

1 Exhibit 3-Unaudited financial statements for fiscal year ending June 30, 2006

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FIRST AMENDED DISCLOSURE STATEMENT FOR DEBTOR'S
SECOND AMENDED PLAN - 58

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Exhibit 3
UNAUDITED FINANCIAL STATEMENTS
FOR FISCAL YEARS ENDING JUNE 30, 2006 AND 2005

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***Administrative Offices of The
Diocese of Spokane***

Financial Statements
Years Ended June 30, 2006 and 2005

Date: November 10, 2006

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ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Statements of Financial Position
June 30, 2006

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June 30, 2006

	Current Funds						Total All Funds
	Operating Funds	Deposit and Loan Funds	Total	Endowment Funds	Plant Funds	Custodian Funds	
ASSETS							
Cash and cash equivalents	\$ 2,833,948	\$ 0	\$ 2,833,948	\$ 0	\$ 0	\$ 4,905	\$ 2,838,853
Assets held in trust	462,338	--	462,338	--	--	--	462,338
Investments	95,241	--	95,241	3,975,923	--	--	4,071,164
Accounts receivable	72,518	--	72,518	--	--	8,437	80,955
Pledges receivable, net	449,550	--	449,550	--	--	--	449,550
Loans receivable:							
Parishes	--	2,722,396	2,722,396	--	--	--	2,722,396
Institutions	--	26,146	26,146	--	--	--	26,146
Other	--	--	--	--	--	--	--
Due from other funds	--	2,303,483	2,303,483	3,843,653	--	637,697	--
Deposits and prepaid expenses	30,239	--	30,239	--	--	--	30,239
Property and equipment:							
Land	--	--	--	200,400	1,451,441	294,604	1,946,445
Land improvements	--	--	--	--	45,914	--	45,914
Land and buildings	--	--	--	--	1,290,097	--	1,290,097
Furniture and equipment	--	--	--	--	858,891	--	858,891
Less accumulated depreciation	--	--	--	--	(1,463,077)	--	(1,463,077)
TOTAL ASSETS	\$ 3,943,834	\$ 5,052,025	\$ 8,995,859	\$ 8,019,976	\$ 2,183,266	\$ 945,643	\$13,359,911

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Statements of Financial Position (Continued)
June 30, 2006

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June 30, 2006

	Current Funds					Plant Funds	Custodian Funds	Interfund Eliminations	Total All Funds
	Operating Funds	Deposit and Loan Funds	Total	Endowment Funds					
LIABILITIES AND NET ASSETS									
Accounts payable and accrued expenses	\$ 4,803,117	\$ 3,370	\$ 4,806,487	\$ 0	\$ 0	\$ 0	\$ 4,653	\$ 0	\$ 4,811,140
Due to other funds	6,320,981	--	6,320,981	--	463,852	--	--	(6,784,833)	--
Deposits payable:									
Parishes	--	3,047,673	3,047,673	--	--	--	--	--	3,047,673
Institutions	--	1,497,492	1,497,492	--	--	--	--	--	1,497,492
Other	--	3,490	3,490	--	--	--	--	--	3,490
Funds held for others	--	--	--	--	--	--	940,990	--	940,990
Priest's retirement plan liabilities	9,269,297	--	9,269,297	--	--	--	--	--	9,269,297
TOTAL LIABILITIES	20,393,395	4,552,025	24,945,420	--	463,852	945,643	(6,785,833)		19,570,082
Contingencies (Notes 10 and 12)									
Net assets:									
Unrestricted:									
Undesignated	(18,789,865)	--	(18,789,865)	--	1,217,534	--	--	--	(17,572,331)
Designated	--	500,000	500,000	474,953	501,880	--	--	--	1,476,833
Temporarily restricted	2,340,304	--	2,340,304	7,545,023	--	--	--	--	9,885,327
TOTAL NET ASSETS	(16,449,561)	500,000	(15,949,561)	8,019,976	1,719,414	--	--	--	(6,210,171)
TOTAL LIABILITIES AND NET ASSETS	\$ 3,943,834	\$ 5,052,025	\$ 8,995,859	\$ 8,019,976	\$ 2,183,266	\$ 945,643	\$ (6,784,833)		\$13,359,911

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Statements of Financial Position

June 30, 2005

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June 30, 2005

	Current Funds						Total All Funds
	Operating Funds	Deposit and Loan Funds	Total	Endowment Funds	Plant Funds	Custodian Funds	
ASSETS							
Cash and cash equivalents	\$3,689,586	\$ 0	\$3,689,586	\$ 0	\$ 0	\$ 4,303	\$ 3,693,889
Investments	89,123	--	89,123	3,783,886	--	--	3,873,009
Accounts receivable	104,271	--	104,271	--	--	--	104,271
Pledges receivable, net	343,209	--	343,209	--	--	--	343,209
Loans receivable:							
Parishes	--	2,962,574	2,962,574	--	--	--	2,962,574
Institutions	--	93,999	93,999	--	--	--	93,999
Other	--	49,610	49,610	--	--	--	49,610
Due from other funds	--	1,942,352	1,942,352	4,015,985	--	676,644	--
Deposits and prepaid expenses	69,886	--	69,886	--	--	--	69,886
Property and equipment:							
Land	--	--	--	200,400	1,451,441	294,604	1,946,445
Land improvements	--	--	--	--	45,914	--	45,914
Land and buildings	--	--	--	--	1,290,097	--	1,290,097
Furniture and equipment	--	--	--	--	879,871	--	879,871
Less accumulated depreciation	--	--	--	--	(1,405,555)	--	(1,405,555)
TOTAL ASSETS	\$4,296,075	\$5,048,535	\$9,344,610	\$8,000,271	\$2,261,768	\$ 975,551	\$13,947,219

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Statements of Financial Position (Continued)

