

BISHOP OF THE EPISCOPAL DIOCESE OF  
GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2016 AND 2015

**HOLLAND, HENRY & BROMLEY, LLP**  
CERTIFIED PUBLIC ACCOUNTANTS

BISHOP OF THE EPISCOPAL DIOCESE OF  
GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATED FINANCIAL STATEMENTS

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# HOLLAND, HENRY & BROMLEY, LLP

## Certified Public Accountants

J. Richard Henry, CPA  
Christopher H. Holland, CPA  
S. Stewart Bromley, CPA, CFP®  
Ronnie A. Barnhill, Jr., CPA  
Shannon L. Brett, CPA, CFE

### MEMBER:

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### Independent Auditor's Report

To the Diocesan Council of  
Bishop of the Episcopal Diocese of Georgia, Inc.

We have audited the accompanying consolidated financial statements of Bishop of the Episcopal Diocese of Georgia, Inc. and its operating entity (collectively, the Organization) (a nonprofit organization), which comprise the consolidated statement of financial position as of December 31, 2016, and the related consolidated statements of activities and changes in net assets and of cash flows for the year then ended, and the related notes to the financial statements.

#### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of December 31, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Report on Summarized Comparative Information**

We have previously audited the Organization's 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 7, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

### **Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating supplemental schedules on pages 15-18 are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in black ink that reads "Holland, Henry & Bromley, LLP". The signature is written in a cursive, flowing style.

Holland, Henry & Bromley, LLP  
Savannah, Georgia  
September 20, 2017

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	December 31,	
	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 518,199	\$ 450,481
Investments	701,464	796,652
Other current assets	<u>43,878</u>	<u>54,838</u>
Total current assets	1,263,541	1,301,971
Property and equipment, net	<u>527,140</u>	<u>557,497</u>
Total assets	<u>\$ 1,790,681</u>	<u>\$ 1,859,468</u>
<b>LIABILITIES AND NET ASSETS</b>		
Accounts payable and accrued expenses	\$ 81,929	\$ 69,233
Deferred revenue	6,745	5,300
Loan from Endowment Fund of the Episcopal Diocese of Georgia	<u>100,755</u>	<u>100,755</u>
Total current liabilities	189,429	175,288
Long-term debt	<u>1,225,000</u>	<u>1,225,000</u>
Total liabilities	<u>1,414,429</u>	<u>1,400,288</u>
Net assets		
Unrestricted	(600,956)	(708,945)
Unrestricted - designated	321,906	316,479
Temporarily restricted	<u>655,302</u>	<u>851,646</u>
Total net assets	<u>376,252</u>	<u>459,180</u>
Total liabilities and net assets	<u>\$ 1,790,681</u>	<u>\$ 1,859,468</u>

(The accompanying notes are an integral part of the consolidated financial statements.)

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY  
CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total all funds</u>	
			<u>2016</u>	<u>2015</u>
Support and revenues				
Parish and mission pledges and donations	\$ 1,637,074	\$ -	\$ 1,637,074	\$ 1,571,772
Special purpose income	74,445	282,164	356,609	332,423
Episcopal Church camps	212,162	-	212,162	228,243
Other revenue	69,134	-	69,134	17,402
Meetings, group and lodging	113,685	-	113,685	116,583
Trust income	80,851	-	80,851	102,959
Interest income	253	-	253	657
Released from restrictions	<u>478,508</u>	<u>(478,508)</u>	<u>-</u>	<u>-</u>
Total support and revenues	<u>2,666,112</u>	<u>(196,344)</u>	<u>2,469,768</u>	<u>2,370,039</u>
Expenses				
Episcopal office	1,087,067	-	1,087,067	1,043,397
Special purpose	486,442	-	486,442	474,837
Mission outside the Diocese	216,188	-	216,188	303,949
General and administrative	155,441	-	155,441	160,510
Mission inside the Diocese	148,067	-	148,067	135,290
Direct operational	142,555	-	142,555	130,487
Dining room and food	140,570	-	140,570	149,139
Depreciation	72,640	-	72,640	60,128
Interest	60,750	-	60,750	61,375
Housekeeping	40,018	-	40,018	34,496
Miscellaneous	<u>2,958</u>	<u>-</u>	<u>2,958</u>	<u>4,859</u>
Total expenses	<u>2,552,696</u>	<u>-</u>	<u>2,552,696</u>	<u>2,558,467</u>
Change in net assets	<u>113,416</u>	<u>(196,344)</u>	<u>(82,928)</u>	<u>(188,428)</u>
Net assets - beginning of year	<u>(392,466)</u>	<u>851,646</u>	<u>459,180</u>	<u>647,608</u>
Net assets - end of year	<u>\$ (279,050)</u>	<u>\$ 655,302</u>	<u>\$ 376,252</u>	<u>\$ 459,180</u>

