

**MONTHLY FINANCIAL REPORT
OFFICE OF THE U.S. TRUSTEE
EASTERN DISTRICT OF WISCONSIN**

Case Name: Archdiocese of Milwaukee

Case No.: 11-20059-svk

FOR MONTH OF APRIL, 2014

I. FINANCIAL SUMMARY

CASH RECEIPTS AND DISBURSEMENTS

| | | |
|---------------------------------|-----------------------|--------------------------------|
| A. CASH ON HAND START OF MONTH | | \$ 12,425,291.11 |
| B. RECEIPTS | \$ 1,791,339.21 | |
| C. TRANSFERS IN | \$ 3,805,044.72 | |
| D. FUNDS HELD FOR OTHERS | \$ 9,310.00 | |
| E. DISBURSEMENTS | \$ (2,253,605.36) | |
| F. TRANSFERS OUT | \$ (3,255,044.72) | |
| G. FUNDS HELD FOR OTHERS | <u>\$ (31,859.77)</u> | |
| H. NET RECEIPTS (DISBURSEMENTS) | | <u>\$ 65,184.08</u> |
| I. CASH ON HAND END OF MONTH | | \$ 12,490,475.19 |
| J. PETTY CASH ON HAND | | \$ 1,765.67 |
| K. CEMETERY CASH | | <u>\$ 346,667.74</u> |
| STATEMENT CASH | | <u><u>\$ 12,838,908.60</u></u> |

PROFIT AND LOSS STATEMENT ACCRUAL BASIS



112005914051500000000001

| | | |
|--|--|---------------------------------|
| A. NET SALES | | \$ 962,708.15 |
| B. COST OF SALES | | <u>\$ -</u> |
| C. GROSS PROFIT | | \$ 962,708.15 |
| D. TOTAL OPERATING EXPENSES | | <u>\$ (1,941,487.97)</u> |
| E. NET INCOME (LOSS) FROM OPERATIONS | | \$ (978,779.82) |
| F. NON-OPERATING, NON-RECURRING REVENUE (EXPENSES) | | \$ 59,994.90 |
| G. REIMBURSED OPERATIONS | | \$ (15,325.38) |
| H. CEMETERY OPERATIONS, NET | | <u>\$ (95,187.53)</u> |
| I. NET INCOME (LOSS) | | <u><u>\$ (1,029,297.83)</u></u> |

Archdiocese of Milwaukee
STATEMENTS OF ACTIVITIES
For the Ten Months Ending April 30, 2014

| | Month | YTD |
|---|--------------------------|------------------------|
| CHANCERY | | |
| SUPPORT AND REVENUE | | |
| Contributions | \$ 890,443.27 | \$ 8,795,226.64 |
| Parish assessments | \$ (244.00) | \$ 7,034,897.25 |
| Tuition and fees | \$ 34,475.40 | \$ 508,961.29 |
| Activities and programs | \$ 1,179.39 | \$ 13,866.81 |
| Miscellaneous revenues | \$ 36,854.09 | \$ 573,654.25 |
| | ----- | ----- |
| Total Support and Revenue | \$ 962,708.15 | \$ 16,926,606.24 |
| | ----- | ----- |
| CHANCERY OPERATING EXPENSES | | |
| Payroll and fringe benefits | \$ 638,158.83 | \$ 6,217,208.10 |
| Maintenance, insurance, utility costs | \$ 116,029.18 | \$ 853,773.46 |
| Travel and Education | \$ 20,141.94 | \$ 238,773.34 |
| Supplies and services | \$ 175,803.10 | \$ 1,050,995.03 |
| Assessments | \$ - | \$ 323,962.09 |
| Purchased Services | \$ 183,219.85 | \$ 2,036,319.67 |
| Professional Services | \$ 274,475.98 | \$ 2,791,337.83 |
| Charity and donations | \$ 484,692.33 | \$ 2,842,356.63 |
| Miscellaneous expenses | \$ 48,966.76 | \$ 813,022.93 |
| Pension related changes other than NPPC | \$ - | \$ - |
| | ----- | ----- |
| Total Operating Expenses | \$ 1,941,487.97 | \$ 17,167,749.08 |
| | ----- | ----- |
| CHANCERY INCOME BEFORE FIXED ASSET, NON-OPERATIONAL GAIN (LOSS), AND EXTRAORDINARY EXPENSE | \$ (978,779.82) | \$ (241,142.84) |
| | ----- | ----- |
| FIXED ASSETS | | |
| Fixed Asset Purchases | \$ - | \$ - |
| Depreciation Expense | \$ (13,208.11) | \$ (132,081.10) |
| Impairment of Leasehold Improvements | \$ - | \$ - |
| Gain(Loss) on sale of property and equipment,net | \$ - | \$ 315,310.00 |
| | ----- | ----- |
| Total Fixed Asset Expense (Income) | \$ (13,208.11) | \$ 183,228.90 |
| | ----- | ----- |
| NON-OPERATING ACTIVITIES | | |
| Investment Income | \$ 33,903.58 | \$ 327,476.11 |
| Net Realized Gains (Losses) | \$ 91,250.16 | \$ 107,490.81 |
| Net Unrealized Gains (Losses) | \$ (32,719.66) | \$ 72,508.56 |
| Interest Expense | \$ (19,231.07) | \$ (220,688.02) |
| Other Non-operating Revenues (Expenses) | \$ - | \$ - |
| | ----- | ----- |
| Total non-operating activities | \$ 73,203.01 | \$ 286,787.46 |
| | ----- | ----- |
| Extraordinary Events, net | \$ - | \$ - |
| | ----- | ----- |
| CHANCERY NET GAIN (LOSS) | \$ (918,784.92) | \$ 228,873.52 |
| | ----- | ----- |
| REIMBURSED OPERATIONS NET GAIN (LOSS) | \$ (15,325.38) | \$ (52,209.74) |
| | ----- | ----- |
| CHANGE IN NET ASSETS BEFORE CUMULATIVE EFFECT AND CEMETERY OPERATIONS | \$ (934,110.30) | \$ 176,663.78 |
| | ----- | ----- |
| CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING PRINCIPLE | | |
| CHANCERY CHANGE IN NET ASSETS | \$ (934,110.30) | \$ 176,663.78 |
| | ----- | ----- |
| CEMETERY OPERATIONS | | |
| Cemetery Gain (Loss) | \$ (95,187.53) | \$ 324,811.70 |
| | ----- | ----- |
| CEMETERY CHANGE IN NET ASSETS | \$ (95,187.53) | \$ 324,811.70 |
| | ----- | ----- |
| TOTAL CHANGE IN NET ASSETS | \$ (1,029,297.83) | \$ 501,475.48 |
| | ===== | ===== |