June 30, 2005

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June 30, 2005

	Current Funds						Total All Funds
	Operating Funds	Deposit and Loan Funds	Total	Endowment Funds	Plant Funds	Custodian Funds	
LIABILITIES AND NET ASSETS							
Accounts payable and accrued expenses	\$1,693,700	\$ 3,370	\$1,697,070	\$ 0	\$ 0	\$ 24,235	\$ 1,721,305
Due to other funds	6,092,410	--	6,092,410	--	542,571	--	--
Deposits payable:							
Parishes	--	3,047,673	3,047,673	--	--	--	3,047,673
Institutions	--	1,497,492	1,497,492	--	--	--	1,497,492
Funds held for others	--	--	--	--	--	951,316	951,316
Priest's retirement plan liabilities	9,335,400	--	9,335,400	--	--	--	9,335,400
TOTAL LIABILITIES	17,121,510	4,548,535	21,670,045	--	542,571	975,551	16,553,186
Contingencies (Notes 10 and 12)							
Net assets:							
Unrestricted:							
Undesignated	(14,542,697)	--	(14,542,697)	--	1,217,317	--	(13,325,380)
Designated	--	500,000	500,000	474,559	501,880	--	1,476,439
Temporarily restricted	1,717,262	--	1,717,262	7,525,712	--	--	9,242,974
TOTAL NET ASSETS	(12,825,435)	500,000	(12,325,435)	8,000,271	1,719,197	--	(2,605,967)
TOTAL LIABILITIES AND NET ASSETS	\$4,296,075	\$5,048,535	\$9,344,610	\$8,000,271	\$2,261,768	\$ 975,551	\$13,947,219

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Statements of Activities
Years Ended June 30, 2006 and 2005

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	June 30				
	2006			2005	
	Unrestricted		Temporarily Restricted	Total	Total
	Undes- ignated	Designated			
Revenue, gains and other support:					
Contributions:					
Annual Catholic Appeal	\$ 0	\$ 0	\$ 1,894,805	\$ 1,894,805	\$ 3,062,066
Other	1,197,174	--	184,526	1,381,700	1,767,489
Investment income, net	156,318	394	401,054	557,766	790,750
Auxiliary service revenue	215,208	--	--	215,208	197,654
Other revenue	762,206	--	9,918	772,124	779,118
Net assets released from restrictions:					
Satisfaction of program restrictions	437,026	--	(437,026)	--	--
Satisfaction of designated purposes	--	--	--	--	--
Expiration of time restrictions	1,410,924	--	(1,410,924)	--	--
TOTAL REVENUE, GAINS AND OTHER SUPPORT	4,178,856	394	642,353	4,821,603	6,597,077
Expenses and losses:					
Pastoral	323,142	--	--	323,142	495,536
Education/communications	419,886	--	--	419,886	416,183
Ministries formation	728,550	--	--	728,550	661,742
Grants and other payments to beneficiaries	311,046	--	--	311,046	1,176,402
Retirement benefits	611,592	--	--	611,592	830,231
TOTAL PROGRAM EXPENSES	2,394,216	--	--	2,394,216	3,580,094
Support services:					
Diocesan administration	825,172	--	--	825,172	1,079,765
Diocesan fund raising	205,085	--	--	205,085	447,059
Interest expense	--	--	--	--	44,190
Depreciation expense	78,502	--	--	78,502	90,796
Reorganization expenses	4,669,706	--	--	4,669,706	2,559,180
Victim's assistance	253,126	--	--	253,126	610,075
TOTAL SUPPORT SERVICES	6,031,591	--	--	6,031,591	4,831,065
TOTAL EXPENSES	8,425,807	--	--	8,425,807	8,411,159
CHANGE IN NET ASSETS	(4,246,951)	394	642,353	(3,604,204)	(1,814,082)
Net assets at beginning of year	(13,325,380)	1,476,439	9,242,974	(2,605,967)	(791,885)
Net assets at end of year	<u>\$(17,572,331)</u>	<u>\$ 1,476,833</u>	<u>\$ 9,885,327</u>	<u>\$ (6,210,171)</u>	<u>\$ (2,605,967)</u>

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Statements of Cash Flows
Years Ended June 30, 2006 and 2005

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	<u>2006</u>	<u>2005</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (3,604,204)	\$ (1,814,082)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	78,502	90,796
Gain on sale of assets	--	(96,173)
Unrealized (gain) loss on Guse Trust, net	(192,037)	37,748
Increase in shares in Spokane Catholic Investment Trust due to unrealized gains	(6,118)	(279,673)
Changes in assets and liabilities:		
Assets held in trust	(462,338)	--
Accounts receivable	23,316	641,450
Pledges receivable	(106,341)	(343,209)
Deposits and prepaid expenses	39,647	(33,465)
Accounts payable and accrued expenses	3,089,835	1,476,328
Priest's retirement plan liabilities	(66,103)	276,901
NET CASH USED BY OPERATING ACTIVITIES	<u>(1,205,841)</u>	<u>(43,379)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net decrease in loans receivable	357,641	39,002
Proceeds from sale of assets	--	145,747
Purchase of property and equipment	--	(130,000)
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>357,641</u>	<u>54,749</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Net increase (decrease) in funds held for others	(10,326)	177,915
Net increase (decrease) in deposits payable	3,490	(1,847,747)
Proceeds from sale of shares in Spokane Catholic Investment Trust	--	4,800,000
NET CASH PROVIDED BY FINANCING ACTIVITIES	<u>(6,836)</u>	<u>3,130,168</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	<u>(855,036)</u>	<u>3,141,538</u>
Cash and cash equivalents, beginning of year	3,693,889	552,351
Cash and cash equivalents, end of year	<u>\$ 2,838,853</u>	<u>\$ 3,693,889</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION		
Cash paid for interest	<u>\$ 0</u>	<u>\$ 44,190</u>

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Notes to Financial Statements
Years Ended June 30, 2006 and 2005

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NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation:

The accompanying financial statements include the assets, liabilities, net assets, and financial activities of all institutions and organizations providing services at the Diocesan level of administration that are fiscally responsible to the Bishop of the Diocese of Spokane. Various religious orders, lay societies, and religious organizations that operate within the Diocese of Spokane, but which are not fiscally responsible to the Bishop, parishes, and their related institutions, have not been included in the accompanying financial statements. These financial statements do not represent the financial position or the activities of the Diocese of Spokane taken as a whole and, therefore, represent the Administrative Offices of the Diocese of Spokane (Diocese).

Fund accounting:

To ensure observance of limitations and restrictions placed on the use of resources available to the Diocese, the accounts of the Diocese are maintained in accordance with the principles of fund accounting. Under fund accounting, resources are classified into separate funds according to their nature and purpose. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by fund groups.

The assets, liabilities, and net assets of the Diocese are reported in self-balancing fund groups as follows:

- Operating funds – include all unrestricted and restricted resources available for support of Diocesan operations.
- Deposit and loan funds – represent resources arising from cooperative investment and lending programs established for the mutual benefit of parishes and other organizations.
- Endowment funds – consist of funds that are designated by the Bishop for a specific purpose as well as donor imposed restrictions.
- Plant funds – include all expendable resources restricted for plant acquisitions, amounts invested in plant, and the related accumulated depreciation.
- Custodial funds – represent funds received and held by the Diocese as fiscal agent for others.

