

Orthodox Church in America
Balance Sheet
As of December 31, 2007 and September 30, 2008

	<u>Dec. 31, 2007</u>	<u>Sept. 30, 2008</u>
Assets		
Cash and Cash Equivalents	\$ 679,696	\$ 642,253
Accounts Receivable	19,474	37,523
Assessments Receivable	228,953	74,268
Notes Receivable	37,369	28,720
Prepaid Expenses	28,016	87,768
Inventory	23,708	23,708
Investments	2,784,831	2,265,717
Fixed Assets	416,637	371,957
Total Assets	<u>\$ 4,218,683</u>	<u>\$ 3,531,915</u>
Liabilities		
Accounts Payable	\$ 212,499	\$ 17,619
Loans Payable	1,120,267	1,041,122
Deferred compensation	59,798	56,088
Deferred revenue	6,360	6,360
Annuity and Unitrust Agreements	812,722	812,722
Total Liabilities	<u>\$ 2,211,647</u>	<u>\$ 1,933,911</u>
Net Assets		
Unrestricted net assets	(274,286)	(255,487)
Temporarily Restricted Net Assets	126,506	243,774
Permanently Restricted Net Assets	2,154,816	1,609,717
Total Net Assets	<u>2,007,036</u>	<u>1,598,004</u>
 Total Liabilities and Net Assets	 <u>\$ 4,218,683</u>	 <u>\$ 3,531,915</u>

ORTHODOX CHURCH IN AMERICA
 DETAILED BALANCE SHEET
 December 31, 2007 and September 30, 2008

	Dec 31, 2007	Sept 30, 2008
ASSETS		
Current Assets		
Checking/Savings		
<i>Unrestricted</i>		
Commerce Checking- Operating	\$ 126,931.05	\$ 3,530.58
Commerce Bank- Payroll	7,541.71	12,683.09
Astoria Bank- St.Sergius Chapel	2,403.44	2,403.44
Honesdale Bank Checking	15,700.71	15,700.71
Keybank OCPC	14,995.61	14,995.61
Royal Bank of Canada Checking	7.18	7.18
Petty Cash- Chancery Office	2,000.00	2,860.28
	169,579.70	52,180.89
<i>Temporarily Restricted</i>		
Commerce Bank- 15th All American Council	0.00	146,059.00
Commerce Bank - Restricted	85,574.61	11,618.80
Commerce Bank- Money Market	72,904.79	73,041.38
Honesdale Bank Money Market	351,637.03	359,352.83
	510,116.43	590,072.01
Total Checking/Savings	679,696.13	642,252.90
Accounts Receivable		
Assessments Receivable		
Albanian	3,600.00	0.00
Eastern PA		27,941.25
Western PA	21,122.50	0.00
Midwest	202,230.00	0.00
New England	0.00	19,326.67
Romanian	2,000.00	2,000.00
South	0.00	25,000.00
Total Assessments Receivable	228,952.50	74,267.92
Pledges Receivable		
All American Council	19,474.29	18,330.44
	0.00	19,193.00
Total Accounts Receivable	19,474.29	37,523.44
Other Current Assets		
OCPC Stock Inventory	23,707.79	23,707.79
Due from OCA Pension Dept	3,611.36	3,663.53
Notes Receivable	37,369.13	28,720.12
Prepaid Expense	5,168.50	60,168.50
A/R Employee Assistance Program	19,236.00	24,037.32
Other	0.00	-101.00
Total Other Current Assets	89,092.78	140,196.26
Total Current Assets	1,017,215.70	894,240.52
Fixed Assets		
Plant Fund Building & Improve	531,783.27	531,783.27
Plant Fund Furniture & Equip	50,847.18	50,847.18
Plant Fund Auto & Garden Equip	71,874.50	71,874.50
Plant Fund Computer Equip	306,622.20	316,342.20

