

**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 SEPTEMBER, 2012

I. FINANCIAL SUMMARY

CASH RECEIPTS AND DISBURSEMENTS

A.	CASH ON HAND START OF MONTH	\$ 7,946,029.47
B.	RECEIPTS	\$ 1,775,085.29
C.	TRANSFERS IN	\$ 2,507,923.56
D.	FUNDS HELD FOR OTHERS	\$ 145,618.88
E.	DISBURSEMENTS	\$ (2,750,357.01)
F.	TRANSFERS OUT	\$ (2,206,746.12)
G.	FUNDS HELD FOR OTHERS	<u>\$ (11,580.85)</u>
H.	NET RECEIPTS (DISBURSEMENTS)	<u>\$ (540,056.25)</u>
I.	CASH ON HAND END OF MONTH	\$ 7,405,973.22
J.	PETTY CASH ON HAND	\$ 2,439.44
K.	CEMETERY CASH	<u>\$ 227,697.05</u>
	STATEMENT CASH	<u><u>\$ 7,636,109.71</u></u>

PROFIT AND LOSS STATEMENT ACCRUAL BASIS

A.	NET SALES	\$ 698,247.04
B.	COST OF SALES	<u>\$ -</u>
C.	GROSS PROFIT	\$ 698,247.04
D.	TOTAL OPERATING EXPENSES	<u>\$ (1,986,485.79)</u>
E.	NET INCOME (LOSS) FROM OPERATIONS	\$ (1,288,238.75)
F.	NON-OPERATING, NON-RECURRING REVENUE (EXPENSES)	\$ (46,824.55)
G.	REIMBURSED OPERATIONS	\$ (51,777.89)
H.	CEMETERY OPERATIONS, NET	<u>\$ 214,978.94</u>
I.	NET INCOME (LOSS)	\$ (1,171,862.25)



Archdiocese of Milwaukee

STATEMENTS OF ACTIVITIES
For the Three Months Ending September 30, 2012

	Month	YTD
CHANCERY		
SUPPORT AND REVENUE		
Contributions	\$ 586,988.35	\$ 1,446,462.14
Parish assessments	\$ (59,650.00)	\$ (65,138.00)
Tuition and fees	\$ 74,354.47	\$ 125,895.99
Activities and programs	\$ 1,416.23	\$ 1,972.79
Miscellaneous revenues	\$ 95,137.99	\$ 198,877.42
	-----	-----
Total Support and Revenue	\$ 698,247.04	\$ 1,708,070.34
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CHANCERY OPERATING EXPENSES		
Payroll and fringe benefits	\$ 589,646.56	\$ 1,768,060.30
Maintenance, insurance, utility costs	\$ 165,476.08	\$ 248,540.78
Travel and Education	\$ 17,346.58	\$ 45,960.97
Supplies and services	\$ 96,923.99	\$ 204,617.86
Assessments	\$ -	\$ 73,495.00
Purchased Services	\$ 188,603.03	\$ 482,288.33
Professional Services	\$ 316,088.53	\$ 798,919.90
Charity and donations	\$ 520,797.26	\$ 1,038,706.19
Miscellaneous expenses	\$ 91,603.76	\$ 246,474.48
Pension related changes other than NPPC		\$ -
	-----	-----
Total Operating Expenses	\$ 1,986,485.79	\$ 4,907,063.81
	-----	-----
CHANCERY INCOME BEFORE FIXED ASSET, NON-OPERATIONAL GAIN (LOSS), AND EXTRAORDINARY EXPENSE	\$ (1,288,238.75)	\$ (3,198,993.47)
	-----	-----
FIXED ASSETS		
Fixed Asset Purchases	\$ -	\$ -
Depreciation Expense	\$ (17,095.59)	\$ (51,286.77)
Impairment of Leasehold Improvements	\$ -	\$ -
Gain(Loss) on sale of property and equipment,net	\$ -	\$ -
	-----	-----
Total Fixed Asset Expense (Income)	\$ (17,095.59)	\$ (51,286.77)
	-----	-----
NON-OPERATING ACTIVITIES		
Investment Income	\$ 27,100.39	\$ 105,237.28
Net Realized Gains (Losses)	\$ 3,522.72	\$ 72,513.17
Net Unrealized Gains (Losses)	\$ (27,178.65)	\$ 9,854.26
Interest Expense	\$ (33,173.42)	\$ (75,254.40)
Other Non-operating Revenues (Expenses)	\$ -	\$ -
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Total non-operating activities	\$ (29,728.96)	\$ 112,350.31
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Extraordinary Events, net	\$ -	\$ -
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CHANCERY NET GAIN (LOSS)	\$ (1,335,063.30)	\$ (3,137,929.93)
	-----	-----
REIMBURSED OPERATIONS NET GAIN (LOSS)	\$ (51,777.89)	\$ (105,984.18)
	-----	-----
CHANGE IN NET ASSETS BEFORE CUMULATIVE EFFECT AND CEMETERY OPERATIONS	\$ (1,386,841.19)	\$ (3,243,914.11)
	-----	-----
CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING PRINCIPLE		
	-----	-----
CHANCERY CHANGE IN NET ASSETS	\$ (1,386,841.19)	\$ (3,243,914.11)
	-----	-----
CEMETERY OPERATIONS		
Cemetery Gain (Loss)	\$ 214,978.94	\$ (213,163.35)
	-----	-----
CEMETERY CHANGE IN NET ASSETS	\$ 214,978.94	\$ (213,163.35)
	-----	-----
TOTAL CHANGE IN NET ASSETS	\$ (1,171,862.25)	\$ (3,457,077.46)
	=====	=====