Financial statement presentation:

The financial statements of the Diocese have been presented on the accrual basis and in accordance with the requirements of Statement of Financial Accounting Standards No. 117, Financial Statements of Not-for-Profit Organizations.

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Notes to Financial Statements
Years Ended June 30, 2006 and 2005

DRAFT

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions:

The Diocese reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

The Diocese reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long-lived assets must be maintained, the Diocese reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Investments:

Investments in equity securities with readily determinable fair values and all investments in debt securities are recorded at fair value.

The Catholic Diocese owns shares of the Spokane Catholic Investment Trust. The following related entities also own shares in this investment trust: Catholic Foundation of the Spokane Diocese, Catholic Charities, Inc., Catholic Cemeteries of Spokane, Morning Star Boys Ranch, and Immaculate Heart Retreat House. Gonzaga Preparatory School, a non-related entity, is also a member of the Trust. The participants in the Trust each received one share of stock for each dollar invested on the date of the initial entry into the Trust. Current market value is used to determine the number of shares allocated to additional assets placed in the Trust and to value withdrawals from the Trust. Investment income and realized and unrealized gains and losses are allocated equitably based on the number of shares assigned to each participant. Investments held in the Trust are recorded at fair value. Refer to Note 2 for additional information regarding investments.

Investment income:

Changes in share value and income on investments are reported on the statement of activities as increases or decreases in unrestricted net assets unless their use is temporarily or permanently restricted by explicit donor stipulations.

Plant assets:

Purchased plant assets are recorded at cost and donated assets are recorded at their fair value on the date of the gift. Plant assets are depreciated over their estimated useful lives using the straight-line method. Estimated useful lives are as follows:

Buildings	15 – 30 years
Furniture and equipment	3 – 10 years

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Notes to Financial Statements

Years Ended June 30, 2006 and 2005

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NOTE 1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional allocation of expenses:

The costs of providing the various programs and other activities of the Diocese have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Cash and cash equivalents:

For purposes of the statement of cash flows, the Diocese considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Income tax status:

The Diocese of Spokane is a nonprofit corporation and is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

Accounting estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 revenue and expenses during the reporting period. Actual results could differ from those estimates. Significant accounting estimates include the allowance for uncollectible pledges receivable, the allocation of expenses among programs and supporting services, and the lives of depreciable assets.

Valuation of long-lived assets:

The Diocese, using its best estimates based on reasonable and supportable assumption and projections, reviews assets for impairment whenever events or changes in circumstances have indicated that the carrying amount of its assets might not be recoverable. Impaired assets are reported at the lower of cost or fair value. At June 30, 2006, no assets had been written down.

NOTE 2. INVESTMENTS

Investments as of June 30, include the following:

	2006	2005
Money market funds	\$ (15,715)	\$ 61,888
U.S. Treasury securities	332,764	217,094
Corporate debt securities	1,024,288	1,052,539
Equity securities	2,634,586	2,452,365
Shares held in Spokane Catholic Investment Trust	95,241	89,123
	\$4,071,164	\$3,873,009

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Notes to Financial Statements
Years Ended June 30, 2006 and 2005

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NOTE 2. INVESTMENTS (CONTINUED)

A summary of investment income recognized in the statement of activities is as follows:

	2006	2005
Share value issued from Spokane Catholic Investment Trust	\$ 6,118	\$ 279,673
Guse interest and investment income, including realized and unrealized gains and losses	415,285	423,910
Interest on loans receivable	152,256	127,001
Interest and investment income	25,476	15,281
Guse investment fees	(37,667)	(26,567)
Interest transferred to custodial funds	(3,702)	(28,548)
NET INVESTMENT INCOME	\$ 557,766	\$ 790,750

NOTE 3. PLEDGES RECEIVABLE

As of June 30, 2006, pledges receivable were from the Annual Catholic Appeal and were due within one year. Pledges receivable are net of an allowance for uncollectible pledges of \$58,318 and \$58,289 as of June 30, 2006 and 2005, respectively.

NOTE 4. RELATED PARTY TRANSACTIONS

The incumbent Bishop acts as president of Catholic Cemeteries of Spokane Association and is a member of the Board of Directors. The Diocese of Spokane has recorded in the Deposit and Loan Fund an unsecured loan payable to Catholic Cemeteries of Spokane. Interest is payable semiannually at a rate of 4.25%. There are no specific terms of repayment. Balance payable at June 30, 2006 and 2005 was \$249,180 and \$749,180, respectively. In addition, the Catholic Cemeteries of Spokane paid \$6,000 and \$6,000 for administrative services in 2006 and 2005, respectively.

The Catholic Bishop of Spokane has primary authority over the Diocese of Spokane and serves on the Board of Directors of Catholic Charities, Inc. prior to July 1, 2005. Catholic Charities, Inc.'s fiscal services costs have been incurred by the Diocese of Spokane. During the years ended June 30, 2006 and 2005, the Diocese of Spokane charged Catholic Charities \$ -0- and \$146,890, respectively for these services.

For the years ended June 30, 2006 and 2005, the Diocese of Spokane received from the Catholic Foundation revenue for the education of Seminarians in the amount of \$561,849 and \$562,105, respectively. \$132,653 and \$97,949, respectively was also received from the Catholic Foundation for the Priests' Retirement Fund during the same period.

In addition, the Diocese of Spokane charged the Catholic Foundation \$16,887 and \$23,912 for fiscal services and \$11,192 and \$48,467 administrative oversight services for the Foundation for the years ended June 30, 2006 and 2005, respectively.

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Notes to Financial Statements Years Ended June 30, 2006 and 2005

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NOTE 4. RELATED PARTY TRANSACTIONS (CONTINUED)

For the years ended June 30, 2006 and 2005, the Diocese of Spokane received from the Marycliff endowment in the Catholic Foundation \$37,931 and \$63,231, respectively for support of the Education Office and the Parish Services Office and received another \$ -0- and \$27,099 from Marycliff for school grants for the year ended June 30, 2006 and 2005, respectively.

NOTE 5. EMPLOYEE RETIREMENT PLAN

The Diocese offers a defined contribution plan. All employees having attained the minimum age requirement, hours of service, and one year of employment are eligible for the defined contribution plan, which incorporates a six-year vesting schedule. Contributions of 6% of total earnings are made for each eligible employee. Pension expense for the years ended June 30, 2006 and 2005 was \$47,793 and \$54,650, respectively.

