

# A REPORT ON THE SERVICES

# OF THE ARCHDIOCESE OF NEW YORK

## DEAR FRIENDS IN THE LORD,

Your response to the archdiocesan financial statement published in *Catholic New York* last year was overwhelmingly positive. In my travels throughout the 19 vicariates of the archdiocese, I have been approached time and again by pastors and parishioners who appreciated this comprehensive explanation of our finances and insight into how we administer the funds you have so generously entrusted to our stewardship.

Frankly, they were amazed at how well we are able to stretch a dollar in carrying out the Lord's work and, simultaneously, alarmed at how significantly our finances have been hurt by the economy.

A closer look at the shrinking dollars and growing demands confirms the wisdom of two strategic planning initiatives launched this past year: *Making All Things New* will help define and meet the pastoral needs of all of our parishioners while keeping a realistic eye on the personnel and financial resources available to us. *Pathways to Excellence* is already probing Catholic elementary education from all angles to make certain that our schools provide the finest gospel-inspired, challenging programs of excellent academic and spiritual formation to as many students as possible in a way that is fiscally responsible.

I won't sugarcoat it. Both of these programs are going to be painful in the short term. But a healthy and vibrant archdiocese, with spiritually-enriched parishes and outstanding schools requires a thoughtful allocation of a limited supply of clergy and capital.

Please read this year's report carefully as it presents a comprehensive financial picture of our archdiocese. Impossible to quantify, though, are the spirit, love, and dedication behind these numbers. The clergy, religious, and faithful of the Archdiocese of New York form a community unlike any other that I have known. They celebrate their neighbor's triumphs as well as their own, and pull together to make even the toughest of days easier.

These are difficult financial times, but the Lord will carry us through, leaving us stronger in the end. Heartfelt gratitude for all that you do in helping me fulfill my pastoral, educational, and charitable responsibilities as your archbishop.

With prayerful best wishes, I am,

Faithfully in Christ,  
† *Most Reverend Timothy M. Dolan*  
*Archbishop of New York*



# PARISHES

## *Meeting the Needs of the Faithful*

**THE ARCHDIOCESE OF NEW YORK** makes it possible for 370 parishes to tend to the spiritual care of the more than 2.6 million Catholics in its 19 vicariates (10 counties).

Each parish is a distinct and separate legal entity, incorporated under the civil laws of the state of New York. As such, each has its own certificate of incorporation, bylaws, and board of trustees comprised of the archbishop, vicar general, pastor, and two members of the faithful. At the same time, each parish is a religious entity, administratively and fiscally responsible to the archbishop and subject to canon law that requires each parish to have a finance council in order to fulfill its responsibilities.

The pastor is at the heart of the parish. Although his primary duty is the spiritual well-being of his parishioners, he must also maintain its physical plant, oversee its education programs, support its various ministries, and manage its finances. His leadership and direction are critical to the vitality of the parish as a community of faith.

To support the mission of the parish, the archdiocese provides each pastor and his lay leaders with professional and practical advice as needed in administration, construction, fundraising, and finance. Parishes also assist one another through the Parish Assistance Corporation, which borrows from solvent parishes and lends to parishes requiring financial assistance for capital improvements. In 2010, 87 parishes borrowed \$15.7 million for long-term projects.

A parish struggling to meet its day to day expenses may seek a grant from the Inter-Parish Finance Commission (IPF), which is overseen by a board of 25 pastors. In 2010, 70 parishes received \$9.7 million in archdiocesan support to meet their operational costs. This represents a slight decrease from the previous year. In 2010, IPF established new

procedures that expand the role of associate directors of finance in each vicariate. In addition to helping parishes and schools develop realistic budgets, practice sound financial management, and adhere to archdiocesan policies, associate directors now take a proactive role in assisting parishes with enhanced financial administration, control, and analysis to effect cost savings.

To ensure healthy parishes into the future, the *Making All Things New* pastoral-planning initiative has begun to identify and meet the most pressing pastoral needs of the faithful with regional plans reflecting population shifts throughout the archdiocese.



