSETS		
Cash and cash equivalents	\$ 1,076,849	\$ 2,481,078
Investments in marketable securities	6,132,664	3,218,608
Pledges receivable, net of allowance	<u>162,736</u>	<u>184,212</u>
Total assets	<u>\$ 7,372,249</u>	<u>\$ 5,883,898</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	\$ 568	\$ 276
Due to Diocese of Gaylord	172,987	-
Charitable gift annuity	<u>102,011</u>	<u>73,215</u>
Total liabilities	<u>275,566</u>	<u>73,491</u>
NET ASSETS		
Unrestricted	(269,369)	(531,628)
Temporarily restricted	288,665	328,745
Permanently restricted	<u>7,077,387</u>	<u>6,013,290</u>
Total net assets	<u>7,096,683</u>	<u>5,810,407</u>
Total liabilities and net assets	<u>\$ 7,372,249</u>	<u>\$ 5,883,898</u>

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

Northern Michigan Catholic Foundation

STATEMENT OF ACTIVITIES

For the year ended June 30, 2010
(With comparative totals for 2009)

	2010			Total	2009 Totals
	Unrestricted	Temporarily Restricted	Permanently Restricted		
REVENUE AND SUPPORT					
Contributions	\$ 49,095	\$ -	\$ 1,064,097	\$ 1,113,192	\$ 161,099
Investment income	8,546	125,929	-	134,475	153,650
(Loss) gain on investments, net	301,766	-	-	301,766	(447,837)
Assets released from restrictions	<u>166,009</u>	<u>(166,009)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue and support	<u>525,416</u>	<u>(40,080)</u>	<u>1,064,097</u>	<u>1,549,433</u>	<u>(133,088)</u>
EXPENSES					
Program services	146,744	-	-	146,744	208,482
Fundraising	3,795	-	-	3,795	6,109
General and administrative					
Investment management	19,316	-	-	19,316	12,281
CGA expense	3,661	-	-	3,661	3,725
Administration	<u>89,641</u>	<u>-</u>	<u>-</u>	<u>89,641</u>	<u>78,159</u>
Total expenses	<u>263,157</u>	<u>-</u>	<u>-</u>	<u>263,157</u>	<u>308,756</u>
CHANGES IN NET ASSETS	262,259	(40,080)	1,064,097	1,286,276	(441,844)
NET ASSETS, beginning of year	<u>(531,628)</u>	<u>328,745</u>	<u>6,013,290</u>	<u>5,810,407</u>	<u>6,252,251</u>
NET ASSETS, end of year	<u>\$ (269,369)</u>	<u>\$ 288,665</u>	<u>\$ 7,077,387</u>	<u>\$ 7,096,683</u>	<u>\$ 5,810,407</u>

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

Northern Michigan Catholic Foundation

STATEMENT OF CASH FLOWS

For the year ended June 30, 2010
(With comparative totals for 2009)

	<u>2010</u>	<u>2009</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,286,276	\$ (441,844)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities		
Net (gain) loss on investments	(301,766)	447,837
Reinvested investment income	(112,290)	(116,585)
Permanently restricted contribution	(1,064,097)	(146,677)
Decrease in pledges receivable	21,476	25,485
Increase (decrease) in liabilities	<u>202,075</u>	<u>(999)</u>
Net cash flows provided (used) by operating activities	31,674	(232,783)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to investment pool	(2,500,000)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Additions to permanently-restricted endowments	<u>1,064,097</u>	<u>146,677</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,404,229)	(86,106)
CASH AND CASH EQUIVALENTS, beginning of year	<u>2,481,078</u>	<u>2,567,184</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 1,076,849</u>	<u>\$ 2,481,078</u>

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

Northern Michigan Catholic Foundation

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Northern Michigan Catholic Foundation (the "Foundation") promotes the strength and vitality of the Roman Catholic Faith in the Diocese of Gaylord (the "Diocese") by establishing long-term endowments and special project funding for ministries of word, worship, religious formation and charity.

The Foundation is a Michigan nonprofit corporation governed by a Board of Directors appointed by the Bishop of Gaylord. Its office is located within the Diocesan offices in Gaylord, Michigan.

