

**ASCENSION EVANGELICAL LUTHERAN  
CHURCH OF THOUSAND OAKS**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**For the Year Ended June 30, 2017**

**With Comparative Totals  
for the Year Ended June 30, 2016**

# Feddersen & Company, LLP

Certified Public Accountants

## INDEPENDENT AUDITOR'S REPORT

Congregational Council  
Ascension Evangelical Lutheran Church of Thousand Oaks

We have audited the accompanying financial statements of Ascension Evangelical Lutheran Church of Thousand Oaks (a nonprofit organization), which comprise the statement of financial position as of June 30, 2017 and the related statements of activities and cash flows, for the years 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 financial statements referred to above present fairly, in all material respects, the financial position of Ascension Evangelical Lutheran Church of Thousand Oaks as of June 30, 2017, 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 Ascension Evangelical Lutheran Church of Thousand Oaks' 2016 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 23, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2016, 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 financial statements as a whole. The supplementary schedules on pages 13 through 25 are presented for purposes of additional analysis and are not a required part of the 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.

*Feddersen & Company, LLP*  
Agoura Hills, California  
September 8, 2017

**TABLE OF CONTENTS**

	<u>Page No.</u>
<b>INDEPENDENT AUDITOR'S REPORT</b> .....	1
 <b>FINANCIAL STATEMENTS</b>	
Statement of Financial Position .....	2
Statement of Activities .....	3
Statement of Cash Flows .....	4
Notes to Financial Statements .....	5 - 11
 <b>SUPPLEMENTARY INFORMATION</b>	
Ascension Evangelical Lutheran Church of Thousand Oaks	
Analysis of Net Assets .....	13 - 15
Ascension Evangelical Lutheran Church	
Statement of Financial Position .....	16
Statement of Activities .....	17
Ascension Evangelical Lutheran School (Combined Day School and Early Childhood Center)	
Statement of Financial Position .....	18
Statement of Activities .....	19
Ascension Evangelical Lutheran Day School	
Statement of Financial Position .....	20
Statement of Activities .....	21
Ascension Evangelical Lutheran Early Childhood Center (ALECC)	
Statement of Financial Position .....	22
Statement of Activities .....	23
Ascension Evangelical Lutheran Foundation	
Statement of Financial Position .....	24
Statement of Activities .....	25

**STATEMENT OF FINANCIAL POSITION**

Ascension Evangelical Lutheran Church of Thousand Oaks

June 30, 2017

With Comparative Totals as of June 30, 2016

	2017				Total	2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>ASSETS</b>						
<b>CURRENT ASSETS</b>						
Cash and Cash Equivalents	\$ 698,838	\$ 365,667	\$ 228,211	\$ 27,706	\$ 1,320,222	\$ 1,258,070
Accounts Receivable	1,193,846	-	-	-	1,193,846	1,253,803
Prepaid Expenses	49,178	-	-	-	49,178	48,918
Total Current Assets	1,941,662	365,667	228,211	27,706	2,563,246	2,560,791
PROPERTY AND EQUIPMENT, NET	4,945,772	-	-	-	4,945,772	5,022,709
<b>OTHER ASSETS</b>						
Pastor Housing	64,060	-	-	-	64,060	64,060
Foundation Cash in Bank	-	-	4,244	3,359	7,603	11,721
Foundation Investments	-	-	557,431	441,191	998,622	886,887
Cash Surrender Value Life Insurance Policy	33,954	-	-	-	33,954	30,528
Construction in Progress	25,934	-	-	-	25,934	-
Unamortized Financing Fee	13,997	-	-	-	13,997	15,367
Total Other Assets	137,945	-	561,675	444,550	1,144,170	1,008,563
<b>Total Assets</b>	<b>\$ 7,025,379</b>	<b>\$ 365,667</b>	<b>\$ 789,886</b>	<b>\$ 472,256</b>	<b>\$ 8,653,188</b>	<b>\$ 8,592,063</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>CURRENT LIABILITIES</b>						
Accounts Payable	\$ 92,659	\$ -	\$ 87	\$ 68	\$ 92,814	\$ 102,629
Accrued Expenses	183,597	-	-	-	183,597	167,042
Benevolence Payable	6,610	-	-	-	6,610	8,189
Deposits	20	-	-	-	20	1,119
Deferred Revenue	1,658,537	-	-	-	1,658,537	1,829,427
Current Portion of Long-Term Debt	112,296	-	-	-	112,296	106,362
Total Current Liabilities	2,053,719	-	87	68	2,053,874	2,214,768
<b>LONG-TERM LIABILITIES</b>						
Notes Payable	1,861,350	-	-	-	1,861,350	2,014,219
Less: Current Portion of Long-Term Debt	112,296	-	-	-	112,296	106,362
Total Long-Term Liabilities	1,749,054	-	-	-	1,749,054	1,907,857
<b>Total Liabilities</b>	<b>3,802,773</b>	<b>-</b>	<b>87</b>	<b>68</b>	<b>3,802,928</b>	<b>4,122,625</b>
<b>NET ASSETS</b>	<b>3,222,606</b>	<b>365,667</b>	<b>789,799</b>	<b>472,188</b>	<b>4,850,260</b>	<b>4,469,438</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 7,025,379</b>	<b>\$ 365,667</b>	<b>\$ 789,886</b>	<b>\$ 472,256</b>	<b>\$ 8,653,188</b>	<b>\$ 8,592,063</b>