PARISH REVENUE	
Collections, donations, and contributions	62%
Religious education, RCIA registration, and fees	4%
Capital temporary/permanent restricted donations	9%
Extraordinary donations and bequests	8%
Fundraising	6%
Archdiocesan support	6%
Investment income	3%
Other revenues, proceeds from sales, and insurance reimbursement	2%
<b>TOTAL REVENUE: \$265,821,296</b>	<b>100%</b>

PARISH EXPENSES	
Lay personnel costs	25%
Clergy personnel costs	12%
Religious personnel costs	1%
Repairs, maintenance, and plant costs	16%
Utilities	8%
Religious education programs	7%
Support to elementary schools	8%
Fundraising costs	1%
Cathedraticum assessments	5%
Office and clerical support services	12%
House living expenses	2%
Program and development costs	1%
Interest	1%
Grants and charitable contributions	1%
<b>TOTAL EXPENSES: \$236,810,771</b>	<b>100%</b>

# SCHOOLS

## Following Pathways to Excellence

**THE ARCHDIOCESE OF NEW YORK** is committed to providing its young people with a solid Catholic education. In 2010, 50,842 students enjoyed the experience of a Catholic elementary education. To make certain that each school is academically at its best, Catholic in identity, fully enrolled, and financially sound for the future, the superintendent of schools developed *Pathways to Excellence*, a strategic plan to strengthen the Catholic school system throughout the archdiocese.

In recent years, schools have annually required significant archdiocesan subsidies to continue their mission. Since 2002, the archdiocese has provided more than \$134 million in support to struggling elementary schools. During 2010, 84 of the archdiocese's 186 elementary schools received \$20.5 million in aid through IPF and internal sources.

After evaluating schools on the basis of enrollment trends, physical plants, proximity to other Catholic schools, and academic performance, the archdiocese reluctantly determined to withdraw significant grants (over \$11 million annually) from 27 elementary schools at the end of this academic year (2010-2011) in an effort to use its limited resources more wisely and effectively over the years to come.

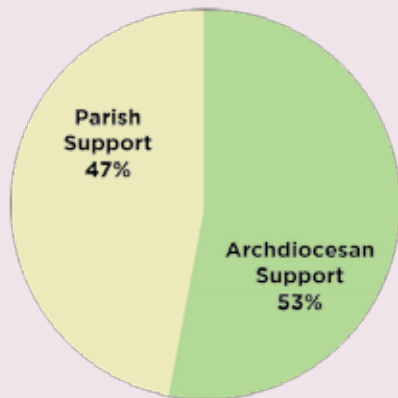
Students from closed schools have been urged to enroll in neighboring Catholic schools and, happily, nearly 70% have done so. Some of the funds no longer dedicated to subsidies will be used for scholarships and academic enhancements at the receiving schools. The new face of healthy Catholic elementary schools mirrors the changing demographic and economic landscape of our times. Nonetheless, the archdiocese will continue to offer a Christ-centered, rigorous academic, and affordable education in each of its elementary schools.



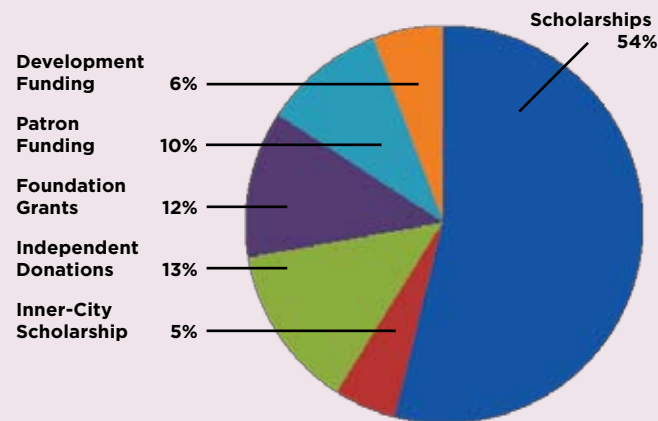
ELEMENTARY SCHOOL REVENUE	
Tuition, fees, cafeteria, and other	67%
Archdiocesan support	7%
Parish support	7%
Scholarships, grants, patrons, and development	7%
Fundraising	4%
Governmental and NY mandated services	5%
Investment income and restricted and extraordinary donations	2%
Rental income and domicile receipts	1%
<b>TOTAL REVENUE: \$278,109,315</b>	<b>100%</b>

ELEMENTARY SCHOOL EXPENSES	
Lay personnel costs	77%
Religious personnel costs	2%
Repairs, maintenance, and other plant costs	7%
Utilities	4%
Technology, classroom and instructional materials	3%
Office and accounting services and miscellaneous service contracts	3%
Student activities, extended day programs, and summer school and outreach	2%
Consumables, cafeteria, and vending	1%
Fundraising costs	1%
<b>TOTAL EXPENSES: \$277,716,600</b>	<b>100%</b>

