



**CATHOLIC CHARITIES  
OF IDAHO, INC.**

**FINANCIAL STATEMENTS**

**June 30, 2009 and 2008**

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**TRAVIS-JEFFRIES, P A**

CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors of  
Catholic Charities of Idaho, Inc.  
Boise, Idaho

We have audited the accompanying statements of financial position of Catholic Charities of Idaho, Inc. (a nonprofit organization) as of June 30, 2009 and 2008, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the Catholic Charities of Idaho, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audit in accordance with auditing standards 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 Catholic Charities of Idaho, Inc., as of June 30, 2009 and 2008, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Travis-Jeffries, P.A.*

Boise, Idaho  
September 22, 2009

**CATHOLIC CHARITIES OF IDAHO, INC.**

**STATEMENTS OF FINANCIAL POSITION**

**June 30, 2009 and 2008**

	<u>2009</u>	<u>2008</u>
<b>ASSETS</b>		
CURRENT ASSETS		
Cash and cash equivalents	\$ 313,849	\$ 426,891
Accounts receivable	36,344	66,268
Due from Roman Catholic Diocese of Boise	285,214	533,755
Prepaid expenses	<u>17,615</u>	<u>33,620</u>
Total Current Assets	653,022	1,060,534
INVESTMENTS	378,093	372,220
PROPERTY AND EQUIPMENT, net of depreciation	<u>68,393</u>	<u>83,283</u>
Total Assets	<u>\$ 1,099,508</u>	<u>\$ 1,516,037</u>
<b>LIABILITIES AND NET ASSETS</b>		
CURRENT LIABILITIES		
Accounts payable	\$ 15,459	\$ 7,288
Accrued liabilities	83,051	101,582
Due to Roman Catholic Diocese of Boise	<u>77,032</u>	<u>29,121</u>
Total Current Liabilities	<u>175,542</u>	<u>137,991</u>
OTHER LIABILITIES		
Liability for pension benefits	<u>61,000</u>	<u>174,000</u>
Total Liabilities	236,542	311,991
NET ASSETS		
Unrestricted	619,711	651,640
Temporarily restricted	<u>243,255</u>	<u>552,406</u>
Total Net Assets	<u>862,966</u>	<u>1,204,046</u>
Total Liabilities and Net Assets	<u>\$ 1,099,508</u>	<u>\$ 1,516,037</u>

See notes to financial statements.

