

CATHEDRAL VILLAGE

Statements of Financial Position

March 31, 2018 and December 31, 2017

Assets	March 31, 2018	December 31, 2017
Cash and cash equivalents	\$ 1,000	1,000
Investments	11,515,659	11,720,307
Statutory liquid reserve	3,052,355	3,079,043
Accounts receivable, net	2,194,137	2,154,718
Prepaid expenses	745,313	608,722
Assets whose use is limited	1,194,597	1,023,874
Pledges receivable	6,569	30,569
Property and equipment (net of accumulated depreciation of \$7,969,739 and \$7,172,134, respectively)	38,404,481	36,832,038
Assets under capital leases (net of accumulated depreciation of \$42,569 and \$38,699, respectively)	11,610	15,480
Due from affiliates	-	2,143
Assets held in trust by others	2,564,815	2,614,975
Goodwill	<u>1,836,908</u>	<u>1,836,908</u>
Total assets	<u>\$ 61,527,444</u>	<u>59,919,777</u>

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Statements of Financial Position

March 31, 2018 and December 31, 2017

Liabilities and Net Assets	March 31, 2018	December 31, 2017
Accounts payable	\$ 1,366,799	659,258
Accrued expenses	1,403,421	2,622,039
Accrued interest	216,693	108,724
Resident deposits	889,663	537,425
Entrance fee payable	240,000	240,000
Deferred revenue – entrance fees	21,769,761	22,067,189
Deferred energy costs	1,124,893	1,140,481
Due to affiliated entities	1,827,952	-
Obligations under capital leases	14,456	20,057
Long-term debt	13,027,060	13,087,454
Total liabilities	41,880,699	40,482,627
Net assets:		
Without donor restriction	17,001,612	16,668,281
With donor restriction	2,645,133	2,768,869
Total net assets	19,646,745	19,437,150
Total liabilities and net assets	\$ 61,527,444	59,919,777

CATHEDRAL VILLAGE

Statements of Operations and Changes in Net Assets

Quarter ended March 31, 2018 and year ended December 31, 2017

	March 31, 2018	December 31, 2017
Operating revenues, gains, and other support:		
Resident services, including amortization of entrance fees of \$830,327 and \$3,965,925, respectively	\$ 6,900,950	28,257,169
Interest and dividend income	89,491	459,207
Realized gain on investments	173,222	216,481
Contributions, gifts and bequests	6,842	46,300
Net assets released from restrictions	107,507	100,191
Total operating revenues, gains, and other support	<u>7,278,013</u>	<u>29,079,348</u>
Expenses:		
Nursing services	1,655,368	6,521,805
Rehabilitation	249,227	983,271
Recreation and special services	190,746	815,769
Pharmacy	113,299	513,565
Social services	35,797	174,074
Physician services	72,149	297,697
Food services	1,005,072	4,247,620
Building operations and maintenance	977,348	3,757,832
Housekeeping	157,691	751,401
Laundry and linen	23,909	87,485
General and administrative	970,871	4,580,525
Employee benefits	201,031	1,210,496
Interest	158,014	563,703
Depreciation	801,475	3,044,869
Fundraising and investment fees	23,825	122,612
Total expenses	<u>6,635,824</u>	<u>27,672,724</u>
Operating income	642,189	1,406,624
Other changes:		
Transfer from related party	136	-
Unrealized (loss) gain on investments	(308,994)	1,660,289
Total other changes	<u>(308,858)</u>	<u>1,660,289</u>
Increase in net assets without donor restriction	333,331	3,066,913

CATHEDRAL VILLAGE

Statements of Operations and Changes in Net Assets

Quarter ended March 31, 2018 and year ended December 31, 2017

	March 31, 2018	December 31, 2017
Net assets with donor restrictions:		
Contributions, gifts and bequests	\$ 1,152	60,102
Change in fair value	(17,380)	195,840
Net assets released from restrictions	(107,507)	(100,191)
Change in net assets with donor restrictions	(123,736)	155,751
Change in net assets	209,595	3,222,664
Net assets, beginning of year	19,437,150	16,214,486
Net assets, end of year	\$ 19,646,745	19,437,150

CATHEDRAL VILLAGE

Statements of Cash Flows

Quarter ended March 31, 2018 and year ended December 31, 2017

	March 31, 2018	December 31, 2017
Cash flows from operating activities:		
Change in net assets	\$ 209,595	3,222,664
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation	801,475	3,044,869
Bad debt write-offs	73,891	359,238
Proceeds from refundable entrance fees and deposits, net of refunds	976,824	5,397,367
Amortization of entrance fees	(830,327)	(3,965,925)
Unrealized loss (gain) on investments and assets held in trust by others	326,374	(1,856,129)
Realized gain on investments	(173,222)	(216,481)
Amortization of deferred financing costs	2,001	8,002
Amortization of bond discount/premium	(851)	(3,406)
Deferred energy cost adjustment	(15,588)	(62,352)
Change in assets and liabilities:		
Accounts receivable	(38,235)	(296,412)
Entrance fee receivable	(75,075)	220,950
Pledges receivable	24,000	(27,449)
Other assets	(136,591)	30,685
Accounts payable	707,541	(606,823)
Accrued expenses and deferred revenue other	(1,110,649)	1,373,372
Net cash provided by operating activities	<u>741,164</u>	<u>6,622,170</u>
Cash flows used in investing activities:		
Acquisition of property and equipment	(2,370,048)	(6,852,024)
Net proceeds from sale of investments	(42,379)	(293,156)
Net cash used in investing activities	<u>(2,412,428)</u>	<u>(7,145,180)</u>
Cash flows from financing activities:		
Refunds of entrance fees and deposits	(91,688)	(180,711)
Principal payments on long-term debt	(61,543)	(460,459)
Repayments on capital lease obligations	(5,601)	(21,961)
Change in due to/from affiliates	1,830,095	1,186,640
Net cash provided by financing activities	<u>1,671,264</u>	<u>523,509</u>
Net increase in cash and cash equivalents	0	499
Cash and cash equivalents, beginning of year	<u>1,000</u>	<u>501</u>
Cash and cash equivalents, end of year	<u><u>\$ 1,000</u></u>	<u><u>1,000</u></u>