(The accompanying notes are an integral part of the consolidated financial statements.)

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATED STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	December 31,	
	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Change in net assets	\$ (82,928)	\$ (188,428)
Adjustments to reconcile change in net assets to net cash provided by (used for) operating activities:		
Depreciation	72,640	60,128
Decrease (increase) in other current assets	10,960	(821)
Increase (decrease) in accounts payable and accrued expenses	12,696	(36,611)
Increase (decrease) in deferred revenue	<u>1,445</u>	<u>(1,298)</u>
Net cash provided by (used for) operating activities	<u>14,813</u>	<u>(167,030)</u>
Cash flows from investing activities:		
Purchase of property and equipment	(42,283)	(103,364)
Net investment activity	<u>95,188</u>	<u>170,829</u>
Net cash provided by investing activities	<u>52,905</u>	<u>67,465</u>
Cash flows from financing activities:		
Bond forgiveness	<u>-</u>	<u>(5,000)</u>
Net cash used for financing activities	<u>-</u>	<u>(5,000)</u>
Net increase (decrease) in cash and cash equivalents	67,718	(104,565)
Cash and cash equivalents - beginning of year	<u>450,481</u>	<u>555,046</u>
Cash and cash equivalents - end of year	<u>\$ 518,199</u>	<u>\$ 450,481</u>
Cash paid for interest	<u>\$ 91,753</u>	<u>\$ 61,375</u>

(The accompanying notes are an integral part of the consolidated financial statements.)

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2016 AND 2015

NOTE 1 - PURPOSE OF ORGANIZATION

The Bishop of the Episcopal Diocese of Georgia, Inc. (the Diocese) is a non-profit organization located in Savannah, Georgia which incorporated in Georgia in 1992. It was formerly known as The Episcopal Church in the Diocese of Georgia. The Diocese is the administrative unit of the Episcopal parishes and missions within its geographical boundaries and comprises approximately the southern three-fifths of the state of Georgia.

The Georgia Episcopal Camp and Conference Center (the Camp) is an operating entity of the Diocese. The Camp, which is also known as 'Honey Creek', spans 100 acres in Waverly, Georgia and has been in existence since the 1950's to provide a unique setting for the spiritual, community-building and educational needs of its guests. In addition to being an ideal location for spiritual camps, the facilities are utilized for a variety of other functions including weddings, reunions and retreats.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The consolidated financial statements are prepared in accordance with generally accepted accounting principles in the United States (U.S. GAAP). The consolidated financial statements include the accounts of the Diocese and the Camp (collectively referred to as 'the Organization'). All significant inter-organizational transactions and balances have been eliminated in consolidation.

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.

Restricted and unrestricted revenue and support

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted, depending on the existence and/or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a temporary 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.



## NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### Cash and cash equivalents

Cash and short-term highly liquid investments are included as cash and cash equivalents in the accompanying consolidated financial statements.