**CATHOLIC CHARITIES OF IDAHO, INC.**

**STATEMENTS OF ACTIVITIES**

For the Years Ended June 30, 2009 and 2008

	2009				2008			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Percentage of Revenue</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Percentage of Revenue</u>
<b>SUPPORT AND REVENUE</b>								
Donations	\$ 493,423	\$ -	\$ 493,423	45.07 %	\$ 519,640	\$ 520,507	\$1,040,147	57.40 %
Program fees	55,555	-	55,555	5.08	54,328	-	54,328	3.00
Grants and contracts	33,924	540,491	574,415	52.47	53,763	654,259	708,022	39.08
Fundraising revenue	8,686	-	8,686	0.79	30,964	-	30,964	1.71
Investment income loss	(37,320)	-	(37,320)	(3.41)	(21,540)	-	(21,540)	(1.19)
Net assets released from restriction satisfied by payments	849,642	(849,642)	-	-	1,030,594	(1,030,594)	-	-
<b>Total Revenue</b>	<b>1,403,910</b>	<b>(309,151)</b>	<b>1,094,759</b>	<b>100.00</b>	<b>1,667,749</b>	<b>144,172</b>	<b>1,811,921</b>	<b>100.00</b>
<b>EXPENSES</b>								
Program services								
General and Administrative	146,681	-	146,681	13.40	147,038	-	147,038	8.11
Development & Communication	105,619	-	105,619	9.66	105,160	-	105,160	5.81
Parish & Community Partnership	90,246	-	90,246	8.24	98,821	-	98,821	5.45
Counseling	60,766	-	60,766	5.55	40,228	-	40,228	2.22
Family Support	1,010,499	-	1,010,499	92.30	1,216,475	-	1,216,475	67.14
Citizenship & Immigration Legal	135,028	-	135,028	12.33	161,182	-	161,182	8.90
Disaster Relief	-	-	-	-	4,791	-	4,791	0.26
<b>Total Program Services</b>	<b>1,548,839</b>	<b>-</b>	<b>1,548,839</b>	<b>141.48</b>	<b>1,773,695</b>	<b>-</b>	<b>1,773,695</b>	<b>97.89</b>
SFAS 158 Benefit	(113,000)	-	(113,000)	(10.32)	-	-	-	-
Effect of adoption of FASB Statement No. 158 on prior period Net Assets	-	-	-	-	174,000	-	174,000	9.60
<b>Total Expenses</b>	<b>1,435,839</b>	<b>-</b>	<b>1,435,839</b>	<b>131.16</b>	<b>1,947,695</b>	<b>-</b>	<b>1,947,695</b>	<b>107.49</b>
<b>Increase (Decrease) in Net Assets</b>	<b>(31,929)</b>	<b>(309,151)</b>	<b>(341,080)</b>	<b>(31.16) %</b>	<b>(279,946)</b>	<b>144,172</b>	<b>(135,774)</b>	<b>(7.49) %</b>
<b>NET ASSETS, Beginning of Year</b>	<b>651,640</b>	<b>552,406</b>	<b>1,204,046</b>		<b>931,586</b>	<b>408,234</b>	<b>1,339,820</b>	
<b>NET ASSETS, End of Year</b>	<b>\$ 619,711</b>	<b>\$ 243,255</b>	<b>\$ 862,966</b>		<b>\$ 651,640</b>	<b>\$ 552,406</b>	<b>\$1,204,046</b>	

See notes to financial statements.

**CATHOLIC CHARITIES OF IDAHO, INC.**

**STATEMENTS OF CASH FLOWS**

**For the Years Ended June 30, 2009 and 2008**

	<u><b>2009</b></u>	<u><b>2008</b></u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Decrease in net assets	\$ (341,080)	\$ (135,774)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Net realized and unrealized loss on investments	75,540	57,892
In-kind donation of fixed assets	(11,745)	(11,175)
Loss on disposal of van	3,152	-
Depreciation	52,024	43,923
Liability for pension benefits	(113,000)	174,000
Changes in operating assets and liabilities:		
Accounts receivable	29,924	(32,751)
Due from Roman Catholic Diocese of Boise	248,541	(229,992)
Prepaid expenses	16,005	(16,157)
Accounts payable and accrued liabilities	37,551	11,028
	<u>(3,088)</u>	<u>(139,006)</u>
Net Cash Used in Operating Activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	(28,541)	(24,683)
Sale of investments	294,926	2,284,880
Purchase of investments	(376,338)	(1,931,293)
	<u>(109,953)</u>	<u>328,904</u>
Net Cash Provided by (Used in) Investing Activities		
Net Increase (Decrease) in Cash and Cash Equivalents	(113,041)	189,898
CASH AND CASH EQUIVALENTS, Beginning of Year	<u>426,890</u>	<u>236,992</u>
CASH AND CASH EQUIVALENTS, End of Year	<u><u>\$ 313,849</u></u>	<u><u>\$ 426,890</u></u>

See notes to financial statements.