**ARCHDIOCESAN AND PARISH SUPPORT**  
\$38,324,510



**SCHOLARSHIPS, GRANTS, AND DONATIONS**  
\$19,803,317



Although most school revenue is generated from tuition and fees, this covers, on an average, only 67% of the cost of operating an elementary school. Schools, therefore, rely on parishes, the archdiocese, scholarships, and grants to make up the shortfall. Scholarships, grants, patrons, and development provide 7% of the income for elementary schools.



## CHARITIES

### *Providing Help, Creating Hope*

**THE CATHOLIC CHARITIES** of the Archdiocese of New York is a federation of over 90 agencies in New York City and the Lower Hudson Valley that helped more than 356,000 people in 2010, representing an increase of 10% from the previous year.

Catholic Charities provides a spectrum of services, including feeding the hungry and sheltering the homeless, strengthening families and resolving crises, nurturing and protecting children and youths, supporting the physically and emotionally challenged, and welcoming and integrating immigrants and refugees. Catholic Charities agencies are able to accomplish all of this while keeping administrative costs low, spending 88 cents of every dollar received on its programs.

While many services are provided through government partnerships, substantial private philanthropy is necessary to sustain the range and quality of the services offered by Catholic Charities agencies. In February 2010, the inaugural Catholic Charities Gala was



held at the Waldorf-Astoria Hotel, and it raised \$1.72 million.

“These are tough times for Catholic Charities. Need among our neighbors increased while funding fell short,” said Monsignor Kevin Sullivan, executive director of Catholic Charities. He added, “I am grateful that many have reached even deeper and contributed even more to partially fill these shortfalls. Yet, I must also acknowledge the burden of an increased demand for help. It falls directly on the staff of our 90 Catholic Charities agencies, spread throughout the New York area.”

## SEMINARY

### *Cooperation in Priestly Formation*

**BEGINNING IN AUGUST**, college-age men preparing for the priesthood in the Archdiocese of New York, the Diocese of Brooklyn, and the Diocese of Rockville Centre will participate in a joint program at the Cathedral Seminary Residence of the Immaculate Conception in Douglaston, Queens.

Bishop Gerald T. Walsh, rector of Saint Joseph’s Seminary, Dunwoodie, which is the major theologate of the archdiocese, noted that being part of a larger group of men involved in the same decision-making process will enable greater opportunities for prayer, support, and fraternity. The (arch)dioceses will share the administration of the college seminary, including financial and personnel resources.

The seminary staffs of the three (arch)dioceses have been studying ways to collaborate more closely for the past few years. These discussions have been encouraged by recent comments about joint seminaries



by the Vatican and the United States Conference of Catholic Bishops.

This should not only improve the quality of priestly formation, but conserve resources of personnel and money.

## Condensed Balance Sheets and Statements of Activities

### ORGANIZATION

Within the Archdiocese of New York there are 370 parishes; 274 schools (30 schools were closed in June – 27 elementary and 3 high schools); and over 90 Catholic Charities-related institutions, agencies, and programs, each of which is a separately incorporated entity with its own board of directors, financial statements, books and records, and distinct operations.

Archdiocesan Services entities are religious corporations exempt from federal income taxes under section 501(c) 3 of the Internal Revenue Code.

Archdiocesan Services represents a combination of 15 entities providing health and social services; pastoral and educational programs; and financial, administrative, and program support to parishes, schools, and other organizations of the archdiocese.

The accompanying condensed financial statement of Archdiocesan Services, for the years ending August 31, 2009 and 2010, aggregate the financial statements of all 15 entities. The financial statements of 10 of these entities, comprising 98% of total assets and nearly 100% of revenues, were reviewed by independent auditors, each expressing unqualified (positive) opinions. In combining the individual entity financial statements, transactions between and among these entities were eliminated to create the condensed financial statement.

In November 2010, the archdiocese published, for the first time in a number of years, its fiscal year 2009 condensed statement in *Catholic New York*. As was stated then, it is the archbishop's intention to publish the Archdiocesan Services financial statement and related commentaries annually in *Catholic New York* in late spring or early summer, as is now

being done for fiscal year 2010.