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	<u>Dec 31, 2007</u>	<u>Sept 30, 2008</u>
Plant Fund Software	0.00	3,000.00
Plant Fund Chapel Equip & Furn	25,000.00	25,000.00
Plant Fund Real Estate	-0.14	-0.14
Plant Fund Capitalized Closing	87,681.59	87,681.59
Accum Deprec Bld & Improvements	-248,527.07	-265,146.07
Accum Deprec Furn & Equip	-45,346.11	-48,286.11
Accum Deprec Auto & Garden Equi	-71,875.33	-71,875.33
Accum Deprec Computer Equip	-266,192.91	-295,428.91
Accum Deprec Chapel Equip & Fur	-19,750.00	-22,875.00
Accum Deprec Real Estate	-0.33	-0.33
Accum Amort Capital Close Cost	-5,480.00	-10,960.00
Total Fixed Assets	416,636.85	371,956.85
 Restricted Investments and Trusts		
Wachovia Metro Deferred Comp. Cash	11,092.13	7,829.95
Wachovia Metro DC Investments	102,507.32	89,698.11
Wachovia Metro DC Allow for MV	-904.31	-26,700.97
Total Wachovia Metropolitan Deferred Compensation	112,695.14	70,827.09
Fellowship of Orthodox Stewards Cash/Cash Ec	542.66	436.17
FOS Investments	126,255.61	111,422.37
FOS Allowance for F. M. V.	-8,147.86	-20,023.65
Total Wachovia Fellowship of Orthodox Stewards Endowmen	118,650.41	91,834.89
A & B York Trust Cash/Cash Equiv	51,661.97	45,460.13
A & B York Investments	519,341.23	441,347.53
A & B Allowance for F. M. V.	67,264.81	-4,324.36
Total Wachovia A & B York Trust	638,268.01	482,483.30
J McGuire trust Cash/Cash Equiv	21,791.02	14,803.40
J McGuire Investment	241,922.33	217,734.91
J McGuire Allow for F. M. V.	19,115.03	8,557.23
Total Wachovia J. McGuire Nimcrut	282,828.38	241,095.54
Kavalenko Nimcrut Cash/Cash Equiv	1,410.90	-283.10
Kavalenko Nimcrut Investments	73,670.96	66,703.40
Kavalenko Nimcrut Allow for M. V.	840.97	-1,488.14
Total Wachovia L. Kavalenko Trust	75,922.83	64,932.16
St. Andrew Cash/Cash Equiv	1,778.41	1,125.22
St. Andrews Investments	160,005.47	145,804.93
St. Andrews Allowance for M. V.	-8,559.46	-19,921.94
Wachovia St. Andrews Endowment	153,224.42	127,008.21
Antonia Rotko Cash/ash Equiv	16,180.06	9,604.30
Antonia Rotko Investments	173,824.40	151,812.01
Antonia Rotko Allow for M.V.	17,745.55	9,106.18
Total Wachovia A Rotko Nimcrut Trust	207,750.01	170,522.49
Wachovia Main Endow Cash/Cash Equiv	75,290.73	28,488.63
Wachovia Main Endow Investments	930,231.70	820,644.95

ORTHODOX CHURCH IN AMERICA
 DETAILED BALANCE SHEET
 December 31, 2007 and September 30, 2008

	Dec 31, 2007	Sept 30, 2008
Wachovia Main Endow Allowance for F.M.V.	82,866.45	60,777.02
Total Wachovia Main Endowment	1,088,388.88	909,910.60
HVIZD Annuity	107,103.10	107,103.10
Wachovia Other Investments	-0.20	-0.19
Total Restricted Investments and Trusts	2,784,830.98	2,265,717.19
TOTAL ASSETS	\$ 4,218,683.53	\$ 3,531,914.56
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts payable and accrued Expenses	212,499.41	10,069.52
Pension and other benefits	0.00	7,549.54
Auto loan - Ford Motor Credit	21,360.33	12,524.36
Accrued unitrust distributions	17,857.04	17,857.04
Accrued endowment distributions	5,419.05	5,419.05
Other	99.00	461.00
Current portion of Long term debt	87,666.15	87,666.15
Total Current Liabilities	344,900.98	141,546.66
Long Term Liabilities		
Deferred Compensation and annuities		
Defered Compensation liability	59,797.92	56,088.46
Defered Compensation liability	6,359.71	6,359.71
Hvizd Annuity liability	98,989.76	98,989.76
Unitrust liability	187,485.19	187,485.19
York trust liability	526,247.14	526,247.14
Total Deferred compensation and annuities	878,879.72	875,170.26
Honesdal National Bank, Long term portion	987,865.82	917,194.41
Total Liabilities	\$ 2,211,646.52	\$ 1,933,911.33
Equity		
Unrestricted Net Assets	\$ (274,285.76)	\$ (274,126.89)
Current Year Activity		18,640.35
Total Unrestricted Net Assets	(274,285.76)	(255,486.54)
Temporarily Restricted Net Assets	\$ 126,506.27	\$ 126,506.27
Current Year Activity		117,268.00
	126,506.27	243,774.27
Permanently Restricted Net Assets	2,154,816.50	2,154,816.50
Current Year Activity		(545,101.00)
	2,154,816.50	1,609,715.50
Total Equity	2,007,037.01	1,598,003.23
TOTAL LIABILITIES & EQUITY	\$ 4,218,683.53	\$ 3,531,914.56