YTD Numbers Reference Fiscal Year July 1, 2013 - June 30, 2014

III.

**Archdiocese of Milwaukee
Bank Balances
April 30, 2014**

| Account / Bank | | Beginning Cash Balance | Deposits | Less: Transfers In | Less: Funds Held for Others | Net Receipts | Withdrawals | Less: Transfers Out | Less: Funds Held for Others | Net Disb. | Ending Cash Balance per Books |
|--|--------------------|---------------------------|--------------|-----------------------|-----------------------------------|--------------|----------------|------------------------|-----------------------------------|----------------|-------------------------------------|
| Catholic Stewardship Appeal(Donor Restricted) | US Bank *9491 | 4,090,413.28 | (480.00) | 0.00 | 0.00 | (480.00) | (449,366.71) | 0.00 | 0.00 | (449,366.71) | 3,640,566.57 |
| Catholic Stewardship Appeal(Donor Restricted) | US Bank *1679 | 3,117,227.54 | 728,285.68 | 0.00 | 0.00 | 728,285.68 | (13,489.34) | 0.00 | 0.00 | (13,489.34) | 3,832,023.88 |
| Payroll (Special Account) | US Bank *6925 | 447,989.61 | 632,743.31 | (632,743.31) | 0.00 | 0.00 | (632,890.52) | 0.00 | 0.00 | (632,890.52) | 447,842.40 |
| Archdiocese of Milwaukee (general) | Park Bank *3465 | 2,627,636.36 | 1,566,258.50 | (518,135.81) | 0.00 | 1,048,122.69 | (2,115,813.22) | 2,100,000.00 | 0.00 | (15,813.22) | 2,078,081.64 |
| Fixed Income Investment Account (ckg) | Chase Bank *7391 | 28,266.29 | 568,675.50 | (550,000.00) | (9,310.00) | 9,365.50 | (549,995.58) | 518,135.81 | 31,859.77 | 0.00 | 46,946.21 |
| Archdiocese of Milwaukee (general ckg) | Johnson Bank *8246 | 1,366,468.19 | 2,104,584.36 | (2,100,000.00) | 0.00 | 4,584.36 | (1,775,100.62) | 636,908.91 | 0.00 | (1,138,191.71) | 1,695,951.93 |
| Archdiocese of Milwaukee-Household Acct. | US Bank *2731 | 334.40 | 1,665.60 | (1,665.60) | 0.00 | 0.00 | (506.60) | 0.00 | 0.00 | (506.60) | 1,493.40 |
| Newman Center | US Bank *7297 | 2,155.15 | 3,645.27 | (2,500.00) | 0.00 | 1,145.27 | (3,274.53) | 0.00 | 0.00 | (3,274.53) | 2,525.89 |
| Archdiocese of Milwaukee (Donor Restricted G1) | Town Bank *2396 | 54,091.61 | 13.52 | 0.00 | 0.00 | 13.52 | 0.00 | 0.00 | 0.00 | 0.00 | 54,105.13 |
| Archdiocese of Milwaukee (Donor Restricted R1) | US Bank *2629 | 410,230.38 | 13.48 | 0.00 | 0.00 | 13.48 | 0.00 | 0.00 | 0.00 | 0.00 | 410,243.86 |
| Archdiocese of Milwaukee S Restricted | Chase Bank *2906 | 15,383.50 | 280.00 | 0.00 | 0.00 | 280.00 | (72.73) | 0.00 | 0.00 | (72.73) | 15,590.77 |
| Archdiocese of Milwaukee (Restricted SD) | US Bank *2420 | 265,094.80 | 8.71 | 0.00 | 0.00 | 8.71 | 0.00 | 0.00 | 0.00 | 0.00 | 265,103.51 |
| | | 12,425,291.11 | 5,605,693.93 | (3,805,044.72) | (9,310.00) | 1,791,339.21 | (5,540,509.85) | 3,255,044.72 | 31,859.77 | (2,253,605.36) | 12,490,475.19 |
| Short-Term Investments: | | | | | | | | | | | |
| Archdiocese of Milwaukee (money market) | Johnson Bank *8394 | 241,799.15 | 39.74 | 0.00 | 0.00 | 39.74 | (15.00) | 0.00 | 0.00 | (15.00) | 241,823.89 |
| | | 241,799.15 | 39.74 | 0.00 | 0.00 | 39.74 | (15.00) | 0.00 | 0.00 | (15.00) | 241,823.89 |