NOTE 6. DESIGNATED NET ASSETS

The Catholic Bishop of Spokane has designated unrestricted net assets for the following purposes:

	2006	2005
Mattausch Land	\$ 501,880	\$ 501,880
Deposit and Loan Fund	500,000	500,000
Mater Cleri I	217,913	396,887
Mater Cleri II	257,040	77,672
	<u>\$1,476,833</u>	<u>\$1,476,439</u>

NOTE 7. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes or periods.

	2006	2005
Operating Fund:		
Annual Catholic Appeal for next year's operations	\$1,945,966	\$1,457,228
Adelaide Guse Estate Grant Fund	321,927	137,837
Bishop's School Grant Fund	72,411	122,197
	<u>2,340,304</u>	<u>1,717,262</u>
Endowment Fund:		
Priest Retirement Fund	3,031,083	3,215,438
Land - Walla Walla Orphanage	200,400	200,400
Orphanage in Walla Walla	231,751	220,655
Special People Fund	105,866	105,333
Guse Estate, time and use restricted for the poor of Spokane County	3,975,923	3,783,886
	<u>7,545,023</u>	<u>7,525,712</u>
	<u>\$9,885,327</u>	<u>\$9,242,974</u>

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Notes to Financial Statements Years Ended June 30, 2006 and 2005

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NOTE 8. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors.

	2006	2005
Time restrictions elapsed:		
Annual Catholic Appeal	\$1,410,924	\$1,678,600
Program restrictions accomplished:		
Operating Fund:		
Adelaide Guse Estate Grant Fund	\$ 0	\$ 314,100
Bishop's School Grant Fund	50,178	230,000
Endowment Fund:		
Orphanage in Walla Walla	--	21,269
Priest Retirement Fund	201,266	286,477
Distribution from estate held for poor	185,582	435,091
Special People Fund	--	4,860
	\$ 437,026	\$1,291,797
Designated purposes accomplished:		
Mater Cleri I	\$ 0	\$ 9,509
Mater Cleri II	--	17,059
	\$ 0	\$ 26,568

NOTE 9. PRIEST'S RETIREMENT PLAN

The Administrative Offices of the Diocese of Spokane (Diocese) has entered into a legally binding retirement agreement with the priests of the Diocese of Spokane. The retirement program is a defined benefit plan calculated on an annual basis.

Priests begin vesting in this non-forfeitable accrued benefit after completing two years of service. Commencing with the third year of service, vesting is earned at 20% per year of service. In addition, any priest receiving a benefit under this retirement plan shall also be eligible, at Diocesan expense, for medical and dental insurance coverage.

The retirement plan is considered unfunded since no assets have been separately segregated and restricted in a trust to provide for these pension and other retirement benefits. The Diocese receives a monthly amount per priest from every institution of the Diocese which is served by a priest incardinated in the Diocese. In addition, the Diocese receives quarterly income distributions from an endowed retirement fund for priests which has been established by the Catholic Foundation of the Diocese of Spokane (a related party).

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Notes to Financial Statements
Years Ended June 30, 2006 and 2005

DRAFT

NOTE 9. PRIEST'S RETIREMENT PLAN (CONTINUED)

The funds received from these two sources are used to fund retirement benefits for currently retired priests.

	2006		2005	
	Pension Benefits	Post Retirement Benefits	Total	Total
CHANGE IN BENEFIT OBLIGATION:				
Benefit obligation, beginning of year	\$4,539,148	\$4,796,252	\$9,335,400	\$9,058,499
Service cost	75,165	127,993	203,158	194,211
Interest cost	260,048	280,890	540,938	550,822
Actuarial (gain) loss	(180,839)	10,182	(170,657)	171,931
Benefits paid	(410,030)	(229,512)	(639,542)	(640,063)
Benefit obligation, end of year	<u>\$4,283,492</u>	<u>\$4,985,805</u>	<u>\$9,269,297</u>	<u>\$9,335,400</u>
Weighted Average Assumptions as of June 30:				
Discount rate	<u>6.0%</u>	<u>6.0%</u>		
Rate of compensation increase	<u>0.00%</u>	<u>N/A</u>		
COMPONENTS OF NET PERIODIC BENEFIT COST:				
Service cost	\$ 75,165	\$ 127,993	\$ 203,158	\$ 194,211
Interest cost	260,048	280,890	540,938	550,822
Amortization of prior service cost	<u>--</u>	<u>19,647</u>	<u>19,647</u>	<u>31,182</u>
Net periodic benefit cost	<u>\$ 335,213</u>	<u>\$ 428,530</u>	<u>\$ 763,743</u>	<u>\$ 776,215</u>

The health care plan component of this plan is noncontributory. For measurement purposes, an 11.0% annual rate of increase in the per capita cost of covered health care benefits was used for 2006 and 2005. The rate was assumed to decrease gradually by 0.5% per year to 6.0% and remain at that level thereafter.

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**SUPPLEMENTARY
INFORMATION**

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Schedule of Land and Buildings

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		Years Ended June 30,	
		2006	2005
PLANT FUNDS			
Land:			
Adley estate property		\$ 909,200	\$ 909,200
Mattausch farm property		501,880	501,880
Guthrie property – Spokane Valley		40,346	40,346
Mineral rights		15	15
		<u>\$1,451,441</u>	<u>\$1,451,441</u>
Land and Buildings:			
Bishop White Seminary		\$ 169,751	\$ 169,751
Bishop's house		125,912	125,912
Chancery building		501,834	501,834
Laurelhurst		130,000	130,000
Rockwood Lane units		292,400	292,400
Rockwood Property #2		70,200	70,200
		<u>\$1,290,097</u>	<u>\$1,290,097</u>
ENDOWMENT			
Campbell farm property, Walla Walla, Washington		<u>\$ 200,400</u>	<u>\$ 200,400</u>
CUSTODIAN FUNDS			
Spreitzer		<u>\$ 294,604</u>	<u>\$ 294,604</u>

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE**Schedule of Custodian Fund Activity****DRAFT****Year Ended June 30, 2006**

	Balances Beginning of Year	Additions and Transfers	Deductions and Transfers	Balances End of Year
Collection for the Catholic Church in the United States	\$ 224,416	\$ 6,179	\$ 0	\$ 230,595
Guatemala Mission	(43,079)	53,744	45,960	(35,295)
Spreitzer Estate	570,731	2,332	258	572,805
Tri-Conference Retirement Program	497	1,230	--	1,727
St. Michael's Mission	4,945	25	--	4,970
Society of Pro. Of Faith	575	3	--	578
Nelson Property – Father Hien Fund	10,599	54	--	10,653
Pension Fund	95,783	2,634	22,046	76,371
Guatemala Church	141	1	--	142
L & I Administration	(25,832)	3,860	17,444	(39,416)
Mass Stipends	612	128	200	540
World Mission Collection	36,618	4,222	281	40,559
Doctors Long Term/Guatemala	68,920	349	--	69,269
Special Cost Reserve/Defense	6,248	1,095	--	7,343
Region XII Youth Ministry	142	1,167	1,160	149
	<u>\$ 951,316</u>	<u>\$ 77,023</u>	<u>\$ 87,349</u>	<u>\$ 940,990</u>