**CATHOLIC CHARITIES OF IDAHO**  
**STATEMENTS OF FUNCTIONAL EXPENSES**

For the Year Ended June 30, 2009

	<u>General &amp; Administrative</u>	<u>Development &amp; Communication</u>	<u>Parish &amp; Community Partnership</u>	<u>Counseling</u>	<u>Family Support</u>	<u>Citizenship &amp; Immigration Legal</u>	<u>Disaster Relief</u>	<u>Total</u>
Salaries	\$ 69,071	\$ 48,965	\$ 54,951	\$ 36,030	\$ 552,696	\$ 76,063	\$ -	\$ 837,776
Employee benefits	5,382	7,106	11,225	7,261	83,771	10,004	-	124,749
Payroll taxes	5,389	3,387	4,495	2,627	40,496	5,103	-	61,497
Insurance	4,678	720	675	874	18,048	2,458	-	27,453
Legal and accounting	6,910	7,838	-	270	16,529	8,766	-	40,313
Office expense	11,361	4,738	818	650	21,549	1,243	-	40,359
Donated supplies and services	-	-	-	-	13,135	-	-	13,135
Telephone	6,713	498	1,045	1,749	12,527	2,123	-	24,655
Rent	6,256	6,256	4,703	3,600	41,084	7,561	-	69,460
Repairs and maintenance	-	-	-	1,733	5,644	-	-	7,377
Utilities	-	-	305	-	6,161	1,291	-	7,757
Travel	2,189	2,272	2,136	295	11,844	3,967	-	22,703
Meetings and conferences	3,982	1,266	892	-	5,745	2,295	-	14,180
Depreciation	5,723	3,642	2,081	3,642	29,133	7,803	-	52,024
Education and training	1,243	1,381	331	-	7,028	665	-	10,648
Information technology	9,866	-	-	-	15,595	-	-	25,461
Program expenses	-	16,637	6,109	1,768	125,100	4,576	-	154,190
Fundraising expenses	-	(60)	-	-	1,500	-	-	1,440
Advertising and promotion	735	734	360	-	300	342	-	2,471
Meals and entertainment	53	161	120	-	-	235	-	569
Subscriptions and dues	-	-	-	32	2,400	533	-	2,965
Payroll fees	3,346	-	-	-	-	-	-	3,346
Equipment and supplies	629	78	-	235	185	-	-	1,127
Other expenses	3,155	-	-	-	29	-	-	3,184
<b>Total Expenses</b>	<b>\$ 146,681</b>	<b>\$ 105,619</b>	<b>\$ 90,246</b>	<b>\$ 60,766</b>	<b>\$ 1,010,499</b>	<b>\$ 135,028</b>	<b>\$ -</b>	<b>\$ 1,548,839</b>

See notes to financial statements.

**CATHOLIC CHARITIES OF IDAHO**  
**STATEMENTS OF FUNCTIONAL EXPENSES**

For the Year Ended June 30, 2008

	<u>General &amp; Administrative</u>	<u>Development &amp; Communication</u>	<u>Parish &amp; Community Partnership</u>	<u>Counseling</u>	<u>Family Support</u>	<u>Citizenship &amp; Immigration Legal</u>	<u>Disaster Relief</u>	<u>Total</u>
Salaries	\$ 56,181	\$ 38,045	\$ 64,249	\$ 22,872	\$ 621,084	\$ 100,264	\$ -	\$ 902,695
Employee benefits	8,135	6,045	8,970	4,176	72,949	14,722	-	114,997
Payroll taxes	4,442	2,738	4,711	1,587	46,460	7,231	-	67,169
Insurance	2,322	449	1,030	402	12,658	722	-	17,583
Legal and accounting	5,823	2,000	-	770	4,094	8,639	-	21,326
Office expense	19,527	5,006	1,763	361	18,033	2,128	-	46,818
Donated supplies and services	-	1,551	-	-	13,628	-	-	15,179
Telephone	7,409	66	1,478	1,025	15,431	3,201	-	28,610
Rent	16,500	-	3,600	3,600	49,929	3,293	-	76,922
Repairs and maintenance	4,302	-	27	627	5,038	234	-	10,228
Utilities	-	-	-	-	7,693	801	-	8,494
Travel	2,147	689	2,281	172	14,928	7,511	-	27,728
Meetings and conferences	4,965	1,444	1,309	163	2,237	963	-	11,081
Depreciation	4,831	3,075	1,757	3,075	24,597	6,588	-	43,923
Education and training	343	-	444	311	1,725	275	-	3,098
Information technology	3,990	-	-	-	20,408	-	-	24,398
Program expenses	100	26,750	5,583	356	276,644	2,867	4,791	317,091
Fundraising expenses	-	16,391	-	-	-	-	-	16,391
Advertising and promotion	249	891	936	143	2,232	195	-	4,646
Meals and entertainment	174	20	656	-	133	442	-	1,425
Subscriptions and dues	82	-	-	10	738	897	-	1,727
Payroll fees	2,973	-	-	-	-	-	-	2,973
Equipment and supplies	2,543	-	27	578	1,532	209	-	4,889
Other expenses	-	-	-	-	4,304	-	-	4,304
<b>Total Expenses</b>	<b>\$ 147,038</b>	<b>\$ 105,160</b>	<b>\$ 98,821</b>	<b>\$ 40,228</b>	<b>\$ 1,216,475</b>	<b>\$ 161,182</b>	<b>\$ 4,791</b>	<b>\$ 1,773,695</b>

See notes to financial statements.