### Property

The Diocese capitalizes purchases of property and equipment which exceed \$1,000 and are expected to provide benefit for multiple years. The Camp capitalizes purchases of property and equipment which exceed \$2,000 and are expected to provide benefit for multiple years. The Organization recognizes depreciation on these assets using the straight-line method over the following estimated useful lives:

- Automobiles - 5 years
- Equipment - 5 to 10 years
- Furniture and fixtures - 5 to 7 years
- Building improvements - 15 years
- Buildings - 40 years

Assets acquired by the Diocese prior to January 1, 2009 are not included in the consolidated statements of financial position. The land, building, and facilities spanning approximately 100 acres in Waverly, Georgia and utilized for operations of the Camp are part of these excluded assets. This property was originally gifted to the Diocese in the late 1950's with certain restrictions surrounding the sale of the property. The tax value of this property was approximately \$1,116,000 at December 31, 2016.

Additionally, the office building and land located in downtown Savannah, Georgia and utilized for operations of the Diocese are also excluded. This property was originally purchased for \$5,451 in 1956. At December 31, 2016, the tax value was approximately \$483,000.

### Concentration of credit risk

The Organization maintains its cash balances with commercial banks throughout southeast Georgia in deposit accounts which at December 31, 2016 and other times throughout the year, exceeded federally insured limits. The Organization has not experienced any losses of such funds and management believes the Organization is not exposed to any significant risk on cash. The amount of uninsured cash at December 31, 2016 and 2015 is approximately \$0 and \$2,400, respectively.

### Estimates

The preparation of consolidated financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

### Investments

The Organization carries its investments in marketable securities at their fair values in the consolidated statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying consolidated statements of activities and changes in net assets.

## NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

### Diocese funding to the Camp

The Diocese paid the Camp \$94,253 and \$30,112 during 2016 and 2015, respectively, for lodging, camps and various conferences. These amounts have been eliminated during the consolidation.

### Income taxes

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is classified as other than a private foundation. Therefore, no provision for income taxes has been made in these consolidated financial statements.

A tax position is recognized as a benefit only if it is “more likely than not” that the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. Once the threshold is met, the amount recognized in the financial statements is the largest amount of tax benefit likely realized on examination. For tax positions not meeting the “more likely than not” test, no tax benefit is recorded. The Organization does not expect the total amount of unrecognized tax benefits to significantly change in the next twelve months.

If incurred, the Organization would recognize interest and penalties related to unrecognized tax benefits in interest expense. The Organization has no amounts accrued for interest and penalties as of December 31, 2016 and 2015. Additionally, no interest or penalties were recorded for the years then ended.

### Reclassifications

Certain prior year amounts have been reclassified to conform with current year presentation.

### Subsequent events

The Organization has evaluated subsequent events through September 20, 2017, the date the financial statements were available to be issued.

## NOTE 3 - ENDOWMENT FUNDS

An investment fund earmarked for the Camp is held by the Endowment Fund of the Episcopal Diocese of Georgia (the Endowment Fund), and a balance of \$67,779 and \$64,892 was maintained at December 31, 2016 and 2015, respectively. Because this investment is an asset of the Endowment Fund, rather than the Camp, it is not reflected on the accompanying consolidated statements of financial position. See Note 8 for a description of the amount due to the Endowment Fund as of December 31, 2016.

#### NOTE 4 - RELATED PARTIES

The Diocese has approximately seventy related parishes and missions. The revenues received from these parishes and missions are recorded as 'Parish and mission pledges and donations', and the related Diocesan expenses are recorded as 'Mission inside the Diocese' on the consolidated statements of activities and changes in net assets.

#### NOTE 5 - PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2016 and 2015 consists of the following:

	<u>Diocese</u>	<u>Camp</u>	<u>Total</u> <u>2016</u>	<u>2015</u>
Buildings and improvements	\$ 56,839	\$ 463,224	\$ 520,063	\$ 489,534
Furniture and fixtures		62,324	62,324	62,324
Office equipment	22,467	25,917	48,384	48,384
Vehicles	19,699	9,500	29,199	29,199
Maintenance equipment		30,002	30,002	21,767
Kitchen equipment		14,809	14,809	11,290
Disc golf course		6,706	6,706	6,706
Computers and software		62,536	62,536	62,536
	<u>99,005</u>	<u>675,018</u>	<u>774,023</u>	<u>731,740</u>
Less - accumulated depreciation	<u>(26,079)</u>	<u>(265,607)</u>	<u>(291,686)</u>	<u>(219,046)</u>
	<u>72,926</u>	<u>409,411</u>	<u>482,337</u>	<u>512,694</u>
Land	<u>44,803</u>	<u>-</u>	<u>44,803</u>	<u>44,803</u>
Total property and equipment	<u>\$ 117,729</u>	<u>\$ 409,411</u>	<u>\$ 527,140</u>	<u>\$ 557,497</u>