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE
Support And Revenue Detail
Auxiliary Service Revenue; Other Revenue

DRAFT

	Years Ended June 30,	
	2006	2005
AUXILIARY SERVICE REVENUE		
Inland Register:		
Directory	\$ 15,954	\$ 15,779
Advertising	64,329	73,484
Subscriptions	27,584	16,327
Print shop	107,341	73,725
	<u>\$ 215,208</u>	<u>\$ 179,315</u>
OTHER REVENUE		
Building rent	\$ 24,100	\$ 24,661
Farm income	88,771	106,001
Tribunal income	12,745	7,825
Bishop white seminary	78,047	24,265
Property income	467,487	103,873
Parish services office	13,828	42,595
Fiscal services	44,852	265,929
Curia	6,000	6,000
Foundation	11,192	48,467
Seminary campaign reimbursement	—	148,378
Miscellaneous	15,184	1,124
	<u>\$ 762,206</u>	<u>\$ 779,118</u>

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Statement of Activities Unrestricted Funds

DRAFT

Year Ended June 30, 2006

	Current Funds					Total All Funds	
	Operating	Deposit and Loan	Endowment Funds	Plant Funds	Interfund Eliminations		
Revenue, gains, and other support:							
Contributions	\$1,197,174	\$ 0	\$ 0	\$ 0	\$ 0	\$1,197,174	
Investment income, net	3,845	152,256	394	217	--	156,712	
Auxiliary service revenue	215,208	--	--	--	--	215,208	
Other revenue	793,253	--	--	--	(31,047)	762,206	
Net assets released from restrictions:							
Satisfaction of program restrictions	251,444	--	185,582	--	--	437,026	
Expiration of time restrictions	1,410,924	--	--	--	--	1,410,924	
Total revenue, gains, and other support	3,871,848	152,256	185,976	217	(31,047)	4,179,250	
Expenses and losses:							
Pastoral	323,142	--	--	--	--	323,142	
Education/communications	419,886	--	--	--	--	419,886	
Ministries formation	728,550	--	--	--	--	728,550	
Grants and other payments to beneficiaries	125,464	--	185,582	--	--	311,046	
Retirement benefits	611,592	--	--	--	--	611,592	
Total program expenses	2,208,634	--	185,582	--	--	2,394,216	
Support services:							
Diocesan administration	825,172	--	--	--	--	825,172	
Diocesan fund raising	236,132	--	--	--	(31,047)	205,085	
Depreciation expense	78,502	--	--	--	--	78,502	
Reorganization expenses	4,669,706	--	--	--	--	4,669,706	
Victim's assistance	253,126	--	--	--	--	253,126	
Total support services	6,062,638	--	--	--	(31,047)	6,031,591	
Total expenses	8,271,272	--	185,582	--	(31,047)	8,425,807	
Change in net assets prior to transfer of operating funds	(4,399,424)	152,256	394	217	--	(4,246,557)	
Transfer of operating funds	152,256	(152,256)	--	--	--	--	
Change in net assets	\$(4,247,168)	\$ 0	\$ 394	\$ 217	\$ 0	\$(4,246,557)	

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Statement of Activities Unrestricted Funds

DRAFT

Year Ended June 30, 2005

	Current Funds			Endowment Funds	Plant Funds	Interfund Eliminations	Total All Funds
	Operating	Deposit and Loan					
Revenue, gains, and other support:							
Contributions	\$ 990,659	\$ 0	\$ 0		\$ 0	\$ 0	\$ 990,659
Investment income, net	76,565	127,001	14,010		2,090	(9,509)	210,157
Auxiliary service revenue	179,315	--	--		--	--	179,315
Other revenue	798,549	--	--		--	(19,431)	779,118
Net assets released from restrictions:							
Satisfaction of program restrictions	830,577	--	461,220		--	--	1,291,797
Satisfaction of designated purposes	26,568	--	(26,568)		--	--	--
Expiration of time restrictions	1,678,600	--	--		--	--	1,678,600
Total revenue, gains, and other support	4,580,833	127,001	448,662		2,090	(28,940)	5,129,646
Expenses and losses:							
Pastoral	495,536	--	--		--	--	495,536
Education/communications	416,183	--	--		--	--	416,183
Ministries formation	661,742	--	--		--	--	661,742
Grants and other payments to beneficiaries	715,182	--	461,220		--	--	1,176,402
Retirement benefits	830,231	--	--		--	--	830,231
Total program expenses	3,118,874	--	461,220		--	--	3,580,094
Support services:							
Diocesan administration	1,079,765	--	--		--	--	1,079,765
Diocesan fund raising	466,490	--	--		--	(19,431)	447,059
Interest expense	--	53,699	--		--	(9,509)	44,190
Depreciation expense	90,796	--	--		--	--	90,796
Reorganization expenses	2,559,180	--	--		--	--	2,559,180
Victim's assistance	610,075	--	--		--	--	610,075
Total support services	4,806,306	53,699	--		--	(28,940)	4,831,065
Total expenses	7,925,180	53,699	461,220		--	(28,940)	8,411,159
Change in net assets prior to transfer of operating funds	(3,344,347)	73,302	(12,558)		2,090	--	(3,281,513)
Transfer of operating funds	73,302	(73,302)	--		--	--	--
Change in net assets	\$(3,271,045)	\$ 0	\$ (12,558)		\$ 2,090	\$ 0	\$(3,281,513)

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Statement of Activities Temporarily Restricted Funds