The financial statements that follow have been presented to and approved by the archdiocese's Finance Council. Its members are John Castle; Gerald Clark; George K. Cooney; Stephen M. Lessing; Thomas J. Moran; Stephen V. Murphy; Thomas M. McGee; Robert H. Niehaus; John Phelan, Jr.; George Philips, Esq.; Bernard Reidy; Julia Shea, Esq.; Barry F. Sullivan, Mary Ann Tighe; and Monsignor William Belford.

### CONDENSED BALANCE SHEETS

Total assets of Archdiocesan Services, as of August 31, 2010, reflect an increase of \$13 million, or 3%, from the 2009 level. Cash and investments increased by \$22 million, attributable to cash generated from operations as well as investment and property sale gains. Fixed assets of approximately \$69 million are reported net of accumulated depreciation. Gross fixed assets of \$141 million consist of land and buildings with a cost of \$125 million and furniture and equipment with a cost of \$16 million.

With respect to liabilities of Archdiocesan Services, the increase of \$21 million, or 10%, is attributable principally to new loans advanced by affiliated entities to provide additional capital in support of the Parish Assistance Corporation and an increase in accrued post-retirement health benefits for priests.

Total net assets declined by \$8 million, or 4%, reflecting an excess of expenses over revenues of more than \$15 million in fiscal year 2010, offset by gains in investments and property sales. The decline in expendable net assets was even steeper, falling approximately 9%, to \$68 million.

### CONDENSED STATEMENTS OF ACTIVITIES

Total revenues in fiscal year 2010 of \$190 million increased by approximately \$15 million, or 8%, from 2009's level, as increases in contributions, support service fees and assessments, and investment income more than offset the decrease in government grants and contracts. The increases largely reflected the improving economy, while the drop in governmental funding was caused by the transfer of the Head Start program to an archdiocesan entity outside Archdiocesan Services.

Total expenses in fiscal year 2010 were approximately \$9 million, or 5% more than in 2009. Grants and subsidies to parishes and schools declined by \$4 million, due in large part to the utilization of donor-restricted contributions and investment return. This general budget relief is not expected to be available in the future. The \$6 million decrease in education expenses reflects the aforementioned transfer of the Head Start program. The increase in affiliate-support services principally reflects increased insurance program costs. Administration and fundraising expenses totaled approximately \$24 million in fiscal year 2010, or less than 12% of total expenses.

With respect to gains and losses reported below the excess of expenses over revenues, Archdiocesan Services benefited in 2010 from a \$4 million gain on property sales, following a \$23 million gain in the prior year. Net investment gains of more than \$6 million reflect improved equity market performance and a more than \$20 million favorable variance from the \$14 million loss experienced in 2009.

# ARCHDIOCESAN SERVICES • AUGUST 31, 2010 AND 2009

## CONDENSED BALANCE SHEET

	2010	2009
Assets:		
Cash and investments	235,289,148	212,894,483
Loans and accounts receivable principally from parishes and other affiliates, net	99,325,389	106,128,157
Other assets	7,643,772	7,990,194
Beneficial interest in charitable trusts	19,612,599	20,402,916
Fixed assets	72,436,579	73,735,730
<b>Total assets</b>	<b>434,307,487</b>	<b>421,151,480</b>
Liabilities:		
Accounts payable and other liabilities	74,474,531	69,943,006
Allowances for property, casualty, and health insurance losses	42,131,375	40,884,930
Accrued post-retirement health benefits for priests	40,582,952	36,937,871
Loans payable to affiliated entities	81,818,980	70,125,277
<b>Total liabilities</b>	<b>239,007,838</b>	<b>217,891,084</b>
Net assets:		
Expendable (unrestricted and temporarily restricted)	68,216,931	74,620,431
Non-expendable (investment in fixed assets and permanently restricted)	127,082,718	128,639,965
<b>Total net assets</b>	<b>195,299,649</b>	<b>203,260,396</b>
<b>Total liabilities and net assets</b>	<b>434,307,487</b>	<b>421,151,480</b>