See accompanying notes and independent auditor's report

**STATEMENT OF ACTIVITIES**

**Ascension Evangelical Lutheran Church of Thousand Oaks**

**For the Year Ended June 30, 2017**

**With Comparative Totals for the Year Ended June 30, 2016**

	2017				Total	2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>REVENUE AND SUPPORT</b>						
<b>Church Support</b>						
Offering Revenues	\$ 1,431,419	\$ -	\$ -	\$ -	\$ 1,431,419	\$ 1,380,320
Temporarily Restricted Donations	-	-	174,624	-	174,624	206,040
Designated Benevolence/Gifts	-	-	219,137	-	219,137	239,613
Other Revenue	17,769	-	-	-	17,769	19,274
Interest Income	285	-	-	-	285	259
Total Church Support	1,449,473	-	393,761	-	1,843,234	1,845,506
<b>School Revenues</b>						
Tuition and Fees	3,311,981	-	-	-	3,311,981	2,630,757
Extended Care Income	114,166	-	-	-	114,166	70,876
Student Enrichment Activities	25,415	-	-	-	25,415	15,475
Other School Income	10,353	-	-	-	10,353	164,852
Donations/Fundraising Activities	153,907	-	21,269	2,592	177,768	202,520
Unrealized Gain (Loss) on Investments	17,185	-	-	-	17,185	(10,785)
Gain (Loss) Disposal of Property and Equipment	(5,732)	-	-	-	(5,732)	-
Interest Income	5,713	-	-	-	5,713	8,876
Total School Revenues	3,632,988	-	21,269	2,592	3,656,849	3,082,571
<b>Foundation Revenues</b>						
Contributions	-	-	5,655	5,190	10,845	28,999
Interest and Dividends	-	-	17,857	-	17,857	26,717
Realized Gain (Loss) on Investments	-	-	23,885	-	23,885	37,258
Unrealized Gain (Loss) on Investments	-	-	91,137	-	91,137	(66,838)
Total Foundation Revenues	-	-	138,534	5,190	143,724	26,136
Total Revenue and Support	5,082,461	-	553,564	7,782	5,643,807	4,954,213
<b>EXPENSES</b>						
Clergy Compensation and Benefits	279,819	-	-	-	279,819	276,697
School Teacher Salaries and Benefits	2,319,076	-	-	-	2,319,076	1,942,194
Church Admin Compensation and Benefits	576,012	-	-	-	576,012	623,783
School Administration Salaries	289,039	-	-	-	289,039	283,404
Other Administration	82,954	-	8,279	-	91,233	55,204
Other Clergy Expenses	8,685	-	18,285	-	26,970	43,445
Benevolence	64,287	-	247,120	-	311,407	342,295
Church Program Expenses	64,637	-	163,109	-	227,746	236,737
Classroom Materials and Supplies	130,621	-	-	-	130,621	304,874
Other School Expenses	30,923	-	-	-	30,923	24,459
Non-Reserve Financial Aid Grants	52,970	-	-	-	52,970	34,095
Bad Debts	9,619	-	-	-	9,619	22,410
Office Expenses	106,522	417	-	-	106,939	114,173
Property Expenses	143,880	-	2,905	-	146,785	172,073
Master Plan Expenses	-	138	-	-	138	1,200
Utilities	100,121	-	-	-	100,121	94,219
Insurance	48,250	-	-	-	48,250	43,282
Taxes	21,470	-	-	-	21,470	20,567
Interest	77,733	4,210	-	-	81,943	82,669
Depreciation and Amortization	329,503	-	-	-	329,503	281,449
Total Expenses	4,736,121	4,765	439,698	-	5,180,584	4,999,229
<b>INCREASE (DEC.) IN UNRESTRICTED NET ASSET</b>	346,340	(4,765)	113,866	7,782	463,223	(45,016)
<b>CHANGES IN OTHER NET ASSETS</b>						
Transfers	(144,938)	182,698	(120,161)	-	(82,401)	(57,221)
	(144,938)	182,698	(120,161)	-	(82,401)	(57,221)
<b>INCREASE (DECREASE) IN NET ASSETS</b>	201,402	177,933	(6,295)	7,782	380,822	(102,237)
<b>NET ASSETS AT BEGINNING OF YEAR</b>	3,021,204	187,734	796,094	464,406	4,469,438	4,571,675
<b>NET ASSETS AT END OF YEAR</b>	\$ 3,222,606	\$ 365,667	\$ 789,799	\$ 472,188	\$ 4,850,260	\$ 4,469,438

See accompanying notes and independent auditor's report

**STATEMENT OF CASH FLOWS**

Ascension Evangelical Lutheran Church of Thousand Oaks  
For the Year Ended June 30, 2017  
With Comparative Totals for the Year Ended June 30, 2016

	<u>2017</u>	<u>2016</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Increase (decrease) in Net Assets	\$ 463,223	\$ (45,016)
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided by Operating Activities:		
Depreciation and Amortization	329,503	281,449
Loss on Disposal of Property and Equipment	5,732	-
Transfers	(82,401)	(57,221)
(Increase) Decrease in Accounts Receivable	59,957	(500,392)
(Increase) Decrease in Prepaid Expense	(260)	(24,856)
(Increase) Decrease in Foundation Investments	(107,617)	23,309
(Increase) Decrease in Cash Surrender Value Life Insurance Policy	(3,426)	(1,858)
(Increase) Decrease in Construction in Progress	(25,934)	70,111
(Decrease) Increase in Accounts Payable	(9,815)	(25,418)
(Decrease) Increase in Accrued Expenses	16,555	(86,098)
(Decrease) Increase in Benevolence Payable	(1,579)	(13,187)
(Decrease) Increase in Deposits	(1,099)	(989)
(Decrease) Increase in Deferred Revenue	(170,890)	709,419
Net Cash Provided by Operating Activities	<u>471,949</u>	<u>329,253</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Capital Expenditures	(256,928)	(702,669)
Net Cash Used by Investing Activities	<u>(256,928)</u>	<u>(702,669)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from Long-Term Notes	-	200,000
Principal Payments on Long-Term Notes	(152,869)	(94,961)
Net Cash Provided (Used) by Financing Activities	<u>(152,869)</u>	<u>105,039</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	62,152	(268,377)
<b>CASH AND CASH EQUIVALENTS - Beginning of Year</b>	<u>1,258,070</u>	<u>1,526,447</u>
<b>CASH AND CASH EQUIVALENTS - End of Year</b>	<u>\$ 1,320,222</u>	<u>\$ 1,258,070</u>
<b>SUPPLEMENTAL DISCLOSURES:</b>		
Interest Expense	<u>\$ 81,943</u>	<u>\$ 82,669</u>

See accompanying notes and independent auditor's report

## NOTES TO FINANCIAL STATEMENTS

Ascension Evangelical Lutheran Church of Thousand Oaks  
June 30, 2017

### NOTE A – NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Organization and Nature of Activities** – Ascension Evangelical Lutheran Church of Thousand Oaks (“The Church”) is a congregation of The Evangelical Lutheran Church of America. The Church is a nonprofit organization with the mission statement “Called to create opportunities for all people to become devoted followers of Christ.” The Church operates within Thousand Oaks, California and its mission work extends to neighboring communities and across the globe. Total membership as of June 30, 2017 was 1,294 and average weekly worship attendance for the year ended June 30, 2017 was 662.

In addition to regular services, the Church sponsors Ascension Lutheran School (“The School”), which is a WASC accredited, separately organized nonprofit school with classes ranging from infants through 8<sup>th</sup> grade.

The Ascension Lutheran Church Foundation (“The Foundation”) manages gifts of perpetual Scholarships and Endowment funds (“endowments”). The endowments provide financial assistance, through scholarships and grant awards, for ministry, education, service and training for the Church, other Lutheran and Christian ministries, as well as non-profit organizations meeting specified criteria.

The financial statements of Ascension Evangelical Lutheran Church of Thousand Oaks include the consolidated accounts of its three operating components: Ascension Lutheran Church, Ascension Lutheran School and Ascension Lutheran Church Foundation. All significant inter-component balances and transactions have been eliminated in consolidation.

**Basis of Accounting** – The financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as applicable to not-for-profit organizations. Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported on the financial statements. Ascension Lutheran Church uses the accrual basis of accounting. Revenues are recognized when they are earned and expenditures are recognized in the accounting period in which the liability is incurred.

**Basis of Presentation** – The financial statements are presented in conformity with accounting for not-for-profit entities. The net assets of Ascension Lutheran Church and changes therein are classified and reported as follows:

Unrestricted net assets include all resources which are not subject to donor-imposed restrictions of a more specific nature than those which only obligate the Church to utilize funds in furtherance of its mission.

Designated funds are those which Church Council or the School Board, rather than the donor, has determined are to be retained for specific purposes. Church Council or the School Board has the right to decide at any time to spend the principal of these funds.

Temporarily restricted net assets carry specific, imposed restrictions on the expenditure or other use of contributed funds. Temporary restrictions may expire either because certain actions are taken by the Church which fulfill the restrictions or because of the passage of time.

Permanently restricted net assets are those that are subject to donor-imposed restrictions which never lapse, thus requiring that the funds be permanently retained.