The Foundation's goal is to raise \$25 million by 2015.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. The accounting principles and reporting practices used to prepare the accompanying financial statements are those set forth in FASB ASC 958, *Not-For-Profit Entities*.

Financial Statement Presentation

All financial transactions have been recorded and reported by asset classes as follows:

Unrestricted Net Assets represent net assets generally available for support of Foundation activities.

Temporarily Restricted Net Assets represent net assets restricted by a donor for particular purposes or for use in a specified future period. These assets are reported as revenue when the Foundation receives the assets and are transferred to Unrestricted Net Assets when the purpose restriction or time restrictions have been met.

Permanently Restricted Net Assets represent assets subject to restrictions of gift and trust instruments requiring that the principal be invested in perpetuity and the income only be used for purposes intended by the donor. Income received by these assets is reported as temporarily restricted revenue until the Foundation has appropriated such amounts for distribution to beneficiaries.

Cash Equivalents

For purposes of the statements of cash flows, the Foundation considers all unmanaged cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents. Amounts managed by Trustees for investment purposes are not.

Investments

Investments in marketable securities, with readily determinable fair values and investments in debt securities, are valued at their fair market value in the statements of financial position. Participation in investment pools are valued at the fair value of the underlying securities on a pro-rata basis. Realized and unrealized gains and losses are included in the change in net assets.

The Foundation participates in an investment pool sponsored by the Michigan Catholic Conference. The Foundation is credited or charged for its pro-rata share of all income, gains, losses and expenses. Information on individual pool transactions is not available and, therefore, the statement of cash flows does not present proceeds on the sale or cash used to purchase investments.

Income Distribution and Reinvestment Policy

The Foundation Board, with the consent of affected donors and beneficiaries, has established a policy that calls for the distribution and/or reinvestment of investment income and capital gains. Beneficiaries are provided with the option of receiving a distribution of the investment income (interest and dividends) earned during a fiscal year in two equal installments on December 1 and June 1 of the following fiscal year. Such distributions are recorded when paid. Alternatively, the beneficiary may elect to contribute the earnings to permanently restricted assets. Such reinvestments are shown as both a distribution and a contribution at the time the distribution would have otherwise been paid. Net capital gains, after the payment of investment and general and administrative expenses, are added to permanently restricted net assets. If realized capital gains are not sufficient to pay the expenses, the deficiency is reported as part of unrestricted net assets until future capital gains eliminate the deficiency.

Contributions

Contributions received, including unconditional promises to give (pledges), are generally recognized as revenue in the period received at their fair values. Conditional promises to give are recognized when the conditions are substantially met. Changes in the estimated fair value or collectibility of pledges are reported as an adjustment to contributions in the year that determination was made.

Charitable Gift Annuities

Receipts of charitable gift annuities are included in the general investments, the related obligation is carried at its net present value and the net difference is recorded as contribution revenue. The obligation is revalued annually based upon life expectancy tables and prevailing interest rates. The change in fair value of the obligation is reported annually in the statement of activities.

Prior Year Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Accordingly, such information should be read in conjunction with the Foundation's financial statements for the years ended June 30, 2009, from which the summarized information was derived.

NOTES TO FINANCIAL STATEMENTS - Continued

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

NOTE B - CASH AND CASH EQUIVALENTS

The Foundation maintains their cash at two financial institutions. All of the accounts were fully insured as of June 30, 2010.

NOTE C - INVESTMENTS

Investments are stated at fair value and are summarized as follows as of June 30:

	2010		2009	
	Cost	Fair Value	Cost	Fair Value
Investment Pool				
Money market mutual funds	\$ 12	\$ 12	\$ 4	\$ 4
Stock mutual funds	3,273,442	2,891,689	2,111,130	1,713,448
Bond mutual funds	3,220,854	3,240,963	1,561,631	1,505,156
	<u>\$ 6,494,308</u>	<u>\$ 6,132,664</u>	<u>\$ 3,672,765</u>	<u>\$ 3,218,608</u>

NOTE D - PLEDGES RECEIVABLE

As of June 30, 2010, the Foundation has received unconditional pledges totaling \$357,500 of which \$134,419 has been collected. The receivables are pledged over periods ranging from 1 to 10 years. The pledges are recorded at the present value of the future cash flows, utilizing an imputed interest rate of 5%, which equals \$217,736. This interest rate reflects the assessed level of risk related to these receivables. The Foundation amortizes imputed interest through a charge to pledge receivables and a credit to contributions. Imputed interest of \$5,345 will be amortized through 2015.