YTD Numbers Reference Fiscal Year July 1, 2012 - June 30, 2013

III.

**Archdiocese of Milwaukee
Bank Balances
September 30, 2012**

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 *3254	4,826,839.46	183,687.96	0.00	0.00	183,687.96	(214,878.19)	0.00	0.00	(214,878.19)	4,795,649.23
Payroll (Special Account)	US Bank *6925	444,005.89	705,339.39	(705,339.39)	0.00	0.00	(701,923.23)	0.00	0.00	(701,923.23)	447,422.05
Archdiocese of Milwaukee (general)	Park Bank *3465	1,276,737.45	1,210,089.35	0.00	0.00	1,210,089.35	(1,508,133.86)	1,500,000.00	0.00	(8,133.86)	978,692.94
Fixed Income Investment Account (ckg)	Chase Bank *7391	93,778.51	288,414.55	(201,177.44)	(145,618.88)	(58,381.77)	(261,639.57)	0.00	11,580.85	(250,058.72)	120,553.49
Archdiocese of Milwaukee (general ckg)	Johnson Bank *8246	563,174.06	2,037,075.22	(1,600,000.00)	0.00	437,075.22	(2,006,661.08)	706,746.12	0.00	(1,299,914.96)	593,588.20
Archdiocese of Milwaukee-Household Acct.	US Bank *2731	593.27	1,406.73	(1,406.73)	0.00	0.00	(1,044.11)	0.00	0.00	(1,044.11)	955.89
Maritime Ministry	M&I Bank *7032	3,925.83	0.10	0.00	0.00	0.10	0.00	0.00	0.00	0.00	3,925.93
Newman Center	Associated Bank *2104	4,488.59	2,578.18	0.00	0.00	2,578.18	(5,613.70)	0.00	0.00	(5,613.70)	1,453.07
Archdiocese of Milwaukee (Donor Restricted B2)	US Bank *2421	228,385.50	0.00	0.00	0.00	0.00	(228,385.50)	0.00	0.00	(228,385.50)	0.00
Archdiocese of Milwaukee (Donor Restricted G1)	Town Bank *2396	53,724.89	22.81	0.00	0.00	22.81	0.00	0.00	0.00	0.00	53,747.70
Archdiocese of Milwaukee (Donor Restricted R1)	US Bank *2629	409,971.28	13.44	0.00	0.00	13.44	0.00	0.00	0.00	0.00	409,984.72
Archdiocese of Milwaukee (Donor Restricted P)	US Bank *4831	40,404.74	0.00	0.00	0.00	0.00	(40,404.74)	0.00	0.00	(40,404.74)	0.00
		7,946,029.47	4,428,627.73	(2,507,923.56)	(145,618.88)	1,775,085.29	(4,968,683.98)	2,206,746.12	11,580.85	(2,750,357.01)	7,405,973.22
Short-Term Investments:											
Archdiocese of Milwaukee (money market)	Johnson Bank *8394	241,215.08	49.56	0.00	0.00	49.56	(15.00)	0.00	0.00	(15.00)	241,249.64
Fixed Income Investment Account (mm)	Chase Bank *9056	1,177.40	0.04	0.00	0.00	0.04	(1,177.44)	1,177.44	0.00	0.00	0.00
		242,392.48	49.60	0.00	0.00	49.60	(1,192.44)	1,177.44	0.00	(15.00)	241,249.64