# CATHOLIC CHARITIES OF IDAHO, INC.

## NOTES TO FINANCIAL STATEMENTS

June 30, 2009 and 2008

### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### *Nature of Organization*

Catholic Charities of Idaho, Inc. (the Organization) is a non-profit organization providing social service and social justice for all people regardless of religion, age, gender, disability, race/ethnicity, income or background. The Organization was incorporated in July 2000 and began delivering services in June 2001. The Organization prioritizes volunteerism and collaborative endeavors with other organizations and Catholic parishes and strives to advance the dignity of individuals, families, and communities by strengthening families, advocating justice, and engaging the community to serve the common good. The Organization has a vision of an Idaho where hope prevails, justice reigns and people are transformed.

#### *Basis of Accounting*

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

#### *Financial Statement Presentation*

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. In accordance with SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

#### *Use of Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### *Cash and Cash Equivalents*

The Organization considers cash and cash equivalents to be demand deposits with financial institutions.

#### *Investments*

Investments in equity and debt securities are stated at quoted market values. Increases and decreases in market value are recognized in the period in which they occur and the carrying value of the investments are adjusted to reflect these market fluctuations. Gains or losses on securities sold are computed on a specific identification basis. As investments mature and become liquid, they are reflected in cash until such time as they are reinvested.

#### *Property and Equipment*

Furniture and equipment over \$1,000 are capitalized and stated at cost, or if donated, is recorded at the estimated fair market value at the date of donation. Maintenance and repairs that do not extend the life of the assets are currently expensed. Depreciation is computed using the straight line method over the estimated useful lives of the assets which range from three to seven years. Depreciation expenses for June 30, 2009 and 2008 were \$52,024 and \$43,923, respectively.

## CATHOLIC CHARITIES OF IDAHO, INC.

### NOTES TO FINANCIAL STATEMENTS (Continued)

June 30, 2009 and 2008

#### NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

##### *Contributions*

In accordance with SFAS No. 116, all contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities in net assets released from restrictions.

##### *Promises to Give*

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

##### *Income Taxes*

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for federal income taxes.

In accordance with the release of FSP FIN 48-3, Effective Date of FASB Interpretation No. 48 for Certain Non-Public Enterprises, the Organization elects to defer the application of FIN 48 for the year ended June 30, 2009. The Organization does not have an accounting policy in place for evaluating uncertain tax positions as of June 30, 2009.

##### *In-Kind Support*

The Organization recognizes as contributions and expenses: contributed materials and services that create or enhance non-financial assets, or that require specialized skills and would typically need to be purchased if not provided by donation. Contributions of tangible assets are recognized at fair market value when received. The amounts, if any, reflected in the accompanying financial statements as in-kind support are offset by like amounts included in expenses. Additionally, the Organization receives a significant amount of contributed time which does not meet either of the two criteria described above. The value of this contributed time has not been determined and is not reflected in the accompanying financial statements.

##### *Advertising and Promotion*

The Organization uses advertising and promotion in the form of radio commercials, newspaper advertisement, brochures and newsletters to solicit donations and promote its programs among the community it serves. The costs of advertising and promotion are expensed as incurred. These expenses for the years ended June 30, 2009 and 2008 were \$2,471 and \$4,646, respectively.

##### *Functional Allocation of Expenses*

The expenses of providing the various programs and other activities have been summarized on a functional basis and, accordingly, certain costs have been allocated to the programs and supporting services benefited.