Depreciation expense for the years ended December 31, 2016 and 2015, totaled \$72,640 and \$60,128, respectively. The depreciation expense for December 31, 2016 consists of \$5,197 and \$67,443 for the Diocese and the Camp, respectively. The depreciation expense for December 31, 2015 consists of \$5,097 and \$55,031 for the Diocese and the Camp, respectively.

#### NOTE 6 - FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) Accounting Standards Codification ("ASC") Topic 820, *Fair Value Measurements*, defines fair value as the price that would be received to sell an asset or paid to transfer a liability, in the principal or most advantageous market for the asset or liability, in an orderly transaction between market participants at the measurement date. ASC 820 also establishes a fair value hierarchy which requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of the fair value hierarchy are described below:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

NOTE 6 - FAIR VALUE MEASUREMENTS (continued)

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the assets or liabilities;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used should maximize the use of observable inputs and minimize the use of unobservable inputs.

The following represents the Organization's assets measured at fair value as of December 31, 2016 and 2015:

December 31, 2016

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Government obligations	\$ 299,369		\$ -	\$ 299,369
Corporate obligations		\$ 402,095		402,095
	<u>\$ 299,369</u>	<u>\$ 402,095</u>	<u>\$ -</u>	<u>\$ 701,464</u>

December 31, 2015

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Government obligations	\$ 354,702		\$ -	\$ 354,702
Corporate obligations		\$ 441,950		441,950
	<u>\$ 354,702</u>	<u>\$ 441,950</u>	<u>\$ -</u>	<u>\$ 796,652</u>

NOTE 7 - EMPLOYEE BENEFIT PLANS

The Bishop and his ordained canons participate in the national clergy pension plan of the Church Pension Fund. This is a defined benefit plan, and Diocese contributions are assessed at approximately 18% of related salaries.

As of July 1, 2012, all full-time employees of the Organization are eligible to participate in a Section 403(b) plan. The Organization contributes a total of 10% of each participant's salary to the defined contribution 403(b) plan.

Total contributions for all plans for the years ended December 31, 2016 and 2015 were \$67,453 and \$53,005, respectively.

## NOTE 8 - DEBT

Below is information regarding the Organization's outstanding debt at December 31, 2016.

### Bond debt

During 2012 and 2011, the Diocese issued 109 bonds totaling \$1,245,000. The proceeds from this bond issuance were provided to the Camp for the purpose of extinguishing debt and purchasing capital assets. All issued bonds mature December 31, 2022 and require semi-annual interest payments at 5%. Bonds may be called by the Diocese at any time. During 2014, two bonds totaling \$15,000 were forgiven by the holders. During 2015, one bond totaling \$5,000 was forgiven by the holder. A total of \$60,750 and \$61,375 of bond interest expense was recorded for the years ended December 31, 2016 and 2015, respectively, with \$0 and \$30,541 accrued but not paid at December 31, 2016 and 2015, respectively.

### Loan from Endowment Fund

During 2011, the Camp borrowed funds from the Endowment Fund. These funds were borrowed interest free and are due back to the Endowment Fund as soon as possible. At December 31, 2016 and 2015, a total of \$100,755 was due to the Endowment Fund.

### All debt agreements

While the debt agreements are accounted for as liabilities of the Camp and satisfied from the assets of the Camp, the borrower on the debt agreements is the Diocese. Assets of the Camp represent partial collateral under these agreements, but the Diocese is ultimately responsible as the borrower. Property owned by the Diocese and utilized by the Camp serves as the final collateral under these agreements.