Archdiocese of Milwaukee
Bank Accounts Used by Cemetery Operations
September 30, 2012

	Beginning Cash Balance	Receipts	Transfers to Archdiocese	Transfers to Other Cemetery Accounts	Fees	Ending Balance
Cemeteries						
Park Bank *9575	\$107,269.79	\$135,554.50	(\$66,584.79)	(\$97,395.00)	(\$2,185.04)	\$76,659.46
Park Bank *6257	\$0.00	\$233,288.70	(\$82,251.11)			\$151,037.59
Park Bank *6273	\$0.00	\$125,222.89	(\$125,222.89)			\$0.00
	<u>\$107,269.79</u>	<u>\$494,066.09</u>	<u>(\$274,058.79)</u>	<u>(\$97,395.00)</u>	<u>(\$2,185.04)</u>	<u>\$227,697.05</u>

**Archdiocese of Milwaukee
Cash Receipts
September 2012**

Receipt Category	Amount
Contributions	\$ 582,294.14
Assessments	\$ -
Tuition and Fees	\$ 48,848.86
Cemetery Cash Receipts / Transfers	\$ 185,858.91
Investment Income	\$ 36.35
Realized Gains	\$ -
Gains on Sales of Fixed Assets	\$ -
Miscellaneous Revenues	\$ 559,180.31
Clearing	\$ 374.83
A/R & N/R Payments	\$ 398,491.89
Total Receipts	\$ 1,775,085.29

Notes:

Funds Transferred in from other Archdiocesan Accts.	\$ 2,507,923.56
Funds Held for Others	\$ 145,618.88

**Archdiocese of Milwaukee
Cash Disbursements
September 2012**

Disbursements Category	Amount
Salary and Wages	\$ 494,488.77
Payroll Taxes	\$ 172,601.68
Employee Benefits	\$ 232,350.81
Employee Withholdings	\$ 37,460.80
Facility and Operating	\$ 371,879.50
Travel and Education	\$ 21,157.95
Supplies	\$ 99,433.59
Assessments	\$ 42,469.00
Purchased Services	\$ 224,232.04
Legal/Professional	\$ 350,393.46
Grants	\$ 524,643.49
Interest and Bank Fees	\$ 21,650.34
Other	\$ 94,294.75
Reimbursed Expense	\$ 62,168.04
Clearing	\$ 1,132.79
Fee Assistance	\$ -
Total Disbursements	\$ 2,750,357.01

Notes:

Funds Transferred to other Archdiocesan Accts.	\$ 2,206,746.12
Funds Held for Others	\$ 11,580.85