Archdiocese of Milwaukee
Bank Accounts Used by Cemetery Operations
April 30, 2014

| | Beginning Cash Balance | Receipts | Transfers to Archdiocese | Transfers to Other Cemetery Accounts | Fees | Ending Balance |
|-----------------|---------------------------|---------------------|-----------------------------|--|---------------------|---------------------|
| Cemeteries | | | | | | |
| Park Bank *9575 | \$136,161.63 | \$126,820.29 | | (\$51,080.00) | (\$1,388.07) | \$210,513.85 |
| Park Bank *6257 | \$91,178.46 | \$164,480.34 | (\$170,219.26) | | | \$85,439.54 |
| Park Bank *6273 | \$52,228.24 | \$114,388.63 | (\$115,899.22) | | (\$3.30) | \$50,714.35 |
| | <u>\$279,568.33</u> | <u>\$405,689.26</u> | <u>(\$286,118.48)</u> | <u>(\$51,080.00)</u> | <u>(\$1,391.37)</u> | <u>\$346,667.74</u> |

**Archdiocese of Milwaukee
Cash Receipts
April 2014**

| Receipt Category | Amount |
|------------------------------------|------------------------|
| Contributions | \$ 882,367.85 |
| Assessments | \$ - |
| Tuition and Fees | \$ 33,011.79 |
| Cemetery Cash Receipts / Transfers | \$ 282,250.98 |
| Investment Income | \$ 35.71 |
| Realized Gains | \$ - |
| Gains on Sales of Fixed Assets | \$ - |
| Miscellaneous Revenues | \$ 28,645.38 |
| Clearing | \$ 13,160.00 |
| A/R & N/R Payments | \$ 551,867.50 |
| Total Receipts | \$ 1,791,339.21 |

Notes:

| | |
|---|-----------------|
| Funds Transferred in from other Archdiocesan Accts. | \$ 3,805,044.72 |
| Received for Custodial Funds Held for Others | \$ 9,310.00 |

**Archdiocese of Milwaukee
Cash Disbursements
April 2014**

| Disbursements Category | Amount |
|-------------------------------|------------------------|
| Salary and Wages | \$ 443,536.48 |
| Payroll Taxes | \$ 169,400.77 |
| Employee Benefits | \$ 343,015.41 |
| Employee Withholdings | \$ 41,453.45 |
| Facility and Operating | \$ 283,629.92 |
| Travel and Education | \$ 23,881.69 |
| Supplies | \$ 128,911.50 |
| Assessments | \$ - |
| Purchased Services | \$ 145,347.51 |
| Legal/Professional | \$ - |
| Grants | \$ 484,692.33 |
| Interest and Bank Fees | \$ 35,132.52 |
| Other | \$ 107,489.53 |
| Reimbursed Expense | \$ 32,796.41 |
| Clearing | \$ 14,317.84 |
| Fee Assistance | \$ - |
| Total Disbursements | \$ 2,253,605.36 |