During 2010, the Foundation received substantially all scheduled payments on a timely basis. The Foundation has established an allowance for doubtful pledges for the estimated losses resulting from an inability of its donors to make pledged payments.

Pledges receivables, current	\$ 110,831
Pledges receivables, 2 to 5 years	106,905
Allowance for doubtful pledges	<u>(55,000)</u>
	<u>\$ 162,736</u>

NOTES TO FINANCIAL STATEMENTS - Continued

The expected collectibility and discount rate used to record the present value of pledges receivable are based on management's best estimates and judgments. These estimates may be adjusted as more current information becomes available and any adjustment could be significant.

The Foundation has received \$1,615,302 in promises to give which are conditioned upon the donors' deaths. These gifts have not been recorded as an asset on the Foundation's statement of financial position.

NOTE E - CHARITABLE GIFT ANNUITIES

The Foundation has received charitable gift annuity agreement proceeds which have been added to the general investments of the Foundation. In consideration of the proceeds, the Foundation is obligated to make agreed upon annual payments for the remainder of the donors' lives. The obligation is recorded at the net present value of future cash outflows, utilizing life expectancy tables as provided in the IRS section 1.401 (a)(9)-9 and a discount rate of 5%. The discount rate reflects the level of assessed risk related to future payments.

During 2010, proceeds received totaled \$50,000 with a corresponding liability of \$30,135. The difference of \$19,865 is included in contributions. Also during 2010, payment to annuitants totaled \$5,000 of which \$1,339 reduced the liability and \$3,661 was charged as an expense.

Aggregate annual payments required in the future under charitable gift annuity agreements total \$8,400. The reported liability is as follows:

Charitable gift annuity, current	\$ 3,300
Charitable gift annuity, beyond one year	<u>98,711</u>
	<u>\$ 102,011</u>

NOTE F - FAIR VALUE MEASUREMENTS

FASB ASC 820-10, *Fair Value Measurements*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

NOTES TO FINANCIAL STATEMENTS - Continued

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2010.

Mutual funds: Valued at the net asset value ("NAV") of shares held by the Foundation at year-end.

Pledges receivable: Valued at present value of future cash flows, utilizing an imputed interest rate of 5%.

Charitable gift annuity liability: Valued at net present value of future cash flows, utilizing life expectancy tables provided in IRS section 1.401 (a)(9)-9 and a discount rate of 5%.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Foundation's assets at fair value as of June 30, 2010:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money market mutual funds	\$ 12	\$ -	\$ -	\$ 12
Stock mutual funds	2,891,689	-	-	2,891,689
Bond mutual funds	3,240,963	-	-	3,240,963
Pledges receivables	-	-	162,736	162,736
Charitable gift annuity liability	-	-	<u>102,011</u>	<u>102,011</u>
	<u>\$ 6,132,664</u>	<u>\$ -</u>	<u>\$ 264,747</u>	<u>\$ 6,397,411</u>

NOTES TO FINANCIAL STATEMENTS - Continued

A schedule of changes in Level 3 fair values follows:

	<u>Pledges Receivable</u>	<u>Charitable Gift Annuity Payable</u>
Balance, beginning of year	\$ 184,212	\$ 73,215
New pledges/annuity agreements	-	30,135
Payments received/made	<u>(21,476)</u>	<u>(1,339)</u>
Balance, end of year	<u>\$ 162,736</u>	<u>\$ 102,011</u>

NOTE G - ENDOWMENTS

The Foundation endowment consists of multiple funds established for a variety of purposes. Its endowment consist of donor restricted donations, investment income and realized and unrealized losses. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Endowment net assets are classified as the following as of June 30:

	<u>2010</u>	<u>2009</u>
Unrestricted	\$ (269,369)	\$ (531,628)
Temporarily restricted	288,665	328,745
Permanently restricted	<u>7,077,387</u>	<u>6,013,290</u>
	<u>\$ 7,096,683</u>	<u>\$ 5,810,407</u>