## CONDENSED STATEMENT OF ACTIVITIES

	2010	2009
Revenues:		
Contributions, including contributed services	57,924,227	53,648,141
Government grants and contracts	34,752,278	42,772,404
Support service fees and assessments from parishes and affiliates	50,464,187	40,721,436
Investment income, including rent and royalties	31,609,863	23,313,197
Other revenues	15,738,209	15,268,084
<b>Total revenues</b>	<b>190,488,764</b>	<b>175,723,262</b>
Expenses:		
Grants and subsidies to parishes and schools	35,566,978	39,332,999
Health and social services	51,678,135	49,194,475
Pastoral	31,831,379	30,170,166
Education	12,004,282	18,174,095
Religious personnel development	5,858,126	5,659,054
Affiliated support services	45,147,624	31,412,725
Administration	14,778,094	13,469,637
Fundraising	9,318,137	9,379,673
<b>Total expenses</b>	<b>206,182,755</b>	<b>196,792,824</b>
<b>Excess of expenses over revenues</b>	<b>(15,693,991)</b>	<b>(21,069,562)</b>
Gains and Losses:		
Net realized and unrealized investment gains (losses)	6,317,320	(13,998,609)
Gain on sale of archdiocesan property	4,001,035	22,977,729
Other, net	(2,585,111)	(6,746,320)
<b>Decrease in net assets</b>	<b>(7,960,747)</b>	<b>(18,836,762)</b>
<b>Net assets at beginning of year</b>	<b>203,260,396</b>	<b>222,097,158</b>
<b>Net assets at the end of the year</b>	<b>195,299,649</b>	<b>203,260,396</b>

### The Archdiocesan Services Condensed Balance Sheet and Statement of Activities include the following entities:

Archdiocese of New York, Archbishopric of New York, Archdiocesan Services Corporation, Ecclesiastical Assistance Corporation, Ecclesiastical Properties Corporation, Institutional Commodities Services Corporation, Cardinal Spellman Foundation, Saint Rose Settlement, Saint Paul Guild, Parish Assistance Corporation, Department of Education, Catholic Indemnity Insurance Corporation, Saint Joseph's Seminary and College, The Catholic Charities of the Archdiocese of New York (Combined), and the Roman Catholic Fund for Children.



# SUMMARY

The accompanying combined financial statement of Archdiocesan Services for the year ended August 31, 2010 has been delineated into the following components: the archdiocese's Central Offices, Parish Assistance Corporation, Department of Education, Catholic Indemnity Insurance Company, Saint Joseph's Seminary and College, and The Catholic Charities of the Archdiocese of New York (including the Roman Catholic Fund for Children). The total columns in these statements reflect the elimination of intra-Archdiocesan Services transactions or balances approximating \$37 million with respect to assets and liabilities and \$20 million with respect to revenues and expenses.

## The Archdiocese's Central Offices

The following corporations are included in the financial statement of the archdiocese's Central Offices: Archdiocese of New York, Archbishopric of New York, Ecclesiastical Assistance Corporation, Institutional Commodities Services Corporation, Archdiocesan Services Corporation, Ecclesiastical Properties Corporation, Cardinal Spellman Foundation, Saint Rose Settlement, and Saint Paul Guild. In addition, the Pension Department of the archdiocese's Central Offices makes distributions to more than 14,000 retirees and services approximately 11,000 active employees at more than 700 independent organizations participating in the plan.

The significant components of the archdiocese's Central Offices contribution revenues in 2010 are the annual Stewardship Appeal, other contributions from the faithful, and contributions from the New York Catholic Foundation and affiliates.

The archdiocese's Central Offices have two broad program-expense categories: (1) grants, subsidies, and services to parishes, schools, and affiliates; and (2) pastoral services which include clergy care as well as spiritual and social outreach. Collectively, in 2010, these expenses exceeded \$100 million and represented more than 85% of total expenses.

## Parish Assistance Corporation (PAC)

Parish Assistance Corporation (PAC) provides cash management and other financial support to parishes, charities, religious orders, and other Catholic entities throughout the archdiocese. PAC provides support by, among other things, making loans to entities with projects in need of financing and receiving loans from entities to provide a source of lending capital. In 2010, PAC made loans to support-affiliated projects totaling \$20.3 million.