Orthodox Church in America
Statement of Cash Flows
For the nine month period ended
September 30, 2008

September 30, 2008

Cash flows from operating activities:		
Increase/(decrease) in net assets	\$	(409,193)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation		57,400
Realized and unrealized losses on investments		508,615
Distributions of charitable annuities		11,081
Realized and unrealized losses on Metropolitan Deferred comp. investments		25,797
Distributions of Metropolitan Deferred comp.		(16,071)
Decrease in assessments receivable		154,685
Increase in accounts receivable		(18,049)
Decrease in notes receivable		8,649
Increase in prepaid expenses		(59,752)
Decrease in accounts payable and accrued expenses		<u>(208,740)</u>
Net cash provided by/(used by) operating activities	\$	<u>54,422</u>
Cash flows from investing activities:		
Purchase of computer equipment and software		<u>(12,720)</u>
Net cash used by investing activities	\$	<u>(12,720)</u>
Cash flows from financing activities:		
Repayments of long-term debt		<u>(79,145)</u>
Net cash (used by) financing activities	\$	<u>(79,145)</u>
Net increase in cash	\$	(37,443)
Cash at beginning of year	\$	<u>679,696</u>
Cash at end of year	\$	<u><u>642,253</u></u>
Supplemental disclosure of cash flow information:		
Cash paid for interest expense	\$	<u><u>45,980</u></u>

Orthodox Church in America
Statement of Activities
(Accrual Basis)
For the period January 1, 2008 through September 30, 2008

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Support and revenue:				
Contributions:				
Fellowship of Orthodox Stewards	\$15,824			\$15,824
Charity		8,531		8,531
Charity - Christmas stocking program		4,916		4,916
Missions		50,741		50,741
Seminary		50,516		50,516
General contributions	17,234			17,234
Other	1,812	925		2,737
	<hr/>	<hr/>		<hr/>
Total contributions	34,870	115,630	-	150,500
Revenue:				
Assessments - Diocesan	1,922,214			1,922,214
Assessments - AAC		220,223		220,223
OCPC	4,818			4,818
Newspaper	695			695
Programs	2,250			2,250
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Total revenue	1,929,978	220,223	-	2,150,201
Total support and revenue before net assets released from restrictions				
	1,964,848	335,853	-	2,300,701
Net assets released from restrictions:				
9/11 fund	(25,000)			(25,000)
Charity		(79,002)		(79,002)
Christmas stocking		(6,357)		(6,357)
Missions		(67,500)		(67,500)
Seminary		(36,754)		(36,754)
Seminary internship		(18,000)		(18,000)
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Total net assets release from restrictions	(25,000)	(207,613)	-	(232,613)
Total support, revenue and releases				
	<hr/>	<hr/>		<hr/>
	1,939,848	128,239	-	2,068,088
Expenses:				
Program services				
All American Council Preconciliar Committee	37,346			37,346
Canons and statutes	4,500			4,500
Chapel	106			106
Chaplains	565			565
Christian Witness	4,613			4,613
Christian Education	16,570			16,570
Communications	110,790			110,790
External affairs	42,919			42,919
Missions and Evangelism	10,957			10,957
History and archives	70,728			70,728
Holy Synod	86,437			86,437
Humanitarian aid	1,812			1,812
Liturgical Music and translations	6,375			6,375
Medical ethics	5,326			5,326
Metropolitan Council	63,782			63,782
Metropolitan Council - Special Investigation	44,783			44,783
Metropolitan Council - Audit Committee	4,141			4,141
Orthodox Christian Publications Center	9,000			9,000
Pastoral Life	3,588			3,588
Seminary internship	189			189
St. Catherine representation church	29,638			29,638
The Orthodox Church magazine	143,204			143,204
Youth ministry	8,690			8,690
	<hr/>	<hr/>		<hr/>
Total program services	706,059	-	-	706,059

Orthodox Church in America
Statement of Activities
(Accrual Basis)
For the period January 1, 2008 through September 30, 2008