DRAFT

Year Ended June 30, 2006

	Current Funds					Total All Funds
	Operating	Deposit and Loan	Endowment Funds	Plant Funds	Interfund Eliminations	
Revenue, gains, and other support:						
Contributions:						
Annual Catholic Appeal	\$1,894,805	\$ 0	\$ 0	\$ 0	\$ 0	\$1,894,805
Other	183,526	--	1,000	--	--	184,526
Investment income, net	5,813	--	395,241	--	--	401,054
Other revenue, net	--	--	9,918	--	--	9,918
Net assets released from restrictions:						
Satisfaction of program restrictions	(50,178)	--	(386,848)	--	--	(437,026)
Satisfaction of designated purposes	--	--	--	--	--	--
Expiration of time restrictions	(1,410,924)	--	--	--	--	(1,410,924)
Total revenue, gains, and other support	623,042	--	19,311	--	--	642,353
Expenses and losses:						
Pastoral	--	--	--	--	--	--
Education/communications	--	--	--	--	--	--
Ministries formation	--	--	--	--	--	--
Grants and other payments to beneficiaries	--	--	--	--	--	--
Total program expenses	--	--	--	--	--	--
Support services:						
Diocesan administration	--	--	--	--	--	--
Diocesan fund raising	--	--	--	--	--	--
Retirement benefits	--	--	--	--	--	--
Properties expense	--	--	--	--	--	--
Interest expense	--	--	--	--	--	--
Depreciation expense	--	--	--	--	--	--
Total support services	--	--	--	--	--	--
Total expenses	--	--	--	--	--	--
Change in net assets	\$ 623,042	\$ 0	\$ 19,311	\$ 0	\$ 0	\$ 642,353

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Statement of Activities Temporarily Restricted Funds

DRAFT

Year Ended June 30, 2005

	Current Funds		Endowment Funds	Plant Funds	Interfund Eliminations	Total All Funds
	Operating	Deposit and Loan				
Revenue, gains, and other support:						
Contributions:						
Annual Catholic Appeal	\$3,062,066	\$ 0	\$ 0	0	\$ 0	\$3,062,066
Other	646,830	--	130,000	--	--	776,830
Investment income, net	7,530	--	572,963	--	--	580,593
Other revenue, net	--	--	18,339	--	--	18,339
Net assets released from restrictions:						
Satisfaction of program restrictions	(544,100)	--	(747,697)	--	--	(1,291,797)
Satisfaction of designated purposes	--	--	--	--	--	--
Expiration of time restrictions	(1,678,600)	--	--	--	--	(1,678,600)
Total revenue, gains, and other support	1,493,826	--	(26,395)	--	--	1,467,431
Expenses and losses:						
Pastoral	--	--	--	--	--	--
Education/communications	--	--	--	--	--	--
Ministries formation	--	--	--	--	--	--
Grants and other payments to beneficiaries	--	--	--	--	--	--
Total program expenses	--	--	--	--	--	--
Support services:						
Diocesan administration	--	--	--	--	--	--
Diocesan fund raising	--	--	--	--	--	--
Retirement benefits	--	--	--	--	--	--
Properties expense	--	--	--	--	--	--
Interest expense	--	--	--	--	--	--
Depreciation expense	--	--	--	--	--	--
Total support services	--	--	--	--	--	--
Total expenses	--	--	--	--	--	--
Change in net assets	\$1,493,826	\$ 0	\$ (26,395)	\$ 0	\$ 0	\$1,467,431

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Schedule of Fund Expenses

Program Services

DRAFT

Year Ended June 30, 2006

	Salaries and Wages	Fringe Benefits	Purchased Services	Supplies, Materials & Expense	Minor Equipment/ Furnishings	Interest	Subsidies	Programs	Miscellaneous	Retirement Program Costs	Total Expenditures
Pastoral:											
General Pastoral	\$ 0	\$ 0	\$ 9,623	\$ 1,130	\$ 0	\$ 0	\$ 0	\$ 10,460	\$ 2,638	\$ 0	\$ 23,851
Parish Services Office	73,934	12,513	--	7,383	--	--	--	8,542	--	3,592	105,964
Ecumenical Office	--	--	--	--	--	--	--	--	--	--	--
His Life, Newman Center - Cheney	4,616	1,605	--	--	--	--	--	35,677	--	1,627	43,525
Newman Center - Pullman	--	--	--	--	--	--	30,000	--	--	--	30,000
Hispanic Apostolate	--	--	--	2,780	--	--	25,175	--	--	--	27,955
Indian Missions	32,879	2,687	--	--	--	--	14,500	--	--	1,973	52,039
Pastoral Council	--	--	--	3,388	--	--	--	--	--	--	3,388
Presbyteral Council	--	--	--	--	--	--	--	--	--	--	--
Tribunal	20,174	6,886	132	4,780	--	--	--	--	--	1,268	33,240
Priests' Jubilee	--	--	--	--	--	--	3,180	--	--	--	3,180
Totals	131,603	23,691	9,755	19,461	--	--	72,855	54,679	2,638	8,460	323,142
Education/Communications:											
Office of Education	126,071	20,330	4,481	15,914	--	--	--	(1,777)	--	6,771	171,790
Communications Office	3,200	--	--	1,969	--	--	--	--	--	--	5,169
Inland Register	115,166	21,662	11,922	86,645	455	--	--	--	--	7,077	242,927
Totals	244,437	41,992	16,403	104,528	455	--	--	(1,777)	--	13,848	419,886
Ministries Formation:											
Bishop White Seminary	36,404	14,156	11,285	109,811	8,558	--	--	8,560	--	5,568	194,342
Seminarians	8,393	13,225	8,737	25,454	14	--	414,608	--	6,355	2,209	478,995
Deacon Formation	4,238	1,568	--	4,580	10	--	--	1,699	--	253	12,348
Priests' Continuing Education	--	--	6,000	5,540	--	--	4,204	3,458	--	--	19,202
- Allocations	8,393	3,131	545	8,633	14	--	--	215	--	2,209	23,140
Priests' Vocations	--	--	--	--	--	--	--	523	--	--	523
Liturgical Celebrations	--	--	--	--	--	--	--	--	--	--	--
Totals	57,428	32,080	26,567	154,018	8,596	--	418,812	14,455	6,355	10,239	728,550

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

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Schedule of Fund Expenses Program Services (Continued)