### Other

The Diocese is the guarantor on a note payable to a local financial institution by an Episcopal parish. The amount outstanding on this note payable was approximately \$216,500 and \$248,000 at December 31, 2016 and 2015. The note payable is collateralized by a security deed on real estate of the Episcopal parish and matures in May 2020.

## NOTE 9 - LEGAL MATTERS

On January 16, 2010, the Diocese was added as a party to the lawsuit between Christ the King Episcopal Church, Inc. and Lowndes County Board of Equalization and Lowndes County Board of Tax Assessors (Lowndes County). Christ the King Episcopal Church, Inc. is a parish of the Diocese and is challenging a determination by Lowndes County that the first floor of the church property in Valdosta, Georgia was not exempt from ad valorem property taxation. On June 29, 2010, the Superior Court denied the Lowndes County Motion for Summary Judgment. On August 4, 2010, the Georgia Court of Appeals denied the Lowndes County Application for Interlocutory Appeal. The approximate amount of money under dispute for Christ the King Episcopal Church, Inc. is \$20,000. The Diocese plans to vigorously defend the claim, but will explore the possibility of an out-of-court settlement. The likelihood of an unfavorable outcome is neither probable nor remote, and no related amounts have been included in the accompanying financial statements.

## NOTE 10 - DONATED SERVICES AND MATERIALS

No amounts have been reflected in the consolidated financial statements for donated services or materials. The Organization pays for most services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization with various committees.

## NOTE 11 - OPERATING LEASE AGREEMENTS

The Diocese leases certain office equipment and real estate under operating lease agreements which expire at various times through 2022. The total expense under operating lease agreements was \$20,345 and \$15,699 for the years ended December 31, 2016 and 2015, respectively. The future minimum rental commitments under these non-cancelable operating leases are as follows:

Year ending December 31,	
2017	\$ 13,325
2018	4,415
2019	1,445
2020	1,445
2021	1,445
Thereafter	<u>241</u>
	<u>\$ 22,316</u>

## NOTE 12 - UNRESTRICTED DESIGNATED NET ASSETS

Amounts designated by the Organization for specific purposes are noted below. The Diocesan Administrator with the approval of the Finance Committee determines these amounts. The following schedule presents the balances as of December 31, 2016 and 2015.

	<u>2016</u>	<u>2015</u>
Emergency reserve	\$ 165,459	\$ 165,459
Clergy interns	36,937	36,936
Mission operations	32,792	32,792
Episcopal transition	30,000	25,000
Diocesan convention	17,516	17,516
Youth counselor education	14,135	13,867
Bishop's visitation	9,236	19,578
Convention travel	6,250	(3,750)
Synod travel	5,676	5,676
Memorials	3,405	3,405
Lambeth	500	-
	<u>\$ 321,906</u>	<u>\$ 316,479</u>

NOTE 13 - TEMPORARILY RESTRICTED NET ASSETS

As of December 31, 2016 and 2015, amounts restricted by donors of the Organization for a specific purpose or time period are noted below.

	<u>2016</u>	<u>2015</u>
St. Luke's Hawkinsville Building Fund	\$ 459,000	\$ 459,000
Campaign for Mission	252,888	368,222
Georgia Southern	32,110	25,859
St. Joseph's Community Fund	31,465	28,880
Clergy education	8,011	7,750
Saluda Clergy House	6,909	5,585
Dominican Republic	5,590	6,006
Byllesby Fund	2,918	2,917
Other	<u>(143,589)</u>	<u>(52,573)</u>
	<u>\$ 655,302</u>	<u>\$ 851,646</u>