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Supporting services:				
General administrative	1,225,843	24,683		1,250,526
Development	<u>(2,842)</u>			<u>(2,842)</u>
Total supporting services	<u>1,223,001</u>	<u>24,683</u>	<u>-</u>	<u>1,247,684</u>
Total expenses	<u>1,929,060</u>	<u>24,683</u>	<u>-</u>	<u>1,953,743</u>
Change in net assets from operations	10,788	103,556	-	114,344
Other changes:				
Net investment income	7,852	13,711	16,463	38,027
Realized and unrealized gains and losses - Investments			(508,615)	(508,615)
Distributions - Charitable annuity trusts			(11,081)	(11,081)
Realized and unrealized gains and losses - Metr. Deferred Comp.			(25,797)	(25,797)
Distributions - Metropolitan Deferred Comp			<u>(16,071)</u>	<u>(16,071)</u>
Total Other changes	<u>7,852</u>	<u>13,711</u>	<u>(545,101)</u>	<u>(523,537)</u>
Change in net assets	<u>\$ 18,640</u>	<u>\$ 117,268</u>	<u>\$ (545,101)</u>	<u>\$ (409,192)</u>
Beginning net assets	<u>(274,128)</u>	<u>126,506</u>	<u>2,154,817</u>	<u>2,007,195</u>
Ending net assets	<u>\$ (255,488)</u>	<u>\$ 243,774</u>	<u>\$ 1,609,716</u>	<u>\$ 1,598,003</u>

Orthodox Church in America
Statement of Activities - Unrestricted
Accrual Basis
Actual versus Budget
For the period January 1, 2008 through September 30, 2008

	<u>Unrestricted Net Assets</u>	<u>Budget Jan - Sept</u>	<u>Annual Budget</u>	<u>Variance to Budget</u>	
				<u>Jan - Sept</u>	<u>% of Budget</u>
Support and revenue:					
Contributions:					
Fellowship of Orthodox Stewards	\$15,824	\$52,500	\$70,000	(\$36,676)	30.14%
St. Sergius Chapel		\$3,750	5,000	(3,750)	0.00%
General contributions	17,234	\$8,250	11,000	8,984	208.90%
Other	1,813	\$1,500	2,000	313	120.87%
Total contributions	<u>\$34,871</u>	<u>\$66,000</u>	<u>\$88,000</u>	<u>(\$31,129)</u>	<u>52.83%</u>
Revenue:					
Assessments	1,922,214	\$1,957,500	2,610,000	(35,286)	98.20%
Late vocations	2,250	\$0	-	2,250	100.00%
Yearbook and calendar	-	\$3,000	4,000	(3,000)	0.00%
TOC Newspaper	695	\$7,500	10,000	(6,805)	9.27%
OCPC	4,818	\$7,500	10,000	(2,682)	64.24%
Interest Income	7,852	-	10,000	7,852	100.00%
Total revenue	<u>1,937,829</u>	<u>1,975,500</u>	<u>2,634,000</u>	<u>(45,523)</u>	<u>98.09%</u>
Total support and revenue	<u>1,972,700</u>	<u>2,041,500</u>	<u>2,722,000</u>	<u>(76,652)</u>	<u>96.63%</u>
Expenses:					
Program services:					
Canons and statutes	4,500	-	-	4,500	100.00%
Chaplains	565	\$4,725	6,300	(4,160)	11.96%
Christian Education	16,570	\$21,750	29,000	(5,180)	76.18%
Christian Witness and Humanitarian Aid	6,425	\$9,750	13,000	(3,325)	65.90%
Evangelization	10,957	\$18,300	24,400	(7,343)	59.87%
Liturgical Music and translations	6,375	\$11,325	15,100	(4,950)	56.29%
Medical ethics	5,326	-	-	5,326	100.00%
Pastoral Life	3,588	\$20,700	27,600	(17,112)	17.33%
Seminary internship	189	-	-	189	100.00%
Youth ministry	8,690	\$9,000	12,000	(310)	96.56%
9/11 Fund	25,000	\$0	-	25,000	100.00%
Total program services	<u>88,185</u>	<u>95,550</u>	<u>127,400</u>	<u>(7,365)</u>	<u>8</u>
Supporting services:					
Executive offices	499,747	\$360,750	481,000	138,997	138.53%
Administrative offices	333,165	\$254,250	339,000	78,915	131.04%
Interest paid out	58,029	\$67,458	89,944	(9,429)	86.02%
Benefits	209,791	\$298,331	397,775	(88,540)	70.32%
Property support	116,562	\$180,750	241,000	(64,188)	64.49%
Holy Synod	86,437	\$62,250	83,000	24,187	138.85%
Metropolitan Council	63,782	\$33,000	44,000	30,782	193.28%
Metropolitan Council - Special Investigation	44,783	\$15,000	20,000	29,783	298.55%
Metropolitan Council - Audit Committee	4,141	-	-	4,141	100.00%
OCPC	9,000	-	-	9,000	100.00%
Dept. of communications	110,790	\$8,950	78,600	51,840	187.94%
Dept. of communications- TOC	143,204	\$129,000	172,000	14,204	111.01%
Dept. of external affairs	42,919	\$57,750	77,000	(14,831)	74.32%
Dept. of history and archives	70,728	\$43,875	58,500	26,853	161.20%
St. Catherine representation church	29,638	\$19,500	26,000	10,138	151.99%
All-American Council	37,346	\$37,500	50,000	(154)	99.59%
Special retirement	8,550	\$8,625	11,500	(75)	99.13%
St. Sergius chapel	106	-	-	106	0.00%
Bibles for Russia	-	\$50,625	67,500	(50,625)	0.00%
Development	(2,842)	\$9,000	12,000	(11,842)	-31.58%
Total supporting services	<u>1,865,875</u>	<u>1,686,614</u>	<u>2,248,819</u>	<u>179,261</u>	<u>110.63%</u>
Total expenses	<u>1,954,060</u>	<u>1,782,164</u>	<u>2,376,219</u>	<u>171,896</u>	<u>109.65%</u>
Income/(loss) - Unrestricted	<u>\$ 18,640</u>	<u>259,336</u>	<u>345,781</u>	<u>(248,548)</u>	<u>7.19%</u>