The net changes in endowment net assets are as follows for June 30, 2010:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ (531,628)	\$ 328,745	\$ 6,013,290	\$ 5,810,407
Investment income	8,546	125,929	-	134,475
Pledges collected	21,476	(21,476)	-	-
Net appreciation (realized and unrealized)	301,766	-	-	301,766
Contributions	49,095	-	1,064,097	1,113,192
Awards	144,533	(144,533)	-	-
Actual expenditures	<u>(263,157)</u>	<u>-</u>	<u>-</u>	<u>(263,157)</u>
Endowment assets, end of the year	<u>\$ (269,369)</u>	<u>\$ 288,665</u>	<u>\$ 7,077,387</u>	<u>\$ 7,096,683</u>

Return Objectives and Risk Parameters

The Board has adopted investment and spending policies for each category of endowment assets that attempts to obtain the best total return on its assets consistent with low risk and preservation of principal. The Board objective is for short-term investments (less than three years) to receive a total return better than could be received through a typical savings account, with minimum risk of principal. The goal for long-term assets is to receive a total return higher than the rate of inflation. Assets must also be invested in moral and socially responsible investments.

Strategies Employed for Achieving Objectives

To meet investment objectives for endowment funds, the Board has set a target asset allocation of 50% fixed income and 50% equity, with periodic review and rebalancing when target percentages exceed +/- 10%. Investments are held with the Michigan Catholic Conference to help insure they are moral and socially responsible.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Board, with the consent of affected donors and beneficiaries, has established a policy that calls for the distribution and/or reinvestment of investment income. Beneficiaries are provided with the option of receiving a distribution of the investment income (interest and dividends) earned during a fiscal year in two equal installments on December 1 and June 1 of the following fiscal year. Such distributions are recorded when paid. Alternatively, the beneficiary may elect to contribute the earnings to permanently restricted assets. Such amounts are reported as both a distribution and a contribution.

NOTE H - NET ASSETS

Restrictions on net assets consist of the following at June 30, 2010:

	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>
Purpose restriction - undistributed income/endowments		
Seminary Trust	\$ 36,597	\$ 1,891,646
Diocesan expenses	19,779	1,036,127
St. Joseph WB Chadwick	10,450	548,968
Vocations Foundation	8,856	463,982
Immaculate Conception	6,477	338,259
Pilarski Fund	4,779	254,969
Catholic Schools	15,579	1,262,063
Emmaus Society	2,670	141,304
Native American Program	2,588	137,067
St. Joseph WB Cemetery	1,979	104,928
Lay Leadership Development	1,907	99,907
Lewiston Scholarship	49	25,000
Grand Traverse Area Catholic Schools	1,907	99,900
Marriage Program	1,996	105,759
Charitable Works	1,990	105,413
Lay Ministry Scholarship	1,907	99,110

NOTES TO FINANCIAL STATEMENTS - Continued

	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>
Hispanic Ministry	\$ 1,891	\$ 99,064
Social Ministry	1,094	57,976
Priests' education	997	52,806
St. Mary Mio	892	47,390
Duby Trust	-	25,000
St. Ann Cadillac	499	25,820
St. Francis Traverse City	499	26,393
Youth education	240	12,688
Scholarship Fund	224	11,479
Bishops' education	42	2,249
St. Mary Gaylord Schools	21	1,095
Catholic Human Services	20	1,025
Time restrictions		
Northern Michigan Catholic Foundation pledges	<u>162,736</u>	<u>-</u>
	<u>\$ 288,665</u>	<u>\$ 7,077,387</u>

NOTE I - DISTRIBUTION COMMITMENT

Under the terms of its income distribution and reinvestment policy, the Foundation will make \$125,929 available for distribution to beneficiaries in two equal installments on December 1, 2010 and June 1, 2011. These payments will be made from temporarily restricted net assets.

NOTE J - INCOME TAXES

The Northern Michigan Catholic Foundation is exempt from Federal income taxes under Internal Revenue Code Section 501(c)(3) and classified by the Internal Revenue Service as other than a private foundation. Accordingly, no provision for income taxes has been included in the accompanying financial statements.