Archdiocese of Milwaukee
STATEMENT OF FINANCIAL POSITION

September 30, 2012

	9/30/2012
ASSETS	
CURRENT ASSETS	
Cash and cash equivalents	\$ 7,636,109.71
Short-term investments	\$ 1,399,530.12
Receivables, net	\$ 2,548,257.33
Other assets	\$ 1,405,042.60
Total Current Assets	12,988,939.76
Ground burial and mausoleum crypt sites	\$ 5,316,183.45
Property and equipment, net	\$ 5,086,231.10
INVESTMENTS AND OTHER ASSETS	
Long-term investments	\$ 11,510,364.83
Cemeteries Pre-Need Trust Fund Account	\$ 3,822,221.88
Charitable gift annuities investments	\$ 633,245.93
Other assets	\$ 1,049,462.77
Total Investments and Other Assets	17,015,295.41
TOTAL ASSETS	40,406,649.72
Note: Invested funds held for others totaled	\$ 2,776,174.17
LIABILITIES AND NET ASSETS	
CURRENT LIABILITIES	
Current maturities of charitable gift annuities	\$ 77,449.64
Accounts payable	\$ 383,455.57
Accrued Expenses	\$ 425,920.02
Chapter 11 Expenses	\$ 1,190,184.74
Contributions payable	\$ 2,557,224.00
Total Current Liabilities	4,634,233.97
Charitable gift annuities	\$ 413,295.36
Deferred revenue	\$ 3,822,221.88
PRE-PETITION DEBT	
Note payable	\$ 4,649,912.50
Pre-Chapter 11 payables	\$ 701,698.88
Contractual contributions payable	\$ 3,378,536.59
Accrued post-retirement and pension benefits	\$ 18,938,606.00
Total Pre-Petition Debt	27,668,753.97
Total Liabilities	36,538,505.18
NET ASSETS	
Unclassified current year operations	\$ (3,457,077.46)
Unclassified prior year operations	\$ -
Unrestricted	
Undesignated operating (deficit)	\$(10,424,767.10)
Designated	\$ 5,097,567.16
Total unrestricted	(8,784,277.40)
Temporarily restricted	\$ 8,936,055.89
Permanently restricted	\$ 3,716,366.05
Total Net Assets	3,868,144.54
TOTAL LIABILITIES AND NET ASSETS	40,406,649.72
Note: Invested funds held for others totaled	\$ 2,776,174.17

ARCHDIOCESE OF MILWAUKEE
V. SUPPORTING SCHEDULES
September 30, 2012

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		\$2,439.44

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

		<u>Accts Payable</u>	<u>Accts Receivable</u>
Current	Under 30 Days	\$383,455.57	
Overdue	31-60 Days		
Overdue	61-90 Days		
Overdue	91-120 Days		
Overdue	Over 121 Days		
Current	Under 1 Year		\$1,112,463.90
Overdue	Over 1 Year		\$0.00 *
Total		\$383,455.57	\$1,112,463.90
Cemeteries			\$1,435,793.43 **

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	\$ 484,480.13
Buelow Vetter - legal	\$ 4,114.00
O'Neil Cannon Hollman DeJong & Laing - legal	\$ 13,249.00
Quarles & Brady - legal	\$ 86,251.47
Baker Tilly - audit	\$ 5,000.00
Pachulski Stang, Ziehl & Jones	\$ 497,072.00
Howard, Solochek & Weber	\$ -
Berkeley Research Group	\$ 31,617.80
Marci Hamilton	\$ 1,452.00
Paul A. Richler	\$ 41,948.34
Business Management International	\$ -
Leverson & Metz	\$ 25,000.00

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	\$20,343.37	9/30/2012	\$0.00
Office Copying Equipment	Monthly	\$1,175.67	9/4/2012	\$0.00
Time Warner Cable	Monthly	\$804.00	9/28/2012	\$0.00
Pitney Bowes Global Fin. Serv. LLC	Quarterly	\$1,182.11	6/26/2012	\$0.00
Pitney Bowes Global Fin. Serv. LLC	Quarterly	\$690.00	6/26/2012	\$0.00

**Archdiocese of Milwaukee
Tax Liability Schedule
September 30, 2012**

Description	Date Paid	Amount Paid	Amount Accrued	Amount Overdue
FICA Withholdings	September	35,599.69		
Employer FICA	September	48,201.40		
Federal Employee Withholding	September	63,490.39		
Federal Unemployment Taxes	n/a			
Federal Income Taxes	n/a			
State Income Taxes	n/a			
State Unemployment Taxes	n/a			
State Employee Withholding	September	35,037.36		
State Sales and Use Tax	September		49.43	
Real Estate Taxes	n/a			
Personal Property Taxes	n/a			
		-		
Total		182,328.84	49.43	-

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: 10 October 2012

John Marek
Signature

Name, Title & Telephone No. of Preparer:

John Marek

CEO

414-769-3300