**Revenue Sources and Recognition** – Contributions received are recorded as unrestricted or restricted support, depending on the existence and/or nature of any donor restrictions. Each year, the Church asks the members of the congregation to submit pledge cards indicating the donations the members intend to give for operations and various special projects during the upcoming year. Since these pledges do not meet the criteria for revenue recognition under FASB ASC 958, they are not reflected as contributions in the statement of activities until the year of collection.

Tuition and fees are recognized as income in the school year to which they pertain. Tuition billed or received in the current year that relates to the following year is recorded as deferred revenue. The revenue is released from deferred revenue in the following year when it is earned. Authorized financial aid grants for a school year are transferred from the financial aid designated fund to deferred revenue when tuition for the school year is billed. Accordingly, at June 30, 2017, deferred revenue includes financial aid grants for the 2017/2018 school year. During the school year to which the grants relate, the financial aid grant portion of deferred revenue is recorded as a transfer to unrestricted net assets.

**Cash, Cash Equivalents and Investments** – For purposes of reporting cash flows, cash and cash equivalents is defined as cash on hand, amounts held at financial institutions, and short-term highly liquid investments that are readily convertible to known amounts of cash. Investments with an original maturity of three months or less are considered short-term for these purposes. Investments in securities are stated in the statement of financial position at market value.

**NOTES TO FINANCIAL STATEMENTS**

Ascension Evangelical Lutheran Church of Thousand Oaks  
June 30, 2017

**NOTE A – NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

**Use of Estimates** – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

**Property and Equipment** – Property and equipment are recorded at cost when purchased. Donated property and equipment are recorded at fair value on the date of donation. Purchases and donations greater than \$1,000 are capitalized. Contributions of donated fixed assets are reported as increases to unrestricted net assets unless the donor has stipulated that the donation has a specific purpose. Expenditures for repairs and maintenance are charged to expense as incurred, whereas renewals and betterments that extend the lives of property are capitalized. Depreciation is computed on the straight-line method over the estimated useful lives of the assets. For additional information, see Note G.

**Deferred Revenue** – Deferred revenue results from the School recognizing registration, tuition, and other fee revenue in the period in which the related educational instruction is performed. Accordingly, registration and tuition fees received for the next school term are deferred until the period in which instruction commences.

**Fair Value Measurements** – Generally accepted accounting principles related to fair value measurements (a) define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, and (b) set out a fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). Inputs are broadly defined as assumptions market participants would use in pricing an asset or liability. The three levels of the fair value hierarchy are described as follows:

**Level 1** – Inputs are unadjusted quoted prices for identical assets or liabilities in active markets that the Church has the ability to access at the measurement date.

**Level 2** – Inputs are other than quoted prices included within Level 1 that are observable for the assets or liability, either directly or indirectly.

**Level 3** – Inputs that are unobservable for the asset or liability and include situations where there is little, if any, market activity for the asset or liability.

An 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 in fair value measurements need to maximize the use of observable inputs and minimize the use of unobservable inputs. A valuation method may produce a fair value measurement that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Church believes its valuation methods are appropriate and consistent with those used by other market participants, the use of different methodologies or assumptions could result in different fair value measurements at the reporting date. There have been no changes in the methodologies used during the years ended June 30, 2017 and 2016.

**Functional allocation of expenses** – Directly identifiable expenses are charged to programs, management and general or fundraising depending on the reason the expenses were incurred. Expenses related to more than one function are charged to the functional classifications based on their type and on management estimates. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

	<u>2017</u>	<u>2016</u>
Program	\$ 3,373,169	\$ 3,046,001
Management and General	<u>1,362,952</u>	<u>1,458,373</u>
Total Expenses	<u>\$ 4,736,121</u>	<u>\$ 4,504,374</u>

## NOTES TO FINANCIAL STATEMENTS

Ascension Evangelical Lutheran Church of Thousand Oaks  
June 30, 2017

### **NOTE A – NATURE OF THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Income Taxes** – The Church is exempt from federal and state income tax under 501(c)(3) of the Internal Revenue Code and Section 23701 of the California Revenue and Taxation Code. However, income from certain activities not directly related to the Church's tax-exempt purpose is subject to taxation as unrelated business income. In addition, the Church qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2). Accordingly, no provision for income taxes has been reflected in these financial statements.

**Advertising Costs** – The Organization expenses advertising costs as they are incurred. Advertising costs for the years ended June 30, 2017 and 2016 amounted to \$24,239 and \$26,099.

**Prior Year Comparative Information** – The financial statements include certain prior-year summarized comparative information. With respect to the statement of activities, the prior year information is presented in total, not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the prior year financial statements, from which the summarized information was derived.

### **NOTE B – CONCENTRATIONS OF CREDIT AND MARKET RISK**

Cash balances held in banks are insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The Church maintains its cash in bank deposit accounts that at times may exceed federally insured limits. The Church has not experienced any losses in such accounts. At June 30, 2017 and 2016, deposits in excess of the FDIC limit amount to approximately \$315,000 and \$310,000 respectively. Management believes the Church is not exposed to any significant credit risk related to cash.

The Organization also maintains accounts with stock brokerage firms. The accounts contain cash, securities and other investments. The balances are insured by the Securities Investors Protection Corporation (SIPC) up to \$500,000 with a \$100,000 limit for cash. The SIPC insurance does not protect against market losses on investments.

The Foundation invests in various investment securities. Investment securities are subject to various risks, such as interest rate risk, credit risk and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the value of investment securities will occur in the near term and that such change could materially affect the amounts reported in the financial statements. The Foundation has established guidelines relative to diversification and maturities that target certain safety and liquidity risk levels. These guidelines are periodically reviewed and modified when necessary. The investment guidelines are discussed further in Note K.

### **NOTE C – ACCOUNTS RECEIVABLE**

Accounts receivable represents tuition due from students of the School with signed enrollment agreements as of June 30, 2017 and 2016 for the subsequent school year. The School provides an allowance for bad debts equal to collection losses that are estimated to be incurred in the collection of all receivables.

Accounts receivable consists of:

	<u>2017</u>	<u>2016</u>
Tuition and related receivables	\$1,223,898	\$1,275,329
Miscellaneous receivables	2,225	592
Allowance for doubtful accounts	<u>(32,277)</u>	<u>(22,118)</u>
	<u>\$1,193,846</u>	<u>\$1,253,803</u>

### **NOTE D – COMPENSATED ABSENCES**

The Church's liability for compensated absences for the years ended June 30, 2017 and 2016 was \$50,897 and \$41,982, respectively, which was included in accrued expenses for the years then ended. This represents amounts owed to employees under the Church's accrued time off policy. The policy is an employee may bank and carryover any unused accrued time off up to twice their annual award of time off. Effective September 2017, the policy was changed to a maximum carryover of 240 hours of accrued time off. The School does not have an accrued time off policy.

**NOTES TO FINANCIAL STATEMENTS**

Ascension Evangelical Lutheran Church of Thousand Oaks  
June 30, 2017

**NOTE E – EMPLOYEE BENEFIT PLAN**

Eligible employees have the option to participate in a Defined Contribution retirement plan sponsored by Portico Benefit Services. The organization is required under the plan to contribute 6.0 percent of each full-time employee participant's annual salary. The pension contribution expense for the years ended June 30, 2017 and 2016 were \$143,536 and \$128,379, respectively.

**NOTE F – MARKETABLE SECURITIES**

As discussed in Note A, the Organization is required to report its fair value measurements in one of three levels, which are based on the ability to observe in the marketplace the inputs to the valuation techniques. The following is a description of the valuation methodologies used for instruments measured at fair value on a recurring basis and recognized in the accompanying statement of financial position, as well as general classification of instruments pursuant to the valuation hierarchy.

