

CATHEDRAL VILLAGE

Statements of Financial Position

June 30, 2018 and December 31, 2017

Assets	June 30, 2018	December 31, 2017
Cash and cash equivalents	\$ 1,000	1,000
Investments	11,452,491	11,720,307
Statutory liquid reserve	3,088,160	3,079,043
Accounts receivable, net	2,234,522	2,154,718
Prepaid expenses	1,035,673	608,722
Assets whose use is limited	915,648	1,023,874
Pledges receivable	6,569	30,569
Property and equipment (net of accumulated depreciation of \$8,784,356 and \$7,172,134, respectively)	39,751,045	36,832,038
Assets under capital leases (net of accumulated depreciation of \$46,439 and \$38,699, respectively)	7,740	15,480
Due from affiliates	-	2,143
Assets held in trust by others	2,548,998	2,614,975
Goodwill	<u>1,836,908</u>	<u>1,836,908</u>
Total assets	<u>\$ 62,878,753</u>	<u>59,919,777</u>

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Statements of Financial Position

June 30, 2018 and December 31, 2017

Liabilities and Net Assets	June 30, 2018	December 31, 2017
Accounts payable	\$ 740,224	659,258
Accrued expenses	1,506,287	2,622,039
Accrued interest	106,424	108,724
Resident deposits	636,600	537,425
Entrance fee payable	438,750	240,000
Deferred revenue – entrance fees	22,109,573	22,067,189
Deferred energy costs	1,109,305	1,140,481
Due to affiliated entities	3,649,140	-
Obligations under capital leases	9,370	20,057
Long-term debt	13,023,928	13,087,454
Total liabilities	43,329,601	40,482,627
Net assets:		
Without donor restriction	16,965,502	16,668,281
With donor restriction	2,583,650	2,768,869
Total net assets	19,549,152	19,437,150
Total liabilities and net assets	\$ 62,878,753	59,919,777

CATHEDRAL VILLAGE

Statements of Operations and Changes in Net Assets

Quarters ended June 30, 2018 and year ended December 31, 2017

	June 30, 2018	December 31, 2017
Operating revenues, gains, and other support:		
Resident services, including amortization of entrance fees of \$1,932,564 and \$3,965,925, respectively	\$ 13,616,464	28,257,169
Interest and dividend income	210,612	459,207
Realized gain on investments	327,905	216,481
Gain on disposal of property and equipment	2,814	-
Contributions, gifts and bequests	10,192	46,300
Net assets released from restrictions	120,938	100,191
	14,288,926	29,079,348
Total operating revenues, gains, and other support		
Expenses:		
Nursing services	3,452,728	6,521,805
Rehabilitation	518,807	983,271
Recreation and special services	408,421	815,769
Pharmacy	209,746	513,565
Social services	68,492	174,074
Physician services	157,229	297,697
Food services	2,044,821	4,247,620
Building operations and maintenance	1,928,251	3,757,832
Housekeeping	327,420	751,401
Laundry and linen	50,306	87,485
General and administrative	1,963,382	4,580,525
Employee benefits	422,659	1,210,496
Interest	315,095	563,703
Depreciation	1,619,962	3,044,869
Fundraising and investment fees	51,783	122,612
	13,539,100	27,672,724
Total expenses		
Operating income	749,826	1,406,624
Other changes:		
Transfer from related party	136	-
Unrealized (loss) gain on investments	(452,741)	1,660,289
	(452,605)	1,660,289
Total other changes		
Increase in net assets without donor restriction	297,221	3,066,913

CATHEDRAL VILLAGE

Statements of Operations and Changes in Net Assets

Quarters ended June 30, 2018 and year ended December 31, 2017

	June 30, 2018	December 31, 2017
Net assets with donor restrictions:		
Contributions, gifts and bequests	\$ 1,698	60,102
Change in fair value	(65,979)	195,840
Net assets released from restrictions	(120,938)	(100,191)
Change in net assets with donor restrictions	(185,219)	155,751
Change in net assets	112,002	3,222,664
Net assets, beginning of year	19,437,150	16,214,486
Net assets, end of year	\$ 19,549,152	19,437,150

CATHEDRAL VILLAGE

Statements of Cash Flows

Quarters ended June 30, 2018 and year ended December 31, 2017

	June 30, 2018	December 31, 2017
Cash flows from operating activities:		
Change in net assets	\$ 112,002	3,222,664
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	1,619,962	3,044,869
Bad debt write-offs	67,316	359,238
Proceeds from refundable entrance fees and deposits, net of refunds	2,347,423	5,397,367
Amortization of entrance fees	(1,932,564)	(3,965,925)
Unrealized loss (gain) on investments and assets held in trust by others	518,720	(1,856,129)
Realized gain on investments	(327,905)	(216,481)
Realized gain on property, plant and equipment	(2,814)	-
Amortization of deferred financing costs	4,001	8,002
Amortization of bond discount/premium	(3,649)	(3,406)
Deferred energy cost adjustment	(31,176)	(62,352)
Change in assets and liabilities:		
Accounts receivable	197,955	(296,412)
Entrance fee receivable	(345,075)	220,950
Pledges receivable	24,000	(27,449)
Other assets	(426,951)	30,685
Accounts payable	80,966	(606,823)
Accrued expenses and deferred revenue other	(1,118,052)	1,373,372
Net cash provided by operating activities	784,159	6,622,170
Cash flows used in investing activities:		
Acquisition of property and equipment	(4,528,414)	(6,852,024)
Net proceeds from sale of investments	242,087	(293,156)
Net cash used in investing activities	(4,286,328)	(7,145,180)
Cash flows from financing activities:		
Refunds of entrance fees and deposits	(273,300)	(180,711)
Change in entrance fee payable	198,750	-
Principal payments on long-term debt	(63,878)	(460,459)
Repayments on capital lease obligations	(10,687)	(21,961)
Change in due to/from affiliates	3,651,283	1,186,640
Net cash provided by financing activities	3,502,168	523,509
Net increase in cash and cash equivalents	(0)	499
Cash and cash equivalents, beginning of year	1,000	501
Cash and cash equivalents, end of year	\$ 1,000	1,000