Other items:					
All-American Council Assessments	\$ 220,223	\$198,000	\$198,000	\$22,223	111.22%

Balance Sheet items:					
Capital expenditures	12,720	\$27,500	55,000	(14,780)	46.25%
Debt reduction	79,145	\$43,828	87,656	35,317	180.58%

Orthodox Church in America
Statement of Expenses Central Administration
Accrual Basis
Actual versus Budget
For the period January 1, 2008 through September 30, 2008

	Actual	Budget	Annual	Variance to Budget	
	Jan - Sept	Jan - Sept	Budget	Jan - Sept	% of Budget
Expenses:					
Salaries	402,412	477,000	636,000	(74,588) ***	84%
Benefits:					
Health insurance	104,921	113,400	151,200	(8,479)	93%
Workers compensation	(5,382)	3,815	7,630	(9,197)	-141%
Life insurance	3,128	5,722	7,630	(2,595)	55%
Pension expense	42,670	49,365	65,820	(6,695)	86%
Total benefits	145,337	172,302	232,279 *	(26,965)	93%
Bank fees, registration fees	2,257	3,000	4,000	(743)	75%
Office expense	3,254	4,500	6,000	(1,246)	72%
Accounting	82,497	11,250	15,000	71,247 ***	733%
Legal	74,429	18,750	25,000	55,679 ***	397%
Outside contractors	82,391	18,750	25,000	63,641 ***	439%
Travel	26,290	18,750	25,000	7,540	140%
Meetings	1,345	3,000	4,000	(1,655)	45%
Mortgage interest	58,029	67,458	89,944	(9,429)	86%
Parking	145	-	-	145	100%
Repairs	2,200	-	-	2,200	100%
Books, subscriptions	10	-	-	10	100%
Printing, copying & mailing	19,918	7,500	10,000	12,418	266%
Supplies	8,828	3,750	5,000	5,078	235%
Telephone	34,726	27,000	36,000	7,726	129%
Equipment Leasing	16,396	-	-	16,396	100%
Payroll taxes	17,052	-	-	17,052	1000%
Payroll processing fees	1,020	-	-	1,020	100%
Stipend	8,550	-	-	8,550	100%
Computer expense	14,943	7,500	10,000	7,443	199%
Cable	101	-	-	101	100%
Electricity	6,248	-	-	6,248	100%
Website	1,163	-	-	1,163	100%
Insurance	23,799	3,000	4,000	20,799	793%
Staff training	71	-	-	71	100%
Auto insurance	(10,804) ****	-	-	(10,804)	100%
Auto gasoline	4,609	-	-	4,609	100%
Auto repairs	413	-	-	413	100%
Transition hiring funds	-	3,750	5,000	(3,750)	0%
Relocation funds	11,500	7,500	10,000	4,000	153%
Other administrative expenses	12,186	-	10,000	12,186	100%
Depreciation and amortization	57,400	-	10,000	57,400	100%
Total expenses	1,108,715	854,760	1,142,223	253,955 **	130%

* - The budgeted benefits amounts were prorated from the overall Benefits budget

** - Legal, Accounting and Outside Contractors constitute approx. 100% of the variance to budget

**** - The credit relates to the auto insurance settlement for the accident in December.