Cash and cash equivalents – The carrying amount approximates fair value.

Foundation investments – Where quoted market prices are available in an active market, securities are classified within Level 1 of the valuation hierarchy. Level 1 investments include investments in a first mortgage bond fund, a government bond fund and security mutual funds. Level 2 investments include first mortgage bonds and an Ascension Lutheran Church note. The Foundation has no Level 3 investments.

Fair Value Measurements Using

	June 30, 2017	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
	<u>Fair Value</u>			
First Mortgage Bonds	\$ 5,000	\$ -	\$ 5,000	\$ -
First Mortgage Bond Fund	5,728	5,728	-	-
ALC Note	50,000	-	50,000	-
Security Mutual Funds	<u>937,894</u>	<u>937,894</u>	<u>-</u>	<u>-</u>
	<u>\$ 998,622</u>	<u>\$ 943,622</u>	<u>\$ 55,000</u>	<u>\$ -</u>

Fair Value Measurements Using

	June 30, 2016	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
	<u>Fair Value</u>			
First Mortgage Bonds	\$ 5,000	\$ -	\$ 5,000	\$ -
First Mortgage Bond Fund	8,597	8,597	-	-
ALC Note	50,000	-	50,000	-
Security Mutual Funds	<u>823,290</u>	<u>823,290</u>	<u>-</u>	<u>-</u>
	<u>\$ 886,887</u>	<u>\$ 831,887</u>	<u>\$ 55,000</u>	<u>\$ -</u>

**NOTES TO FINANCIAL STATEMENTS**

Ascension Evangelical Lutheran Church of Thousand Oaks  
June 30, 2017

**NOTE G – PROPERTY AND EQUIPMENT**

A schedule of changes in property and equipment and accumulated depreciation for the year ended June 30, 2017, is as follows:

**SUMMARY OF CHANGES IN PROPERTY AND EQUIPMENT**

	Beginning Balance June 30, 2016	Additions	Subtractions	Ending Balance June 30, 2017
Land	\$ 2,324,185	\$ -	\$ -	\$ 2,324,185
Land Improvements	604,431	-	-	604,431
Buildings and Improvements	5,603,102	134,994	11,666	5,726,430
Equipment and Furniture	729,277	113,845	-	843,122
Playground Equipment	49,060	8,089	-	57,149
Bus	149,471	-	-	149,471
<b>Totals</b>	<b>\$ 9,459,526</b>	<b>\$ 256,928</b>	<b>\$ 11,666</b>	<b>\$ 9,704,788</b>

**SUMMARY OF CHANGES IN ACCUMULATED DEPRECIATION**

	Beginning Balance June 30, 2016	Additions	Subtractions	Ending Balance June 30, 2017
Land	\$ -	\$ -	\$ -	\$ -
Land Improvements	409,658	12,794	-	422,452
Buildings and Improvements	3,292,939	228,084	5,934	3,515,089
Equipment and Furniture	657,502	52,778	-	710,280
Playground Equipment	31,877	4,583	-	36,460
Bus	44,841	29,894	-	74,735
	<b>\$ 4,436,817</b>	<b>\$ 328,133</b>	<b>\$ 5,934</b>	<b>\$ 4,759,016</b>

During the fiscal years ended June 30, 2017 and 2016, \$328,133 and \$280,080 respectively, was charged to depreciation expense.

**NOTE H – OPERATING LEASES**

The Organization leases modular buildings for its educational programs. The future minimum lease payments remaining under the lease terms outstanding at June 30, 2017 are as follows:

Year Ending June 30,	Minimum Payments
2018	\$ 31,828
2019	31,828
2020	2,652
	<b>\$ 66,308</b>

During the fiscal years ended June 30, 2017 and 2016, \$32,043 and \$29,373 respectively, was charged to rent expense.

**NOTE I – LINE OF CREDIT**

The Organization has a \$300,000 line of credit with Pacific Western Bank. Interest is payable monthly at 7% on cash advances. The line of credit expires on November 15, 2018. At June 30, 2017 there was no outstanding balance.

**NOTES TO FINANCIAL STATEMENTS**

Ascension Evangelical Lutheran Church of Thousand Oaks  
June 30, 2017

**NOTE J – LONG-TERM DEBT**

At June 30, 2017, the Church had the following loans payable:

<u>Description</u>	<u>Current Portion</u>	<u>Long-Term Portion</u>	<u>Total</u>
<u>Secured First Trust Deed Payable to Thrivent Financial for Lutherans</u> – On May 22, 2009, the Church borrowed \$2,081,000 from Thrivent Financial for Lutherans. In August 2013, the Church refinanced this loan with Thrivent Financial for Lutherans. The interest rate on the note is 4.375% per annum. Monthly payments of interest and principal are \$12,816. The maturity date of the note is June 1, 2029.	\$ 93,251	\$ 1,332,953	\$ 1,426,204
<u>Unsecured Notes Payable to Members</u> In 1994, the Church borrowed \$1,467,750 from members. The notes were called in September 2005.	-	5,785	5,785
<u>Unsecured Note Payable to Ascension Lutheran Church Foundation</u> – On May 1, 2009, the Church borrowed \$50,000 from the Foundation. The interest rate is 6.500% per annum. Payments of interest only are payable monthly. On May 14, 2014 the note was extended to June 30, 2019. The interest rate is 4.375%.	-	50,000	50,000
<u>Secured Note Payable to Thrivent Financial for Lutherans</u> – On May 7, 2015, the Church borrowed \$249,000 and in June, 2016, an additional \$200,000 from Thrivent Financial for Lutherans, to support the interim expansion of the Early Childhood Center and build out of the utility infrastructure to support the Church's master plan. The interest rate on the note is 3.250% per annum. Monthly payments of interest and principal are \$2,591. The maturity date of the note is June 1, 2020. At a special Congregational meeting on May 22, 2016, the Congregation agreed to the following allocation of the total debt of \$449,000: \$287,000 to the Early Childhood Center and \$162,000 to the Church for the cost of the utility underground infrastructure.	19,045	360,316	379,361
	<u>\$ 112,296</u>	<u>\$ 1,749,054</u>	<u>\$ 1,861,350</u>

Future minimum principal payments on long-term obligations, including current maturities, are as follows at June 30, 2017:

<u>Year Ending June 30,</u>	<u>Minimum Payments</u>
2018	\$ 112,296
2019	167,086
2020	442,404
2021	106,304
2022	111,049
Thereafter	<u>922,211</u>
	<u>\$ 1,861,350</u>

## NOTES TO FINANCIAL STATEMENTS

Ascension Evangelical Lutheran Church of Thousand Oaks  
June 30, 2017

### **NOTE K – ASCENSION LUTHERAN CHURCH FOUNDATION**

The Foundation's investment committee is authorized to invest in mutual funds, fixed income securities and short-term cash investments. Mutual Funds must be of a general nature, with no specific industry or company being dominate. Equity Mutual Funds may comprise 30-60% of the investment portfolio. Fixed income securities and mutual funds may consist of traditional principal and interest obligations with maturity not to exceed 15 years. Investments may be made in notes of Ascension Lutheran Church or the Evangelical Lutheran Church in America Synod, and in other church notes not to exceed \$25,000. Investments in other church notes must be first mortgage real estate notes with a maximum loan to value of 75%. Investments in fixed income securities may comprise 35-65% of the investment portfolio. No short-term cash investment may have a maturity of more than two years. Short-term cash investments may comprise 5-35% of the investment portfolio.