SUPPLEMENTAL SCHEDULES



BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2016

	<u>Diocese</u>	<u>Camp</u>	<u>Intercompany Eliminations</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 480,726	\$ 37,473	\$ -	\$ 518,199
Investments	701,464	-	-	701,464
Other current assets	<u>28,177</u>	<u>15,701</u>	-	<u>43,878</u>
Total current assets	1,210,367	53,174	-	1,263,541
Property and equipment, net	<u>117,729</u>	<u>409,411</u>	-	<u>527,140</u>
Total assets	<u>\$ 1,328,096</u>	<u>\$ 462,585</u>	<u>\$ -</u>	<u>\$ 1,790,681</u>
<b>LIABILITIES AND NET ASSETS</b>				
Accounts payable and accrued expenses	\$ 60,044	\$ 21,885	\$ -	\$ 81,929
Deferred revenue	945	5,800	-	6,745
Loan from Endowment Fund of the Episcopal Diocese of Georgia	<u>-</u>	<u>100,755</u>	-	<u>100,755</u>
Total current liabilities	60,989	128,440	-	189,429
Long-term debt	<u>-</u>	<u>1,225,000</u>	-	<u>1,225,000</u>
Total liabilities	<u>60,989</u>	<u>1,353,440</u>	<u>-</u>	<u>1,414,429</u>
Net assets				
Unrestricted	289,899	(890,855)	-	(600,956)
Unrestricted - designated	321,906	-	-	321,906
Temporarily restricted	<u>655,302</u>	<u>-</u>	<u>-</u>	<u>655,302</u>
Total net assets	<u>1,267,107</u>	<u>(890,855)</u>	<u>-</u>	<u>376,252</u>
Total liabilities and net assets	<u>\$ 1,328,096</u>	<u>\$ 462,585</u>	<u>\$ -</u>	<u>\$ 1,790,681</u>

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2015

	<u>Diocese</u>	<u>Camp</u>	<u>Intercompany Eliminations</u>	<u>Total</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 411,787	\$ 38,694	\$ -	\$ 450,481
Investments	796,652	-	-	796,652
Other current assets	<u>39,268</u>	<u>15,570</u>	-	<u>54,838</u>
Total current assets	1,247,707	54,264	-	1,301,971
Property and equipment, net	<u>122,926</u>	<u>434,571</u>	-	<u>557,497</u>
Total assets	<u>\$ 1,370,633</u>	<u>\$ 488,835</u>	<u>\$ -</u>	<u>\$ 1,859,468</u>
<b>LIABILITIES AND NET ASSETS</b>				
Accounts payable and accrued expenses	\$ 53,303	\$ 15,930	\$ -	\$ 69,233
Deferred revenue	-	5,300	-	5,300
Loan from Endowment Fund of the Episcopal Diocese of Georgia	<u>-</u>	<u>100,755</u>	<u>-</u>	<u>100,755</u>
Total current liabilities	53,303	121,985	-	175,288
Long-term debt	<u>-</u>	<u>1,225,000</u>	<u>-</u>	<u>1,225,000</u>
Total liabilities	<u>53,303</u>	<u>1,346,985</u>	<u>-</u>	<u>1,400,288</u>
Net assets				
Unrestricted	149,205	(858,150)	-	(708,945)
Unrestricted - designated	316,479	-	-	316,479
Temporarily restricted	<u>851,646</u>	<u>-</u>	<u>-</u>	<u>851,646</u>
Total net assets	<u>1,317,330</u>	<u>(858,150)</u>	<u>-</u>	<u>459,180</u>
Total liabilities and net assets	<u>\$ 1,370,633</u>	<u>\$ 488,835</u>	<u>\$ -</u>	<u>\$ 1,859,468</u>