Notes:

| | |
|--|-----------------|
| Funds Transferred to other Archdiocesan Accts. | \$ 3,255,044.72 |
| Disbursed from Custodial Funds Held for Others | \$ 31,859.77 |

Archdiocese of Milwaukee
STATEMENT OF FINANCIAL POSITION

April 30, 2014

4/30/2014

ASSETS

CURRENT ASSETS

| | | |
|---------------------------|----|---------------|
| Cash and cash equivalents | \$ | 12,838,908.60 |
| Short-term investments | \$ | 1,238,868.42 |
| Receivables, net | \$ | 4,603,285.01 |
| Other assets | \$ | 1,162,065.43 |

| | | |
|----------------------|--|---------------|
| Total Current Assets | | 19,843,127.46 |
|----------------------|--|---------------|

| | | |
|---|----|--------------|
| Ground burial and mausoleum crypt sites | \$ | 5,731,889.02 |
|---|----|--------------|

| | | |
|-----------------------------|----|--------------|
| Property and equipment, net | \$ | 4,058,864.84 |
|-----------------------------|----|--------------|

INVESTMENTS AND OTHER ASSETS

| | | |
|--|----|---------------|
| Long-term investments | \$ | 10,326,934.34 |
| Cemeteries Pre-Need Trust Fund Account | \$ | 3,743,015.79 |
| Charitable gift annuities investments | \$ | 553,156.83 |
| Other assets | \$ | 1,037,990.63 |

| | | |
|------------------------------------|--|---------------|
| Total Investments and Other Assets | | 15,661,097.59 |
|------------------------------------|--|---------------|

| | | |
|--------------|--|---------------|
| TOTAL ASSETS | | 45,294,978.91 |
|--------------|--|---------------|

| | | |
|---|----|--------------|
| Note: Custodial Investments held for Others | \$ | 2,618,203.70 |
|---|----|--------------|

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

| | | |
|---|----|--------------|
| Current maturities of charitable gift annuities | \$ | 74,750.00 |
| Accounts payable | \$ | 354,726.19 |
| Accrued Expenses | \$ | 507,313.27 |
| Chapter 11 Expenses | \$ | 5,382,659.65 |
| Contributions payable | \$ | 2,365,343.62 |

| | | |
|---------------------------|--|--------------|
| Total Current Liabilities | | 8,684,792.73 |
|---------------------------|--|--------------|

| | | |
|---------------------------|----|------------|
| Charitable gift annuities | \$ | 389,660.00 |
|---------------------------|----|------------|

| | | |
|------------------|----|--------------|
| Deferred revenue | \$ | 3,743,015.79 |
|------------------|----|--------------|

PRE-PETITION DEBT

| | | |
|--|----|---------------|
| Note payable | \$ | 4,389,512.50 |
| Pre-Chapter 11 payables | \$ | 582,639.30 |
| Contractual contributions payable | \$ | 3,378,536.59 |
| Accrued post-retirement and pension benefits | \$ | 16,940,543.00 |

| | | |
|-------------------------|--|---------------|
| Total Pre-Petition Debt | | 25,291,231.39 |
|-------------------------|--|---------------|

| | | |
|-------------------|--|---------------|
| Total Liabilities | | 38,108,699.91 |
|-------------------|--|---------------|

NET ASSETS

| | | |
|--------------------------------------|----|------------|
| Unclassified current year operations | \$ | 501,475.48 |
| Unclassified prior year operations | \$ | - |

| | | |
|----------------------------------|----|-----------------|
| Unrestricted | | |
| Undesignated operating (deficit) | \$ | (10,596,898.01) |
| Designated | \$ | 4,559,567.19 |

| | | |
|--------------------|--|----------------|
| Total unrestricted | | (5,535,855.34) |
|--------------------|--|----------------|

| | | |
|------------------------|----|--------------|
| Temporarily restricted | \$ | 9,005,768.29 |
|------------------------|----|--------------|

| | | |
|------------------------|----|--------------|
| Permanently restricted | \$ | 3,716,366.05 |
|------------------------|----|--------------|

| | | |
|------------------|--|--------------|
| Total Net Assets | | 7,186,279.00 |
|------------------|--|--------------|

| | | |
|----------------------------------|--|---------------|
| TOTAL LIABILITIES AND NET ASSETS | | 45,294,978.91 |
|----------------------------------|--|---------------|

| | | |
|---|----|--------------|
| Note: Custodial Investments held for Others | \$ | 2,618,203.70 |
|---|----|--------------|