## ARCHDIOCESAN SERVICES COMBINING BALANCE SHEET • YEAR ENDED AUGUST 31, 2010

	TOTAL	Archdiocese's Central Offices	Parish Assistance Corp.	Department of Education	Catholic Indemnity Insurance Company	Saint Joseph's Seminary	Catholic Charities
Assets:							
Cash and investments	<b>235,289,148</b>	78,448,458	39,256,563	16,749,879	44,563,253	19,451,801	36,869,194
Loans and accounts receivable principally from parishes and other affiliates, net	<b>99,325,389</b>	52,008,385	64,171,521	2,478,218	--	4,098,345	11,614,663
Other assets	<b>7,643,772</b>	6,639,958	1,087,208	142,881	1,334,599	118,676	551,415
Beneficial interest in charitable trusts	<b>19,612,599</b>	15,769,522	--	--	--	96,587	3,746,490
Fixed assets	<b>72,436,579</b>	54,961,440	10,901	936,825	--	4,773,196	11,754,217
<b>Total assets</b>	<b>434,307,487</b>	207,827,763	104,526,193	20,307,803	45,897,852	28,538,605	64,535,979
Liabilities:							
Accounts payable and other liabilities	<b>74,474,531</b>	48,234,281	1,068,218	6,221,795	7,429,413	3,023,783	10,728,006
Allowances for property, casualty, and health insurance losses	<b>42,131,375</b>	15,083,279	--	--	27,048,096	--	--
Accrued post-retirement health benefits for priests	<b>40,582,952</b>	40,582,952	--	--	--	--	--
Loans payable to affiliated entities	<b>81,818,980</b>	8,948,611	99,916,112	--	8,000,000	--	--
<b>Total liabilities</b>	<b>239,007,838</b>	112,849,123	100,984,330	6,221,795	42,477,509	3,023,783	10,728,006
Net assets:							
Expendable (unrestricted and temporarily restricted)	<b>68,216,931</b>	23,870,992	3,530,962	7,927,220	3,420,343	(974,972)	30,492,386
Non-expendable (investment in fixed assets and permanently restricted)	<b>127,082,718</b>	71,107,648	10,901	6,158,788	--	26,489,794	23,315,587
<b>Total net assets</b>	<b>195,299,649</b>	94,978,640	3,541,863	14,086,008	3,420,343	25,514,822	53,807,973
<b>Total liabilities and net assets</b>	<b>434,307,487</b>	207,827,763	104,526,193	20,307,803	45,897,852	28,538,605	64,535,979

## Department of Education (DOE)

The Department of Education (DOE) was established in 1970 and operates under a permanent charter granted by the New York State Board of Regents in 1974. Its principal purpose is to provide educational, managerial, financial, and other forms of support and assistance to the schools and educational programs operated by or under the supervision of the archdiocese. It includes the Office of the Superintendent of Schools, the Catechetical Office, the University Apostolate, the Office for Religious Vocations, and Instructional Television. A significant responsibility of DOE is the oversight of federally-funded programs, including Child Nutrition and Drug Abuse Protection. Additionally, DOE administers special educational programs, including the John Cardinal O'Connor Learning Center.

The Department of Education relies on annual grants from the archdiocese to support its operations. Excluding such support, which amounted to \$5.1 million in 2010, DOE's government grants and contacts represent 57% of total revenues. More than 90% of DOE's expendable net assets, as of August 31, 2010, are restricted by donors for scholarships.

## Catholic Indemnity Insurance Company (CIIC)

Catholic Indemnity Insurance Company (CIIC) provides insurance coverage, including workers' compensation, casualty and property, general liability, directors and officers, and student accident to independent components, cemeteries, and other institutions.

As of August 31, 2010, CIIC held approximately \$45 million in cash and investments, which exceeded its loss reserves and other liabilities by \$2 million. Its revenues consist principally of premiums billed to parishes and other affiliated entities.