Specific investments are not identified with specific endowment and scholarship funds ("Funds"). These funds are pooled and combined investment results are allocated to the various funds in proportion to their average investment in the investment pool during the year.

The Foundation has interpreted the California Prudent Management of Institutional Funds Act ("CPMIFA") as requiring the preservation of the fair value of original gifts as of the original date of donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as permanently restricted net assets the original value of gifts donated to permanent funds, and the original value of subsequent gifts to the permanent funds. The remaining portion of the donor-restricted endowment funds that are not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by CPMIFA. In accordance with CPMIFA, the Foundation considers the following factors in making a determination to appropriate accumulated donor-restricted funds: (1) the preservation of the funds, (2) the purposes of the donor-restricted funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Foundation, and (7) the Foundation's investment policies.

The Foundation has adopted investment and spending policies for fund assets that attempt to subject the funds to low investment risk and provide current income to its grant recipients. The Foundation's policy is to annually assess the year's income and appreciation or diminishment in value of investments, and to authorize grants according to policy. Grants are equal to the lesser of 50% of the prior year's earnings or annual earnings of 5%. Policy is to make no grants that are in excess of accumulated earnings of a fund, and in no circumstances to make grants that would result in an expenditure from the principal amount of a fund. The Foundation's classification of its endowment fund balances is set forth in the supplementary schedule accompanying these statements, entitled "Analysis of Net Assets."

### **NOTE L – SUBSEQUENT EVENTS**

Ascension Lutheran Church's management has evaluated events or transactions that may occur for potential recognition or disclosure in the financial statements from the statement of financial position date through September 8, 2017, the date the financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year financial statements.

**SUPPLEMENTARY INFORMATION**

**ANALYSIS OF NET ASSETS**

**Ascension Evangelical Lutheran Church of Thousand Oaks**

**June 30, 2017**

**With Comparative Totals as of June 30, 2016**

	2017				Total 2016
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted	
<b>Church Net Assets</b>					
Unrestricted Net Assets (Church)	\$ 2,846,425	\$ -	\$ -	\$ -	\$ 2,825,685
Designated Funds (Church)					
General Reserve	-	100,000	-	-	67,655
1994 Note Call Fund	-	5,785	-	-	9,995
Master Plan Fund	-	645	-	-	782
Website Development	-	1,129	-	-	1,200
Lot 4 Paving Fund	-	725	-	-	725
Capital Improvements Fund	-	3,127	-	-	3,127
Property-Reserve Fund	-	26,602	-	-	37,090
Credit Card Fee Impound	-	410	-	-	520
Bus Fund	-	2,944	-	-	3,181
Temporarily Restricted Funds (Church)					
Gifts for Pastors Fund	-	-	-	-	367
Pastor Sabbatical Fund	-	-	4,259	-	409
Pastor Continuing Education	-	-	139	-	139
Gifts for Staff	-	-	589	-	700
Program Growth	-	-	1,766	-	3,830
AGAPE	-	-	2,305	-	2,030
Community Concerns-Angel Tree	-	-	73	-	73
Community Concerns-Habitat Worldwide	-	-	185	-	-
Community Concerns-Winter Shelter	-	-	1,549	-	1,961
Community Concerns-Food Pantry	-	-	10,031	-	6,570
Community Concerns-Jail Ministry	-	-	1,102	-	1,626
Community Concerns-Health	-	-	7	-	7
Adult Education	-	-	70	-	906
Young Adult Ministry	-	-	785	-	-
Small Group Ministry	-	-	1,358	-	1,358
Mens Ministry	-	-	4,755	-	4,187
Prayer Ministry	-	-	-	-	305
Sunday School	-	-	2	-	133
Vacation Bible School	-	-	2,123	-	1,615
Womens Ministry	-	-	3,972	-	5,780
Womens Ministry-Retreat	-	-	2,547	-	2,547
Womens Ministry-Oasis	-	-	1,813	-	1,783
MOPS	-	-	4,262	-	4,262
Fellowship-Events	-	-	1,828	-	2,471
Fellowship	-	-	652	-	443
Lay Ministry	-	-	235	-	308
Senior Adult Ministry	-	-	474	-	1,506
SAM-Lunch Bunch	-	-	2,438	-	2,078
Global Ministries Team	-	-	2,050	-	1,390
ELCA World Hunger	-	-	200	-	200
GMT-Soup Supper	-	-	-	-	19
Global Mission Trips	-	-	2,806	-	3,653
Missions: Equal Exchange Coffee	-	-	2,554	-	2,390
Missions: GOH Gift Fair	-	-	2,723	-	4,864
Global Ministries - Matthew 25:35	-	-	1,996	-	-
Pastor Led Trip	-	-	120	-	4
Jubilee USA Network	-	-	842	-	-
Outreach-Name Tags	-	-	47	-	42
Outreach	-	-	246	-	446
Stephen Ministry	-	-	2,344	-	2,924

**ANALYSIS OF NET ASSETS**

**Ascension Evangelical Lutheran Church of Thousand Oaks**

June 30, 2017

With Comparative Totals as of June 30, 2016

	2017				Total 2016
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted	
<b>Church Net Assets (Continued)</b>					
Transportation	-	-	4,967	-	7,765
Worship/Music-Carillons	-	-	4,646	-	3,054
Worship/Music-Chancel Choir	-	-	1,849	-	2,179
Worship/Music-Music	-	-	7,550	-	5,312
Worship/Music-Organ	-	-	708	-	708
Worship/Music-Great Music of Ascension	-	-	3,588	-	2,375
Worship/Music-Hymnals	-	-	904	-	904
Worship/Music-Worship	-	-	6,957	-	3,710
Worship/Music-Audio/Visual	-	-	45	-	4,113
Worship/Music-Country Spirit	-	-	613	-	613
Worship/Music-Hanging of the Green	-	-	2,340	-	2,129
Kids of the Kingdom	-	-	6	-	108
Confirmation	-	-	750	-	830
JLL Dedicated Account	-	-	4,834	-	5,831
SLL Dedicated Account	-	-	20,686	-	29,503
<b>Total Church Net Assets</b>	<b>\$ 2,846,425</b>	<b>\$ 141,367</b>	<b>\$ 125,690</b>	<b>\$ -</b>	<b>\$ 3,113,482</b>
<b>School Net Assets</b>					
Unrestricted Net Assets (School)	\$ 376,181	\$ -	\$ -	\$ -	\$ 195,519
Designated Funds (School)					
Financial Aid - Day School	-	60,000	-	-	40,300
Capital Expenditures - Day School	-	49,300	-	-	23,159
Reserve Fund - Day School	-	100,000	-	-	-
Financial Aid - ALECC	-	15,000	-	-	-
Capital Expenditures - ALECC	-	-	-	-	-
Temporarily Restricted Funds (School)					
Scholarship Fund	-	-	4,675	-	677
Financial Aid Fund	-	-	17,905	-	17,101
Wishing Tree - Day School	-	-	8,742	-	18,965
Reserve Fund	-	-	-	-	100,000
PALs	-	-	7,705	-	4,269
Library - Book Fair	-	-	4,495	-	1,959
Library	-	-	135	-	135
Athletic Fund	-	-	2,790	-	5,010
8th Grade Fund	-	-	30	-	963
Property Improvements	-	-	-	-	1,000
Turf	-	-	25,901	-	25,901
Science	-	-	4,448	-	7,688
Garden Fund	-	-	16,807	-	14,150
Student Council	-	-	1,122	-	997
Music/Performing Arts Fund	-	-	2,226	-	175
Service Projects	-	-	2,423	-	2,423
Science Lab	-	-	2,890	-	-
Endowment Net Earnings	-	-	227	-	-
Wishing Tree - ALECC	-	-	-	-	2,905
Permanently Restricted Funds (School)					
Scholarship Fund	-	-	-	11,174	10,573
Endowment Fund	-	-	-	16,532	14,541
<b>Total School Net Assets</b>	<b>\$ 376,181</b>	<b>\$ 224,300</b>	<b>\$ 102,521</b>	<b>\$ 27,706</b>	<b>\$ 488,410</b>