ARCHDIOCESE OF MILWAUKEE
V. SUPPORTING SCHEDULES
April 30, 2014

1. OTHER MONIES ON HAND (Specify type, location, and amount; i.e. petty cash, certificates of deposit, etc.)

| <u>Type</u> | <u>Location</u> | <u>Amount</u> |
|-------------|-----------------|---------------|
| Petty Cash | | \$1,765.67 |

2. AGING OF ACCOUNTS PAYABLE & ACCOUNTS RECEIVABLE (exclude pre-petition accounts payable):

| | | <u>Accts Payable</u> | <u>Accts Receivable</u> |
|------------|---------------|----------------------|-------------------------|
| Current | Under 30 Days | \$354,726.19 | |
| Overdue | 31-60 Days | | |
| Overdue | 61-90 Days | | |
| Overdue | 91-120 Days | | |
| Overdue | Over 121 Days | | |
| Current | Under 1 Year | | \$3,003,704.55 |
| Overdue | Over 1 Year | | \$0.00 * |
| | Total | \$354,726.19 | \$3,003,704.55 |
| Cemeteries | | | \$1,599,580.46 ** |

Itemize all post-petition payables over 30 days old on a separate schedule.

* Reserve for uncollectable accounts is reviewed and adjusted at fiscal year-end.

** Cemeteries A/R System is not currently aged

3. ACCRUED PROFESSIONAL FEES (POST PETITION)

| <u>Name/Profession</u> | <u>Amount Due</u> |
|--|-------------------|
| Whyte Hirschboeck Dudek - legal | \$ 2,539,256.39 |
| Buelow Vetter - legal | \$ 63,756.50 |
| O'Neil Cannon Hollman DeJong & Laing - legal | \$ 30,718.50 |
| Quarles & Brady - legal | \$ 244,002.14 |
| Baker Tilly - audit | \$ 96,025.56 |
| Pachulski Stang, Ziehl & Jones | \$ 1,993,011.32 |
| Howard, Solochek & Weber | \$ 149,970.15 |
| Berkeley Research Group | \$ 50,094.40 |
| Marci Hamilton | \$ 32,996.63 |
| Paul A. Richler | \$ 69,839.56 |
| Leverson & Metz | \$ 25,000.00 |
| Stephen Gray | \$ 87,988.50 |

4. STATUS OF PAYMENTS TO SECURED CREDITORS & LESSORS

| <u>Name of Creditor/Lessor</u> | <u>Frequency of Regular Payments</u> | <u>Amount of Regular Payment</u> | <u>Date of Last Payment</u> | <u>Amount of Payments Delinquent</u> |
|------------------------------------|--------------------------------------|----------------------------------|-----------------------------|--------------------------------------|
| Park Bank | Monthly | \$19,204.12 | 4/30/2014 | \$0.00 |
| Office Copying Equipment | Monthly | \$1,175.67 | 4/25/2014 | \$0.00 |
| Time Warner Cable | Monthly | \$804.00 | 4/29/2014 | \$0.00 |
| Pitney Bowes Global Fin. Serv. LLC | Quarterly | \$1,162.11 | 4/1/2014 | \$0.00 |
| Pitney Bowes Global Fin. Serv. LLC | Quarterly | \$690.00 | 4/1/2014 | \$0.00 |

**Archdiocese of Milwaukee
Tax Liability Schedule
April 30, 2014**

| Description | Date Paid | Amount Paid | Amount Accrued | Amount Overdue |
|------------------------------|-----------|----------------|-------------------|-------------------|
| FICA Withholdings | Apr | 42,963.44 | | |
| Employer FICA | Apr | 42,963.44 | | |
| Federal Employee Withholding | Apr | 62,757.19 | | |
| Federal Unemployment Taxes | n/a | | | |
| Federal Income Taxes | n/a | | | |
| State Income Taxes | n/a | | | |
| State Unemployment Taxes | n/a | | | |
| State Employee Withholding | Apr | 29,736.52 | | |
| State Sales and Use Tax | Apr | | 1,024.39 | |
| Real Estate Taxes | | | | |
| Other Taxes (990-T) | | | | |
| | | - | | |
| Total | | 178,420.59 | 1,024.39 | - |

VII. DECLARATION

I, John Marek, declare under penalty of perjury that the information contained in this Financial Report is true and complete to the best of my knowledge.

John Marek
Print Name & Capacity of Person
signing this Declaration

Date: 15. IV. 14

John Marek
Signature

Name, Title & Telephone No. of Preparer:

John Marek

CFO

4147699300