*Summaries continued on next page*

## ARCHDIOCESAN SERVICES COMBINING STATEMENT OF ACTIVITIES • YEAR ENDED AUGUST 31, 2010

	TOTAL	Archdiocese's Central Offices	Parish Assistance Corp.	Department of Education	Catholic Indemnity Insurance Company	Saint Joseph's Seminary	Catholic Charities
Revenues:							
Contributions, including contributed services	57,924,227	38,054,086	--	4,032,348	--	2,371,880	13,465,913
Government grants and contracts	34,752,278	--	--	13,295,078	--	--	21,457,200
Grants from combining entities	--	5,270,692	--	5,111,882	--	3,384,670	1,250,000
Support service fees and assessments from parishes and affiliates	50,464,187	39,520,681	--	--	14,727,467	--	--
Investment income, including rent and royalties	31,609,863	22,887,993	3,974,407	390,313	3,432,300	547,994	1,369,468
Other revenues	15,738,209	2,695,937	--	5,593,799	--	675,993	6,772,480
<b>Total revenues</b>	<b>190,488,764</b>	<b>108,429,389</b>	<b>3,974,407</b>	<b>28,423,420</b>	<b>18,159,767</b>	<b>6,980,537</b>	<b>44,315,061</b>
Expenses:							
Grants and subsidies to parishes and schools	35,566,978	35,566,978	--	--	--	--	--
Grants to combining entities	--	9,746,552	--	--	--	--	5,270,692
Health and social services	51,678,135	--	--	14,345,081	--	--	38,386,373
Pastoral	31,831,379	30,838,800	--	992,579	--	--	--
Education	12,004,282	342,169	--	11,662,113	--	--	--
Religious personnel development	5,858,126	--	--	--	--	5,858,126	--
Affiliated support services	45,147,624	24,296,901	4,001,633	--	16,849,090	--	--
Administration	14,778,094	10,225,802	--	1,245,745	--	1,330,755	5,699,046
Fundraising	9,318,137	6,371,809	--	--	--	225,292	2,721,036
<b>Total expenses</b>	<b>206,182,755</b>	<b>117,389,011</b>	<b>4,001,633</b>	<b>28,245,518</b>	<b>16,849,090</b>	<b>7,414,173</b>	<b>52,077,147</b>
<b>(Deficiency) Excess of revenues over expenses</b>	<b>(15,693,991)</b>	<b>(8,959,622)</b>	<b>(27,226)</b>	<b>177,902</b>	<b>1,310,677</b>	<b>(433,636)</b>	<b>(7,762,086)</b>
Gains and Losses:							
Net realized and unrealized investment gains	6,317,320	3,314,051	925,305	449,176	--	591,006	1,037,782
Gain on sale of archdiocesan property	4,001,035	4,001,035	--	--	--	--	--
Other, net	(2,585,111)	(3,566,537)	--	(16,837)	--	997,823	440
<b>(Decrease) increase in net assets</b>	<b>(7,960,747)</b>	<b>(5,211,073)</b>	<b>898,079</b>	<b>610,241</b>	<b>1,310,677</b>	<b>1,155,193</b>	<b>(6,723,864)</b>
<b>Net assets at beginning of year</b>	<b>203,260,396</b>	<b>100,189,713</b>	<b>2,643,784</b>	<b>13,475,767</b>	<b>2,109,666</b>	<b>24,359,629</b>	<b>60,531,837</b>
<b>Net assets at end of year</b>	<b>195,299,649</b>	<b>94,978,640</b>	<b>3,541,863</b>	<b>14,086,008</b>	<b>3,420,343</b>	<b>25,514,822</b>	<b>53,807,973</b>



# SUMMARY (Cont.)

## Saint Joseph's Seminary and College (Saint Joseph's Seminary)

Saint Joseph's Seminary, founded in 1896, is located in Yonkers (Dunwoodie), New York. The mission of the seminary is the spiritual and academic formation of candidates for the priesthood. It offers instruction to seminarians in programs leading to a Bachelor of Sacred Theology, Master of Divinity, Master of Arts in Theology, and Master of Arts in Religious Studies degrees, and is accredited by the Middle States Association of Colleges and Secondary Schools and the Association of Theological Schools in the United States and Canada.

Saint Joseph's Seminary operates in deficit each year, relying on archdiocesan support. As of August 31, 2010, the endowment of the seminary was approximately \$18 million, providing about \$1 million in support for its operations.

## The Catholic Charities of the Archdiocese of New York (Catholic Charities)

The Catholic Charities of the Archdiocese of New York is a non-profit corporation, having been incorporated in 1917 under the laws of the state of New York. Catholic Charities coordinates and oversees the charitable activities of the archdiocese. It provides services in accord with all applicable federal, state, and local laws, assisting those in need regardless of religion. Catholic Charities' support and revenue are generated predominately from public funding and contributions.

Catholic Charities provides a wide range of human services in order to assist those in need under various auspices throughout the archdiocese. Religious communities sponsor some and several have grown from parish communities of faith. Others were founded by charismatic clergy, religious, and lay leaders. Together, they form The Catholic Charities of the Archdiocese of New York, a federation of over 90 administered, sponsored, and affiliated agencies touching upon almost every basic human need.

In fiscal year 2010, Catholic Charities provided more than \$38 million in support for the broad range of programs it offers to enhance the lives of so many New Yorkers.