As a religious organization, the Foundation is not required to file information returns with the Internal Revenue Service, and Internal Revenue Code Section 7611 severely limits the Internal Revenue Service's ability to initiate an inquiry or examination. Thus, the Foundation believes it does not have any reasonable exposure to Internal Revenue Service examinations.

NOTE K - TRANSACTIONS WITH THE ROMAN CATHOLIC DIOCESE OF GAYLORD

For the year ended June 30, 2010, administrative support was provided to the Foundation by the Roman Catholic Diocese of Gaylord in exchange for \$72,972. Distributions were made available to the Diocese of Gaylord totaling \$108,515, of which \$14,286 was not taken and contributed to permanently restricted net assets.

NOTE L - SUBSEQUENT EVENTS

The Foundation has evaluated events and transactions to June 30, 2010 for potential recognition and disclosure through September 30, 2010, the date the financial statements were available to be issued. Management has not identified any subsequent events through September 30, 2010.

SUPPLEMENTARY FINANCIAL INFORMATION

Northern Michigan Catholic Foundation

SCHEDULE OF FINANCIAL POSITION BY FUND CLASSIFICATION

Year ended June 30, 2010
(With comparative totals for 2009)

	Expendable Fund Restricted	Nonexpendable Fund Endowment	Total	2009 Total
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	\$ 132,081	\$ 944,768	\$ 1,076,849	\$ 2,481,078
Investments in marketable securities	-	6,132,664	6,132,664	3,218,608
Pledges receivable, net of allowance of \$55,000	-	162,736	162,736	184,212
	<u>\$ 132,081</u>	<u>\$ 7,240,168</u>	<u>\$ 7,372,249</u>	<u>\$ 5,883,898</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	-	568	568	276
Due to Diocese of Gaylord	\$ -	\$ 172,987	\$ 172,987	\$ -
Charitable gift annuity	-	102,011	102,011	73,215
	<u>-</u>	<u>275,566</u>	<u>275,566</u>	<u>73,491</u>
NET ASSETS				
Unrestricted	6,152	(275,521)	(269,369)	(531,628)
Restricted				
For specific use				
Seminary Trust	36,597	1,891,646	1,928,243	1,935,744
Vocations Foundation	8,856	463,982	472,838	475,312
Pilarski Fund	4,779	254,969	259,748	256,133
Native American Program	2,588	137,067	139,655	137,067
Emmaus Society	2,670	141,304	143,974	141,303
Grand Traverse Area Catholic Schools	1,907	99,900	101,807	102,340
Marriage Program	1,996	105,759	107,755	105,758
Catholic Schools	15,579	1,262,063	1,277,642	260,968
Hispanic Ministry	1,891	99,064	100,955	101,483
Charitable Works	1,990	105,413	107,403	105,413
St. Mary Mio	892	47,390	48,282	44,045
Youth education	240	12,688	12,928	12,689
Social Ministry	1,094	57,976	59,070	57,976
Priests' education	997	52,806	53,803	52,806
Lay Leadership Development	1,907	99,907	101,814	102,347
Bishops' education	42	2,249	2,291	2,248
Diocesan expenses	19,779	1,036,127	1,055,906	1,061,430
St. Joseph WB Chadwick	10,450	548,968	559,418	559,967
St. Joseph WB Cemetery	1,979	104,928	106,907	106,194
St. Mary Gaylord Schools	21	1,095	1,116	1,095
St. Francis Traverse City	499	26,393	26,892	26,393
St. Ann Cadillac	499	25,820	26,319	26,439
Lay Ministry Scholarship	1,907	99,110	101,017	101,540
Immaculate Conception	6,477	338,259	344,736	343,628
Scholarship Fund	224	11,479	11,703	11,480
Catholic Human Services	20	1,025	1,045	1,025
Lewiston Scholarship	49	25,000	25,049	-
Duby Trust	-	25,000	25,000	25,000
For the passage of time				
Northern Michigan Catholic Foundation pledges	-	162,736	162,736	184,212
	<u>132,081</u>	<u>6,964,602</u>	<u>7,096,683</u>	<u>5,810,407</u>
Total liabilities and net assets	<u>\$ 132,081</u>	<u>\$ 7,240,168</u>	<u>\$ 7,372,249</u>	<u>\$ 5,883,898</u>