

DRAFT

**ORTHODOX
CHURCH IN
AMERICA**

**Financial Statements
December 31, 2007**

Orthodox Church in America
Statement of Financial Position
December 31, 2007

Assets

→ Cash and cash equivalents	\$ 679,697
Accounts receivable	22,847
Assessments receivable	248,427
Notes receivable	37,370
Prepaid expenses	5,169
Inventory	23,708
→ Investments	2,784,831
Property and equipment, net	334,436
Mortgage closing costs, net	82,202
	<hr/>
Total assets	\$ 4,218,687

Liabilities and Net Assets

Accounts payable and accrued expenses	\$ 218,019
→ Loans payable	1,096,892
Deferred compensation	66,158
→ Annuity and unitrust agreements	830,579
Total liabilities	<hr/> 2,211,648
Net Assets	
→ Total net assets	<hr/> 2,007,039
Total liabilities and net assets	\$ 4,218,687

DRAFT

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

Orthodox Church in America
Statement of Activities
Year Ended December 31, 2007

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support and revenue				
Assessment revenue - Diocesan	\$ 2,630,054	\$ -	\$ -	\$ 2,630,054
Assessment revenue - AAC	476	-	-	476
Charity contributions	-	29,724	-	29,724
Charity - Christmas Stocking program contributions	-	47,198	-	47,198
Charity - Orphanage contributions	-	525	-	525
Mission contributions	-	108,086	-	108,086
Seminary contributions	-	53,525	-	53,525
General contributions	59,065	-	-	59,065
Other contributions	2,209	130	-	2,339
Fellowship of Orthodox Stewards contributions	127,625	-	-	127,625
OCPC revenue	41,401	-	-	41,401
Publication revenue	2,750	-	-	2,750
Newspaper revenue	7,144	-	-	7,144
Program revenue	28,372	-	-	28,372
Gain on sale of property	158,699	-	-	158,699
Net investment income	14,773	24,924	-	39,697
Net realized and unrealized gains	6,628	65,658	-	72,286
Change in actuarial value of unitrusts	-	30,638	-	30,638
Distributions pursuant to annuity contracts	-	(16,344)	-	(16,344)
Net assets released from restrictions	278,362	(278,362)	-	-
→ Total support and revenue	<u>3,357,558</u>	<u>65,702</u>	<u>-</u>	<u>3,423,260</u>
Expenses				
Program services	<u>1,253,718</u>	<u>-</u>	<u>-</u>	<u>1,253,718</u>
Supporting services				
General and administrative	1,683,086	-	-	1,683,086
Fundraising	107,040	-	-	107,040
Total supporting services	<u>1,790,126</u>	<u>-</u>	<u>-</u>	<u>1,790,126</u>
→ Total expenses	<u>3,043,844</u>	<u>-</u>	<u>-</u>	<u>3,043,844</u>
→ Change in net assets	<u>\$ 313,714</u>	<u>\$ 65,702</u>	<u>\$ -</u>	<u>379,416</u>
Net assets				
Beginning as previously reported				1,984,154
Correction of an error				<u>(356,531)</u>
Beginning as adjusted				1,627,623
Ending				<u>\$ 2,007,039</u>

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

Orthodox Church in America
Statement of Functional Expenses
Year Ended December 31, 2007

	Program Services	General and Administrative	Fundraising	Total
Accounting	\$ -	\$ 80,078	\$ -	\$ 80,078
Administrative	24,686	6,460	-	31,146
Automobile	216	20,361	-	20,577
→ Benefits	81,787	220,289	21,433	323,509
Books	5,132	84	-	5,216
Business taxes and fees	3,612	7,942	-	11,554
→ Charitable distributions	239,804	-	-	239,804
Computer supplies	-	30,425	-	30,425
Contract other	3,808	-	-	3,808
Depreciation	-	82,043	-	82,043
Amortization	-	4,384	-	4,384
Equipment rental	-	20,798	-	20,798
Exterminating	-	2,645	-	2,645
Garbage removal	-	2,494	-	2,494
Insurance	-	30,904	-	30,904
Internal services	1,300	250	-	1,550
Lawn	-	23,780	-	23,780
→ Legal	-	100,225	-	100,225
→ Mortgage interest	-	110,789	-	110,789
Moving and relocation	-	19,018	-	19,018
Office	6,127	14,480	-	20,607
→ Outside contractors	28,993	107,156	-	136,149
Payroll taxes	12,138	20,299	2,539	34,976
→ Printing and copying	96,750	33,837	2,488	133,075
Programs	7,305	276	-	7,581
Project	388	5,885	-	6,273
Property taxes	-	14,188	-	14,188
Repairs	-	3,272	-	3,272
→ Salaries	297,955	590,815	72,066	960,836
→ Stipends	288,916	-	-	288,916
Supplies	819	11,903	-	12,722
Telephone	13,137	40,789	-	53,926
→ Travel and meetings	129,188	44,552	8,514	182,254
Utilities	11,657	32,665	-	44,322
	\$ 1,253,718	\$ 1,683,086	\$ 107,040	\$ 3,043,844

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

Orthodox Church in America
Statement of Program Services
Year Ended December 31, 2007

→ 9/11 fund	\$ 90,000
All American Council	6,407
Beslan	30,118
Canons and statutes	9,200
Chapel	5,715
Chaplains	1,710
Charity	6,916
Christian education	54,231
Christian witness	1,522
Christmas stocking	31,786
→ Communications	230,696
External affairs	56,064
→ History and archives	88,784
→ Holy Synod stipends	203,259
Humanitarian aid	18,941
Liturgical music and translations	4,532
Medical ethics	7,494
Metropolitan Council	56,012
Mission stipends	59,065
Missions and Evangelism	10,931
Orthodox Christian Publication Center	37,455
Orphanages	25,000
Pastoral life	14,294
Seminary	20,265
Seminary internship	32,737
St. Catherine Church representation	41,763
→ The Orthodox Church magazine	93,151
Theological education	5,315
Youth ministry	10,355
Total program services	<u>\$ 1,253,718</u>

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

Orthodox Church in America
Statements of Cash Flows
Year Ended December 31, 2007

Cash flows from operating activities

Change in net assets	\$ 379,416
Adjustments to reconcile change in net assets to net cash used in operating activities	
Depreciation	82,043
Amortization of mortgage closing costs	4,384
Gain on sale of real estate	(158,699)
Realized and unrealized gain on endowment investments	(72,286)
Net investment income from endowment investment accounts	(24,357)
Increase (decrease) in cash resulting from changes in operating assets and liabilities	
Accounts receivable	(15,808)
Assessments receivable	(199,960)
Notes receivable	2,180
Prepaid expenses	(3,168)
Inventory	892
Accounts payable and accrued expenses	10,567
Deferred compensation	(85,704)
Annuity and unitrust agreements	(30,638)
→ Net cash used in operating activities	<u>(111,138)</u>

Cash flows from investing activities

Purchase of equipment	(51,113)
Transfer from investment to operating cash	236,498
Proceeds from sale of real estate	554,947
→ Net cash provided by investing activities	<u>740,332</u>

Cash flows from financing activities

Repayment of mortgage loan payable	(630,134)
→ Net cash used in financing activities	<u>(630,134)</u>

Net decrease in cash

(940)

Cash and cash equivalents

Beginning	680,637
Ending	<u>\$ 679,697</u>

Supplemental disclosures of cash flow information

Cash paid for interest	<u>\$ 110,789</u>
------------------------	-------------------

Non-cash investing activities consist of

Distributions from annuity investment accounts	<u>\$ 100,526</u>
--	-------------------

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