Year Ended June 30, 2006

	Salaries and Wages	Fringe Benefits	Purchased Services	Supplies, Materials & Expense	Minor Equipment/ Furnishings	Interest	Subsidies	Programs	Miscellan- eous	Retirement Program Costs	Total Expend- itures
Special Grants:											
Bishop's Discretionary Funds	--	--	--	--	--	--	14,047	--	--	--	14,047
Walla Walla Schools	--	--	--	--	--	--	--	--	--	--	--
U.S. Catholic Conference	--	--	--	--	--	--	--	19,453	--	--	19,453
Dues	--	--	--	--	--	--	--	41,786	--	--	41,786
Washington State Catholic	--	--	--	--	--	--	--	--	--	--	--
Conference Dues	--	--	--	--	--	--	--	--	--	--	--
Distribution from Estate Held	--	--	--	--	--	--	--	--	--	--	--
for Poor	--	--	--	--	--	--	--	--	--	--	--
Adelaide Guse Estate	--	--	--	--	--	--	--	185,582	--	--	185,582
Bishops School Grant Fund	--	--	--	--	--	--	--	50,178	--	--	50,178
Walla Walla Orphanage	--	--	--	--	--	--	--	--	--	--	--
Grant	--	--	--	--	--	--	--	--	--	--	--
Special Grants	--	--	--	--	--	--	--	--	--	--	--
Guse Grant	--	--	--	--	--	--	--	--	--	--	--
Totals	--	--	--	--	--	--	14,047	296,999	--	--	311,046
Retirement Benefits:											
Priest Retirement	--	166,205	--	--	--	--	--	--	(65,264)	510,651	611,592
Debt Repayment:											
Parish Debt Repayment	--	--	--	--	--	--	--	--	--	--	--
Total Program Services	\$ 433,468	\$ 263,968	\$ 52,725	\$ 278,007	\$ 9,051	\$ 0	\$ 505,714	\$ 364,356	\$ (56,271)	\$ 543,198	\$2,394,216
Percent of Total Expenditures											28.42%

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Schedule of Fund Expenses Program Services

DRAFT

Year Ended June 30, 2005

	Salaries and Wages	Fringe Benefits	Purchased Services	Supplies, Materials & Expense	Minor Equipment/ Furnishings	Interest	Subsidies	Programs	Miscellan- eous	Retirement Program Costs	Total Expend- itures
Pastoral:											
General Pastoral	\$ 0	\$ 6,876	\$ 19,895	\$ 1,044	\$ 0	\$ 0	\$ 0	\$ 4,420	\$ 8,615	\$ 0	\$ 40,850
Parish Services Office	135,455	26,333	--	17,097	777	--	--	49,490	--	8,590	237,742
His Life, Newman Center -- Cheney	27,696	7,389	--	--	--	--	--	4,581	--	1,662	41,328
Newman Center -- Pullman	--	--	--	--	--	--	30,000	--	--	--	30,000
Hispanic Apostolate	--	--	--	1,545	688	--	45,350	--	--	--	47,583
Indian Missions	20,844	1,785	--	--	--	--	14,500	--	--	1,251	38,380
Pastoral Council	--	--	--	1,488	--	--	--	--	--	--	1,488
Presbyteral Council	--	--	--	--	--	--	--	2,160	--	--	2,160
Tribunal	27,222	9,350	4,685	10,299	--	--	--	--	--	3,579	55,135
Priests' Jubilee	--	--	--	--	--	--	870	--	--	--	870
Totals	211,217	51,733	24,580	31,473	1,465	--	90,720	60,651	8,615	15,082	495,536
Education/Communications:											
Office of Education	131,499	22,951	622	12,045	--	--	--	5,471	--	6,515	179,103
Communications Office	2,600	199	--	994	--	--	--	--	--	--	3,793
Inland Register	111,415	24,915	11,167	78,782	1,145	--	--	--	--	5,863	233,287
Totals	245,514	48,065	11,789	91,821	1,145	--	--	5,471	--	12,378	416,183
Ministries Formation:											
Bishop White Seminary	35,937	11,717	5,947	76,995	1,277	--	--	--	--	4,031	135,904
Seminarians	8,358	6,871	5,408	13,489	208	--	371,366	--	3,251	1,458	410,409
Deacon Formation	4,592	1,502	--	5,864	218	--	--	5,649	--	239	18,064
Priests' Continuing Education	--	--	6,000	24,306	--	--	23,576	21,231	--	--	75,113
-- Allocations	8,359	2,971	685	7,685	208	--	--	373	--	1,458	21,739
Priests' Vocations	--	--	--	--	--	--	--	513	--	--	513
Liturgical Celebrations	--	--	--	--	--	--	--	--	--	--	--
Totals	57,246	23,061	18,040	128,339	1,911	--	394,942	27,766	3,251	7,186	661,742

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

DRAFT

Schedule of Fund Expenses Program Services (Continued)

Year Ended June 30, 2005

	Salaries and Wages	Fringe Benefits	Purchased Services	Supplies, Materials & Expense	Minor Equipment/ Furnishings	Interest	Subsidies	Programs	Miscellan- eous	Retirement Program Costs	Total Expend- itures
Special Grants:											
Bishop's Discretionary Funds	--	--	--	--	--	--	106,076	0	0	0	106,076
Walla Walla Schools	--	--	--	--	--	--	--	--	--	--	--
U.S. Catholic Conference	--	--	--	--	--	--	--	23,220	--	--	23,220
Dues	--	--	--	--	--	--	--	41,786	--	--	41,786
Washington State Catholic	--	--	--	--	--	--	--	--	--	--	--
Conference Dues	--	--	--	--	--	--	--	--	--	--	--
Distribution from Estate Held	--	--	--	--	--	--	--	--	--	--	--
for Poor	--	--	--	--	--	--	--	--	--	--	--
Adelaide Guse Estate	--	--	--	--	--	--	--	374,100	--	--	374,100
Bishops School Grant Fund	--	--	--	--	--	--	--	170,000	--	--	170,000
Walla Walla Orphanage	--	--	--	--	--	--	--	21,269	--	--	21,269
Grant	--	--	--	--	--	--	--	4,860	--	--	4,860
Special Grants	--	--	--	--	--	--	--	435,091	--	--	435,091
Guse Grant	--	--	--	--	--	--	--	--	--	--	--
Totals	--	--	--	--	--	--	106,076	1,070,326	--	--	1,176,402
Retirement Benefits:											
Priest Retirement	--	138,106	--	5,200	--	--	--	--	--	686,925	830,231
Debt Repayment:											
Parish Debt Repayment	--	--	--	--	--	--	--	--	--	--	--
Total Program Services	\$ 513,977	\$ 260,965	\$ 54,409	\$ 256,833	\$ 4,521	\$ 0	\$ 591,738	\$ 1,164,214	\$ 11,866	\$ 721,571	\$ 3,580,094
Percent of Total Expenditures											42.56%