**CATHOLIC CHARITIES OF IDAHO, INC.**

**NOTES TO FINANCIAL STATEMENTS (Continued)**

**June 30, 2009 and 2008**

**NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*Split-Interest Agreement*

The Organization was granted a 15% beneficial interest in a remainder trust during 2004. As of June 30, 2009, the value of the beneficial interest in the remainder trust was approximately \$225,000. This trust is revocable allowing the trustees to change the remainder at any time. No amounts have been included in these financial statements.

**NOTE B - PROPERTY AND EQUIPMENT**

Property and equipment at June 30 consisted of the following:

	<u><b>2009</b></u>	<u><b>2008</b></u>
Vehicles	\$ 72,600	\$ 78,275
Office furniture and equipment	24,207	20,460
Computer equipment	122,017	85,477
Leasehold improvements	3,590	3,590
Less accumulated depreciation	<u>(154,021)</u>	<u>(104,519)</u>
	<u><u>\$ 68,393</u></u>	<u><u>\$ 83,283</u></u>

**NOTE C - INVESTMENTS**

The fair value of the Organization's investments at June 30 consisted of the following:

	<u><b>2009</b></u>	<u><b>2008</b></u>
Preferred Stocks	\$ 193,051	\$ 110,021
Equities	158,561	242,159
Mutual Funds	12,480	20,040
Corporate Bonds	<u>14,001</u>	<u>-</u>
	<u><u>\$ 378,093</u></u>	<u><u>\$ 372,220</u></u>

Investment income of the Organization's investments at June 30 consisted of the following:

	<u><b>2009</b></u>	<u><b>2008</b></u>
Interest	\$ 22,104	\$ 22,649
Dividends	16,115	13,703
Realized gain (loss)	(7,263)	4,106
Unrealized loss	<u>(68,276)</u>	<u>(61,998)</u>
	<u><u>\$ (37,320)</u></u>	<u><u>\$ (21,540)</u></u>

**CATHOLIC CHARITIES OF IDAHO, INC.**

**NOTES TO FINANCIAL STATEMENTS (Continued)**

**June 30, 2009 and 2008**

**NOTE D - LEASE COMMITMENTS**

In January of 2008 the Organization entered into a lease agreement with the Nampa Housing Authority for use of a building located in Nampa, Idaho. The lease agreement is through December 31, 2012.

On July 1, 2008 the Organization entered into a lease agreement with the Roman Catholic Diocese of Boise for use of a building located in Boise, Idaho. The lease agreement is through June 30, 2011.

Future minimum lease commitments for years ended June 30 are as follows:

2010	\$	23,784
2011		43,260
2012		14,730
2013		<u>8,100</u>
Total	\$	<u>89,874</u>

**NOTE E - RETIREMENT PLAN**

The Roman Catholic Diocese of Boise (the Diocese) sponsors a defined benefit pension plan in which the Organization participates. As of June 30, 2009, the Organization's portion of this plan represents approximately 1.5% of the total amounts presented. As of June 30, 2008, the Organization's portion was approximately 5.37 % of the total. The plan is available to all of the Organization's full-time employees who have completed at least one year of service. The plan is a cash balance plan and provides benefits based on a pension account balance, which consists of prior service credits, employer credits and interest credits.

Since the Diocese is exempt from the funding requirements of ERISA, it has been the Diocese's practice to make contributions annually to the plan that are not less than the pre-ERISA minimum funding requirement as applicable to churches, and not in excess of the amount that could be deducted for federal income tax purposes, assuming the Diocese was not exempt from taxation. It is the Diocese's policy to fund any unfunded past service liability over 30 years.

**Funded Status**

The following table sets forth the plan's total funded status.