**ANALYSIS OF NET ASSETS**

**Ascension Evangelical Lutheran Church of Thousand Oaks**

**June 30, 2017**

**With Comparative Totals as of June 30, 2016**

	2017					Total 2016
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted	Total	
<b>Foundation Net Assets (Continued)</b>						
Temporarily and Permanently Restricted Funds						
Memorial Wall	\$ -	\$ -	\$ 8,952	\$ -	\$ 8,952	\$ 7,207
Pete Pederson Primary Fund	-	-	318,576	-	318,576	285,680
Infant Day Care Center	-	-	-	-	-	-
Beyer Scholarship	-	-	19,973	40,629	60,602	54,208
Amy Prueher Scholarship	-	-	4,911	10,033	14,944	13,618
Myrna Beyer Aronson Scholarship	-	-	10,783	22,691	33,474	29,514
Blankley Scholarship	-	-	6,795	10,008	16,803	15,286
Hanson Scholarship	-	-	6,391	10,109	16,500	15,038
Maccarone Scholarship	-	-	6,332	11,860	18,192	16,485
Halweg Gulbranson Scholarship	-	-	4,761	11,443	16,204	14,769
Moerer Seminarian Fund	-	-	33,706	104,316	138,022	123,251
Doering Scholarship	-	-	3,399	25,000	28,399	25,000
Foerster Endowment	-	-	13,844	10,046	23,890	20,976
Guetschoff Endowment	-	-	5,549	11,565	17,114	15,506
Olson Program Growth Endowment	-	-	23,034	46,656	69,690	63,447
Program Growth Endowment	-	-	6,075	11,656	17,731	15,682
Ewald Property Mgmt Endowment	-	-	6,354	10,000	16,354	14,360
Scebold Family Life Endowment	-	-	14,950	28,723	43,673	39,840
Ron & Lucy Peterson Endowment	-	-	4,855	15,040	19,895	18,128
Schwartz Pastor Sabbatical Fund	-	-	7,858	20,130	27,988	24,574
Pastor Larry Wagner Youth Ministry Endowment	-	-	4,408	21,477	25,885	23,357
Barbara & Jim Fritschel Endowment	-	-	6,015	23,100	29,115	26,059
Eugene & Margaret Hanneman Memorial	-	-	11,057	-	11,057	10,028
Gary & Debra Henninger Scholarship Fund	-	-	111	-	111	-
Rachel Gill FARA Fund	-	-	11,231	-	11,231	10,153
Music Endowment	-	-	1,975	-	1,975	1,735
ALCFoundation Endowment	-	-	19,693	-	19,693	14,707
<b>Total Foundation Net Assets</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 561,588</b>	<b>\$ 444,482</b>	<b>\$ 1,006,070</b>	<b>\$ 898,608</b>
<b>Total Net Assets</b>	<b>\$ 3,222,606</b>	<b>\$ 365,667</b>	<b>\$ 789,799</b>	<b>\$ 472,188</b>	<b>\$ 4,850,260</b>	<b>\$ 4,469,438</b>

**ASCENSION EVANGELICAL LUTHERAN CHURCH**  
**Separate Reporting Basis - Supplemental Information Schedule**  
**STATEMENT OF FINANCIAL POSITION**  
**June 30, 2017**  
**With Comparative Totals as of June 30, 2016**

	2017				Total	2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>ASSETS</b>						
<b>CURRENT ASSETS</b>						
Cash and Cash Equivalents	\$ 116,760	\$ 141,367	\$ 125,690	\$ -	\$ 383,817	\$ 340,149
Accounts Receivable	227,312	-	-	-	227,312	297,771
Prepaid Expenses	33,728	-	-	-	33,728	20,513
<b>Total Current Assets</b>	<b>377,800</b>	<b>141,367</b>	<b>125,690</b>	<b>-</b>	<b>644,857</b>	<b>658,433</b>
<b>PROPERTY AND EQUIPMENT</b>						
Land	2,324,185	-	-	-	2,324,185	2,324,185
Land Improvements	604,431	-	-	-	604,431	604,431
Building and Improvements	4,870,689	-	-	-	4,870,689	4,870,689
Equipment and Furniture	377,569	-	-	-	377,569	364,378
Playground Equipment	7,508	-	-	-	7,508	7,508
Bus	149,471	-	-	-	149,471	149,471
Less: Accumulated Depreciation	4,038,017	-	-	-	4,038,017	3,861,248
<b>Total Property and Equipment</b>	<b>4,295,836</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,295,836</b>	<b>4,459,414</b>
<b>OTHER ASSETS</b>						
Investment - Pastor Housing	64,060	-	-	-	64,060	64,060
Cash Surrender Value Life Insurance Policy	33,954	-	-	-	33,954	30,528
Unamortized Financing Fee	13,186	-	-	-	13,186	14,285
<b>Total Other Assets</b>	<b>111,200</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>111,200</b>	<b>108,873</b>
<b>Total Assets</b>	<b>\$ 4,784,836</b>	<b>\$ 141,367</b>	<b>\$ 125,690</b>	<b>\$ -</b>	<b>\$ 5,051,893</b>	<b>\$ 5,226,720</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>CURRENT LIABILITIES</b>						
Accounts Payable	\$ 15,663	\$ -	\$ -	\$ -	\$ 15,663	\$ 63,571
Accrued Payroll	54,768	-	-	-	54,768	57,202
Benevolence Payable	6,610	-	-	-	6,610	8,189
Deposits	20	-	-	-	20	1,119
Current Portion of Long-Term Debt	112,296	-	-	-	112,296	106,362
<b>Total Current Liabilities</b>	<b>189,357</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>189,357</b>	<b>236,443</b>
<b>LONG-TERM LIABILITIES</b>						
Notes Payable	1,861,350	-	-	-	1,861,350	2,014,219
Less: Current Portion of Long-Term Debt	112,296	-	-	-	112,296	106,362
<b>Total Long-Term Liabilities</b>	<b>1,749,054</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,749,054</b>	<b>1,907,857</b>
<b>Total Liabilities</b>	<b>1,938,411</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,938,411</b>	<b>2,144,300</b>
<b>NET ASSETS</b>	<b>2,846,425</b>	<b>141,367</b>	<b>125,690</b>	<b>-</b>	<b>3,113,482</b>	<b>3,082,420</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 4,784,836</b>	<b>\$ 141,367</b>	<b>\$ 125,690</b>	<b>\$ -</b>	<b>\$ 5,051,893</b>	<b>\$ 5,226,720</b>