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

Schedule of Fund Expenses Support Services

DRAFT

Year Ended June 30, 2006

	Salaries and Wages	Fringe Benefits	Purchased Services	Supplies, Materials & Expense	Minor Equipment/ Furnishings	Interest	Subsidies	Programs	Miscellan- eous	Retirement Program Costs	Total Expend- itures
Administration:											
Curia	\$ 0	\$ 0	\$ 0	\$ 2,244	\$ 348	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,592
Office of the Bishop	56,957	20,289	21,917	36,862	1,348	--	--	--	1,296	9,820	148,489
Donor/Collection Services	21,288	7,157	--	--	--	--	--	--	--	1,277	29,722
Fiscal Services	164,069	31,074	11,107	13,226	1,605	--	--	--	--	10,086	231,167
Chancery Building	25,827	8,234	--	63,000	5,550	--	--	--	--	1,075	103,686
Archives	--	--	--	551	--	--	--	--	--	--	551
Print Shop	37,995	8,308	--	70,244	--	--	--	--	--	2,184	118,731
Computer Department	35,878	8,121	7,175	10,167	2,108	--	--	--	--	2,169	65,618
Secretary for Diocesan Business Affairs	78,676	5,878	--	14,102	98	--	--	--	--	4,804	103,558
Properties	--	--	12,488	--	--	--	--	--	8,570	--	21,058
Totals	420,690	89,061	52,687	210,396	11,057	--	--	--	9,866	31,415	825,172
Diocesan Fund Raising:											
Development Office	81,326	12,208	2,585	13,749	--	--	--	--	--	1,511	111,379
Foundation Office	20,092	4,889	--	2,382	--	--	--	--	--	1,275	28,638
Campaign for Seminarians	--	--	--	--	--	--	--	--	--	--	--
Annual Catholic Appeal	--	--	3,567	61,119	353	--	--	29	--	--	65,068
Totals	101,418	17,097	6,152	77,250	353	--	--	29	--	2,786	205,085
Interest Expenses:											
Deposit and Loan Fund	--	--	--	--	--	--	--	--	--	--	--
Depreciation Expense	--	--	--	--	--	--	--	--	78,502	--	78,502
Reorganization Expenses	--	--	4,669,706	--	--	--	--	--	--	--	4,669,706
Victim's Assistance:											
Legal	--	--	--	--	--	--	--	--	--	--	--
Communication	30,000	2,334	39,422	1,019	--	--	--	134,283	--	--	207,058
Counseling/medical Settlements	--	--	--	--	--	--	--	46,068	--	--	46,068
Totals	30,000	2,334	39,422	1,019	--	--	--	180,351	--	--	253,126
Total Support Services	\$ 552,108	\$ 108,492	\$ 4,767,967	\$ 288,665	\$ 11,410	\$ 0	\$ 0	\$ 180,380	\$ 88,368	\$ 34,201	\$ 6,031,591
Percent of Total Expenditures											
Total 2006 Expenditures	\$ 985,576	\$ 372,460	\$ 4,820,692	\$ 566,672	\$ 20,461	\$ 0	\$ 505,714	\$ 544,736	\$ 32,097	\$ 577,399	\$ 8,425,807
Percent of Total	11.70%	4.42%	57.21%	6.73%	0.24%	0.00%	6.00%	6.47%	0.38%	6.85%	100.00%

ADMINISTRATIVE OFFICES OF THE DIOCESE OF SPOKANE

DRAFT

Schedule of Fund Expenses Support Services

Year Ended June 30, 2005

	Salaries and Wages	Fringe Benefits	Purchased Services	Supplies, Materials & Expense	Minor Equipment/ Furnishings	Interest	Subsidies	Programs	Miscellan- eous	Retirement Program Costs	Total Expend- itures
Administration:											
Curia	\$ 18,840	\$ 1,374	\$ 11,892	\$ 10,815	\$ 1,223	\$ 0	\$ 0	\$ 0	\$ 1,444	\$ 0	\$ 45,588
Office of the Bishop	59,373	20,694	8,134	52,327	732	--	--	--	1,657	6,829	149,746
Donor/Collection Services	68,848	19,149	--	--	--	--	--	--	--	4,130	92,127
Fiscal Services	238,201	46,818	23,764	28,834	2,015	--	--	--	--	11,933	351,565
Chancery Building	22,484	9,401	999	67,594	1,298	--	--	--	--	532	102,308
Archives	--	--	--	563	--	--	--	--	--	--	563
Print Shop	36,973	8,049	--	50,539	7,226	--	--	--	--	191	102,978
Computer Department	35,157	7,729	21,370	3,301	6,712	--	--	--	--	2,113	76,382
Secretary for Diocesan											
Business Affairs	75,685	10,935	35,332	14,930	227	--	--	--	1,246	4,482	142,837
Properties	--	--	14,340	--	--	--	--	--	1,331	--	15,671
Totals	555,561	124,149	115,831	228,903	19,433	--	--	--	5,678	30,210	1,079,765
Diocesan Fund Raising:											
Development Office	66,150	11,617	160	18,121	72	--	--	--	--	3,954	100,074
Foundation Office	49,031	9,204	3,420	18,277	--	--	--	--	--	2,944	82,876
Campaign for Seminarians	--	--	100,000	46,264	2,115	--	--	--	--	--	148,379
Annual Catholic Appeal	--	--	20,348	37,093	--	--	--	58,289	--	--	115,730
Totals	115,181	20,821	123,928	119,755	2,187	--	--	58,289	0	6,898	447,059
Reorganization Expenses	--	--	2,559,180	--	--	--	--	--	--	--	2,559,180
Interest Expenses:											
Deposit and Loan Fund	--	--	--	--	--	44,190	--	--	--	--	44,190
Depreciation Expense	--	--	--	--	--	--	--	--	90,796	--	90,796
Victim's Assistance:											
Legal	--	--	301,499	--	--	--	--	--	--	--	301,499
Communication	30,000	2,350	44,397	4,004	--	--	--	2,366	--	--	83,117
Counseling/medical	--	--	--	--	--	--	--	85,459	--	--	85,459
Settlements	--	--	--	--	--	--	--	140,000	--	--	140,000
Totals	30,000	2,350	345,896	4,004	--	--	--	227,825	--	--	610,075
Total Support Services	\$ 700,742	\$ 147,320	\$3,144,835	\$ 352,662	\$ 21,620	\$ 44,190	\$ 0	\$ 286,114	\$ 96,474	\$ 37,108	\$4,831,065
Percent of Total Expenditures											
Total 2005 Expenditures	\$1,214,719	\$ 408,285	\$3,199,244	\$ 609,495	\$ 26,141	\$ 44,190	\$ 591,738	\$1,450,328	\$ 108,340	\$ 758,679	\$8,411,159
Percent of Total	14.44%	4.85%	38.03%	7.25%	0.31%	0.53%	7.04%	17.24%	1.29%	9.02%	100.00%