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2016

	Diocese			Camp Total	Intercompany Eliminations	Total
	Unrestricted	Temporarily Restricted	Total			
Support and revenues						
Parish and mission pledges and donations	\$ 1,581,620	\$ -	\$ 1,581,620	\$ 55,454	\$ -	\$ 1,637,074
Special purpose income	69,709	282,164	351,873	4,736	-	356,609
Episcopal Church camps	56,039	-	56,039	250,376	(94,253)	212,162
Other revenue	51,173	-	51,173	17,961	-	69,134
Meetings, group and lodging	-	-	-	113,685	-	113,685
Trust income	80,851	-	80,851	-	-	80,851
Interest income	253	-	253	-	-	253
Released from restrictions	478,508	(478,508)	-	-	-	-
Total support and revenues	<u>2,318,153</u>	<u>(196,344)</u>	<u>2,121,809</u>	<u>442,212</u>	<u>(94,253)</u>	<u>2,469,768</u>
Expenses						
Episcopal office	1,110,660	-	1,110,660	-	(23,593)	1,087,067
Special purpose	486,442	-	486,442	-	-	486,442
Mission outside the Diocese	216,188	-	216,188	-	-	216,188
General and administrative	74,068	-	74,068	81,373	-	155,441
Mission inside the Diocese	218,727	-	218,727	-	(70,660)	148,067
Direct operational	-	-	-	142,555	-	142,555
Dining room and food	-	-	-	140,570	-	140,570
Depreciation	5,197	-	5,197	67,443	-	72,640
Interest	60,750	-	60,750	-	-	60,750
Housekeeping	-	-	-	40,018	-	40,018
Miscellaneous	-	-	-	2,958	-	2,958
Total expenses	<u>2,172,032</u>	<u>-</u>	<u>2,172,032</u>	<u>474,917</u>	<u>(94,253)</u>	<u>2,552,696</u>
Change in net assets	146,121	(196,344)	(50,223)	(32,705)	-	(82,928)
Net assets - beginning of year	465,684	851,646	1,317,330	(858,150)	-	459,180
Net assets - end of year	<u>\$ 611,805</u>	<u>\$ 655,302</u>	<u>\$ 1,267,107</u>	<u>\$ (890,855)</u>	<u>\$ -</u>	<u>\$ 376,252</u>

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2015

	Diocese					Camp Total	Intercompany Eliminations	Total
	Unrestricted	Temporarily Restricted	Total		Total			
Support and revenues								
Parish and mission pledges and donations	\$ 1,499,308	\$ -	\$ 1,499,308	\$ -	\$ 72,464	\$ -	\$ 1,571,772	
Special purpose income	71,559	247,499	319,058	-	13,365	-	332,423	
Episcopal Church camps	-	-	-	-	258,355	(30,112)	228,243	
Other revenue	14,259	-	14,259	-	3,143	-	17,402	
Meetings, group and lodging	-	-	-	-	116,583	-	116,583	
Trust income	102,959	-	102,959	-	-	-	102,959	
Interest income	657	-	657	-	-	-	657	
Released from restrictions	475,089	(475,089)	-	-	-	-	-	
Total support and revenues	<u>2,163,831</u>	<u>(227,590)</u>	<u>1,936,241</u>	<u>-</u>	<u>463,910</u>	<u>(30,112)</u>	<u>2,370,039</u>	
Expenses								
Episcopal office	1,048,899	-	1,048,899	-	-	(5,502)	1,043,397	
Special purpose	474,837	-	474,837	-	-	-	474,837	
Mission outside the Diocese	303,949	-	303,949	-	-	-	303,949	
General and administrative	90,379	-	90,379	-	70,131	-	160,510	
Mission inside the Diocese	159,900	-	159,900	-	-	(24,610)	135,290	
Direct operational	-	-	-	-	130,487	-	130,487	
Dining room and food	-	-	-	-	149,139	-	149,139	
Depreciation	5,097	-	5,097	-	55,031	-	60,128	
Interest	61,375	-	61,375	-	-	-	61,375	
Housekeeping	-	-	-	-	34,496	-	34,496	
Miscellaneous	-	-	-	-	4,859	-	4,859	
Total expenses	<u>2,144,436</u>	<u>-</u>	<u>2,144,436</u>	<u>-</u>	<u>444,143</u>	<u>(30,112)</u>	<u>2,558,467</u>	
Change in net assets	<u>19,395</u>	<u>(227,590)</u>	<u>(208,195)</u>	<u>-</u>	<u>19,767</u>	<u>-</u>	<u>(188,428)</u>	
Net assets - beginning of year	<u>446,289</u>	<u>1,079,236</u>	<u>1,525,525</u>	<u>-</u>	<u>(877,917)</u>	<u>-</u>	<u>647,608</u>	
Net assets - end of year	<u>\$ 465,684</u>	<u>\$ 851,646</u>	<u>\$ 1,317,330</u>	<u>\$ -</u>	<u>\$ (858,150)</u>	<u>\$ -</u>	<u>\$ 459,180</u>	