**ASCENSION EVANGELICAL LUTHERAN CHURCH**  
**Separate Reporting Basis - Supplemental Information Schedule**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2017**  
**With Comparative Totals for the Year Ended June 30, 2016**

	2017				Total	2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>REVENUE AND SUPPORT</b>						
Envelope Offering	\$ 1,405,879	\$ -	\$ -	\$ -	\$ 1,405,879	\$ 1,356,338
Loose Offering	25,541	-	-	-	25,541	23,982
AGAPE Contributions	-	-	5,195	-	5,195	6,225
Music/Worship Contributions	-	-	37,317	-	37,317	46,489
Gifts for Pastors Contributions	-	-	17,870	-	17,870	17,485
Global Ministries Contributions	-	-	29,619	-	29,619	34,879
Other Restricted Contributions/Fundraising	-	-	84,623	-	84,623	100,962
Interest Income	285	-	-	-	285	259
Facility Usage Fees	11,697	-	-	-	11,697	12,971
Other Revenue	6,071	-	-	-	6,071	6,303
Designated Benevolence/Gifts	-	-	219,137	-	219,137	239,613
<b>Total Revenue and Support</b>	<b>1,449,473</b>	<b>-</b>	<b>393,761</b>	<b>-</b>	<b>1,843,234</b>	<b>1,845,506</b>
<b>EXPENSES</b>						
Clergy Compensation and Benefits	279,819	-	-	-	279,819	276,696
Administration Compensation and Benefits	576,012	-	-	-	576,012	623,783
Benevolence	64,287	-	219,137	-	283,424	300,537
Council Expenses	165	-	-	-	165	398
Program Expenses						
Family Life Ministry	8,726	-	-	-	8,726	5,248
Joy of Giving/Stewardship	3,331	-	-	-	3,331	3,148
Outreach	4,334	-	-	-	4,334	6,552
Worship/Music	39,282	-	33,212	-	72,494	83,245
Youth	5,159	-	-	-	5,159	5,775
Missions	4,308	-	-	-	4,308	1,294
Weddings and Funerals	(2,354)	-	-	-	(2,354)	98
AGAPE	-	-	4,920	-	4,920	4,557
Global Ministries	-	-	30,445	-	30,445	31,917
Other Program Expenses	1,849	-	94,532	-	96,381	94,904
Office Expenses	33,546	417	-	-	33,963	34,602
Audit	4,747	-	-	-	4,747	7,140
Other Administration	12,503	-	-	-	12,503	9,147
Other Clergy Expenses	8,685	-	18,285	-	26,970	43,445
Property Maintenance	19,889	-	-	-	19,889	26,886
Utilities	37,530	-	-	-	37,530	39,848
Insurance	35,981	-	-	-	35,981	30,741
Taxes	21,470	-	-	-	21,470	20,567
Interest	69,739	4,210	-	-	73,949	73,368
Master Plan Expenses	-	138	-	-	138	1,200
Depreciation and Amortization	177,868	-	-	-	177,868	180,786
<b>Total Expenses</b>	<b>1,406,876</b>	<b>4,765</b>	<b>400,531</b>	<b>-</b>	<b>1,812,172</b>	<b>1,905,882</b>
<b>INCREASE (DECREASE) IN UNRESTRICTED NET ASSETS</b>	<b>42,597</b>	<b>(4,765)</b>	<b>(6,770)</b>	<b>-</b>	<b>31,062</b>	<b>(60,376)</b>
<b>CHANGES IN OTHER NET ASSETS</b>						
Transfer Surplus to Property	10,488	(10,488)	-	-	-	-
Transfer Surplus to General Reserve	(32,345)	32,345	-	-	-	-
Capitalized Asset Purchases	-	-	-	-	-	4,591
	(21,857)	21,857	-	-	-	4,591
<b>INCREASE (DECREASE) IN NET ASSETS</b>	<b>20,740</b>	<b>17,092</b>	<b>(6,770)</b>	<b>-</b>	<b>31,062</b>	<b>(55,785)</b>
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<b>2,825,685</b>	<b>124,275</b>	<b>132,460</b>	<b>-</b>	<b>3,082,420</b>	<b>3,138,205</b>
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 2,846,425</b>	<b>\$ 141,367</b>	<b>\$ 125,690</b>	<b>\$ -</b>	<b>\$ 3,113,482</b>	<b>\$ 3,082,420</b>

**ASCENSION EVANGELICAL LUTHERAN SCHOOL  
 COMBINED DAY SCHOOL AND EARLY CHILDHOOD CENTER**  
 Separate Reporting Basis - Supplemental Information Schedule  
**STATEMENT OF FINANCIAL POSITION**  
 June 30, 2017  
 With Comparative Totals as of June 30, 2016

	2017				Total	2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>ASSETS</b>						
<b>CURRENT ASSETS</b>						
Cash and Cash Equivalents	\$ 581,878	\$ 224,300	\$ 102,521	\$ 27,706	\$ 936,405	\$ 917,921
Accounts Receivable	1,193,690	-	-	-	1,193,690	1,252,208
Prepaid Expenses	15,450	-	-	-	15,450	28,406
<b>Total Current Assets</b>	<b>1,791,018</b>	<b>224,300</b>	<b>102,521</b>	<b>27,706</b>	<b>2,145,545</b>	<b>2,198,535</b>
<b>PROPERTY AND EQUIPMENT</b>						
Buildings and Improvements	855,741	-	-	-	855,741	732,413
Equipment and Furniture	465,553	-	-	-	465,553	364,899
Playground Equipment	49,641	-	-	-	49,641	41,552
Less: Accumulated Depreciation	720,999	-	-	-	720,999	575,569
<b>Total Property and Equipment</b>	<b>649,936</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>649,936</b>	<b>563,295</b>
<b>OTHER ASSETS</b>						
Construction in Progress	25,934	-	-	-	25,934	-
Unamortized Financing Fee	811	-	-	-	811	1,082
<b>Total Other Assets</b>	<b>26,745</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,745</b>	<b>1,082</b>
<b>Total Assets</b>	<b>\$ 2,467,699</b>	<b>\$ 224,300</b>	<b>\$ 102,521</b>	<b>\$ 27,706</b>	<b>\$ 2,822,226</b>	<b>\$ 2,762,912</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>CURRENT LIABILITIES</b>						
Accounts Payable	\$ 76,996	\$ -	\$ -	\$ -	\$ 76,996	\$ 40,504
Accrued Payroll and Taxes	128,829	-	-	-	128,829	109,840
Deferred Revenue	1,658,537	-	-	-	1,658,537	1,829,427
Due to Church	18,519	-	-	-	18,519	17,491
Current Portion of Long-Term Debt	70,866	-	-	-	70,866	68,603
<b>Total Current Liabilities</b>	<b>1,953,747</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,953,747</b>	<b>2,065,865</b>
<b>LONG-TERM LIABILITIES</b>						
Notes Payable	208,637	-	-	-	208,637	277,240
Less: Current Portion of Long-Term Debt	70,866	-	-	-	70,866	68,603
<b>Total Long-Term Liabilities</b>	<b>137,771</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>137,771</b>	<b>208,637</b>
<b>Total Liabilities</b>	<b>2,091,518</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,091,518</b>	<b>2,274,502</b>
<b>NET ASSETS</b>	<b>376,181</b>	<b>224,300</b>	<b>102,521</b>	<b>27,706</b>	<b>730,708</b>	<b>488,410</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 2,467,699</b>	<b>\$ 224,300</b>	<b>\$ 102,521</b>	<b>\$ 27,706</b>	<b>\$ 2,822,226</b>	<b>\$ 2,762,912</b>