	Fiscal Year Ending <u>June 30, 2009</u>	Fiscal Year Ending <u>June 30, 2008</u>
Vested benefit obligation	\$ (6,246,000)	\$ (6,054,000)
Accumulated benefit obligation	(7,790,000)	(7,534,000)
Projected benefit obligation	(7,790,000)	(7,534,000)
Plan assets at fair value	<u>3,742,000</u>	<u>4,295,000</u>
Funded status at end of year	(4,048,000)	(3,239,000)
Liability for pension benefits	\$ (4,048,000)	\$ (3,239,000)

**CATHOLIC CHARITIES OF IDAHO, INC.**

**NOTES TO FINANCIAL STATEMENTS (Continued)**

**June 30, 2009 and 2008**

**NOTE E - RETIREMENT PLAN (Continued)**

Net periodic pension cost for fiscal year ended June 30 included the following components:

	<u>Fiscal Year Ending June 30, 2009</u>	<u>Fiscal Year Ending June 30, 2008</u>
Service cost - benefits earned during the period	\$ 683,000	\$ 686,000
Interest cost on projected benefit obligation	487,000	434,000
Return on plan assets:		
Expected return	(325,000)	(416,000)
Asset gain	<u>596,000</u>	<u>1,119,000</u>
Actual return	271,000	703,000
Net amortization and deferral:		
Transition amount	-	57,000
Loss	30,000	-
Asset gain	<u>(596,000)</u>	<u>(1,119,000)</u>
Total	(566,000)	(1,062,000)
Net periodic pension cost	\$ 875,000	\$ 761,000

Approximately 31% of the plan assets are invested in common stock, 66% of the plan assets are invested in fixed income securities, and the balance is invested in cash equivalents.

As of June 30, 2009, under SFAS 158, the funded status is recognized in the statement of financial position as a "Liability for pension benefits". Unrecognized prior service costs and unrecognized actuarial losses are recognized in the unrestricted net assets. The amounts recognized in the financial statements represent the obligation of the Organization and totaled \$61,000 for the year ended June 30, 2009 and \$174,000 for the year ended June 30, 2008.

No pension contributions by the Organization were made for the years ended June 30, 2009 and 2008.

**CATHOLIC CHARITIES OF IDAHO, INC.**

**NOTES TO FINANCIAL STATEMENTS (Continued)**

**June 30, 2009 and 2008**

**NOTE F - CONCENTRATION OF CREDIT RISK**

The Organization maintains cash balances in local financial institutions and a local investment brokerage firm. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000 and \$100,000 for the years ended June 30, 2009 and June 30, 2008, respectively. At June 30, 2009 there were no uninsured balances. As of June 30, 2008 uninsured balances totaled \$199,033.

**NOTE G - RELATED PARTY TRANSACTIONS**

The Organization is affiliated with the Roman Catholic Diocese of Boise. At June 30, 2009 and 2008 receivables from the Diocese totaled \$285,214 and \$533,755, respectively. As part of the Organization's cash and cash equivalents, account balances of \$21,925 and \$14,585 were on deposit with the Diocese in its deposit and loan fund at June 30, 2009 and 2008, respectively. At June 30, 2009 and 2008 accounts payable balances due to the Diocese were \$77,032 and \$29,121, respectively.

**NOTE H - TEMPORARILY RESTRICTED NET ASSETS**

The Organization recognizes contributions as increases in temporarily restricted net assets when donors designate donations or grants to be used for specific programs. Funding is recognized in the year it is received, and can be used for multiple year program expenses. When the donor's restriction is met, net assets are released from restriction and reclassified to unrestricted net assets. In the absence of donor restrictions to the contrary, restrictions on gifts of furniture and equipment are released when the asset is placed in service.

Changes in temporarily restricted net assets are as follows:

	<b>Beginning Balance <u>2008</u></b>	<b><u>Additions</u></b>	<b><u>Releases</u></b>	<b>Ending Balance <u>2009</u></b>
Family Support				
Lapes Donation	\$ 378,389	\$ 1,230	\$ (325,897)	\$ 53,722
Other Family Support	128,581	518,426	(499,161)	147,846
Disaster Relief	41,035	-	-	41,035
Citizenship & Immigration Legal Services	<u>4,401</u>	<u>20,835</u>	<u>(24,584)</u>	<u>652</u>
Totals	<u>\$ 552,406</u>	<u>\$ 540,491</u>	<u>\$ (849,642)</u>	<u>\$ 243,255</u>

**NOTE I - RECLASSIFICATION**

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform to the presentation in the current year financial statements. Such reclassifications have no net effect on the reported change in net assets.