**ASCENSION EVANGELICAL LUTHERAN SCHOOL**  
**COMBINED DAY SCHOOL AND EARLY CHILDHOOD CENTER**  
 Separate Reporting Basis - Supplemental Information Schedule  
**STATEMENT OF ACTIVITIES**  
 For the Year Ended June 30, 2017  
 With Comparative Totals for the Year Ended June 30, 2016

	2017				Total	2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>REVENUE AND SUPPORT</b>						
Tuition	\$ 3,107,161	\$ -	\$ -	\$ -	\$ 3,107,161	\$ 2,444,840
Registration/Application Fees	140,695	-	-	-	140,695	137,371
Book Fees	64,125	-	-	-	64,125	48,546
Extended Care Income	106,146	-	-	-	106,146	63,426
ALECC Extended Care	8,020	-	-	-	8,020	7,450
Student Enrichment Activities	25,415	-	-	-	25,415	15,475
Donations/Fundraising Activities	153,907	-	21,269	2,592	177,768	202,520
Other School Income	10,353	-	-	-	10,353	164,852
Unrealized Gain (Loss) on Investments	17,185	-	-	-	17,185	(10,785)
Gain (Loss) Disposal of Property and Equipment	(5,732)	-	-	-	(5,732)	-
Interest Income	5,713	-	-	-	5,713	8,876
<b>Total Revenue and Support</b>	<b>3,632,988</b>	<b>-</b>	<b>21,269</b>	<b>2,592</b>	<b>3,656,849</b>	<b>3,082,571</b>
<b>EXPENSES</b>						
Salaries - Teaching Staff and Substitutes	1,836,374	-	-	-	1,836,374	1,534,656
Salaries - Administration	289,039	-	-	-	289,039	283,404
Contract Labor	5,303	-	-	-	5,303	3,938
Group Pension and Benefits	289,767	-	-	-	289,767	231,041
Payroll Taxes	192,935	-	-	-	192,935	176,497
Payroll Service	7,554	-	-	-	7,554	7,138
Staff Development/Continuing Education	27,669	-	-	-	27,669	6,721
Non-Reserve Financial Aid Grants	52,970	-	-	-	52,970	34,095
Classroom Materials and Supplies	69,058	-	-	-	69,058	270,501
Extended Care Expenses	15,849	-	-	-	15,849	4,909
Preschool Snacks and Milk	13,912	-	-	-	13,912	13,547
Office Expenses	34,456	-	-	-	34,456	37,651
Bad Debt Expense	9,619	-	-	-	9,619	22,409
Technology	61,722	-	-	-	61,722	34,151
Library	(158)	-	-	-	(158)	222
Other School Expenses	30,923	-	-	-	30,923	24,459
Advertising	24,238	-	-	-	24,238	26,099
Dues and Subscriptions	2,785	-	-	-	2,785	1,560
Audit	6,750	-	-	-	6,750	8,840
Property Expenses	123,991	-	2,905	-	126,896	145,187
Utilities	62,591	-	-	-	62,591	54,371
Insurance	12,269	-	-	-	12,269	12,540
Interest Expense	7,994	-	-	-	7,994	9,303
Depreciation Expense	151,635	-	-	-	151,635	100,663
<b>Total Expenses</b>	<b>3,329,245</b>	<b>-</b>	<b>2,905</b>	<b>-</b>	<b>3,332,150</b>	<b>3,043,902</b>
<b>INCREASE IN UNRESTRICTED NET ASSETS</b>	<b>303,743</b>	<b>-</b>	<b>18,364</b>	<b>2,592</b>	<b>324,699</b>	<b>38,669</b>
<b>CHANGES IN OTHER NET ASSETS</b>						
Transfers to Other Net Assets	-	52,841	(120,965)	-	(68,124)	8,130
Transfer to Financial Aid Fund	(15,000)	15,000	-	-	-	-
Transfer of Surplus	(108,000)	108,000	-	-	-	-
Financial Aid Grants Current Year	(81)	(15,000)	804	-	(14,277)	(69,943)
	<u>(123,081)</u>	<u>160,841</u>	<u>(120,161)</u>	<u>-</u>	<u>(82,401)</u>	<u>(61,813)</u>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	<b>180,662</b>	<b>160,841</b>	<b>(101,797)</b>	<b>2,592</b>	<b>242,298</b>	<b>(23,144)</b>
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<b>195,519</b>	<b>63,459</b>	<b>204,316</b>	<b>25,114</b>	<b>488,410</b>	<b>511,554</b>
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 376,181</b>	<b>\$ 224,300</b>	<b>\$ 102,521</b>	<b>\$ 27,706</b>	<b>\$ 730,708</b>	<b>\$ 488,410</b>

**ASCENSION EVANGELICAL LUTHERAN DAY SCHOOL (K - 8TH GRADE)**

Separate Reporting Basis - Supplemental Information Schedule

**STATEMENT OF FINANCIAL POSITION**

June 30, 2017

With Comparative Totals as of June 30, 2016

	2017				Total	2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>ASSETS</b>						
<b>CURRENT ASSETS</b>						
Cash and Cash Equivalents	\$ 571,488	\$ 209,300	\$ 102,521	\$ 27,706	\$ 911,015	\$ 890,405
Accounts Receivable, Net	1,065,026	-	-	-	1,065,026	1,046,385
Prepaid Expenses	15,450	-	-	-	15,450	28,406
<b>Total Current Assets</b>	<b>1,651,964</b>	<b>209,300</b>	<b>102,521</b>	<b>27,706</b>	<b>1,991,491</b>	<b>1,965,196</b>
<b>PROPERTY AND EQUIPMENT</b>						
Buildings	31,082	-	-	-	31,082	25,032
Leasehold Improvements	414,625	-	-	-	414,625	293,881
Equipment and Furniture	429,282	-	-	-	429,282	332,460
Playground Equipment	23,937	-	-	-	23,937	23,937
Less: Accumulated Depreciation	550,113	-	-	-	550,113	482,834
<b>Total Property and Equipment</b>	<b>348,813</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>348,813</b>	<b>192,476</b>
<b>OTHER ASSETS</b>						
Construction in Progress	20,377	-	-	-	20,377	-
<b>Total Other Assets</b>	<b>20,377</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>20,377</b>	<b>-</b>
<b>Total Assets</b>	<b>\$ 2,021,154</b>	<b>\$ 209,300</b>	<b>\$ 102,521</b>	<b>\$ 27,706</b>	<b>\$ 2,360,681</b>	<b>\$ 2,157,672</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>CURRENT LIABILITIES</b>						
Accounts Payable	\$ 57,505	\$ -	\$ -	\$ -	\$ 57,505	\$ 32,932
Accrued Payroll and Benefits	114,590	-	-	-	114,590	95,789
Due to Church	10,366	-	-	-	10,366	11,633
<b>Total Current Liabilities</b>	<b>182,461</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>182,461</b>	<b>140,354</b>
<b>FUTURE TUITION AND FEES INCOME</b>						
Deferred Revenue	1,581,976	-	-	-	1,581,976	1,664,009
<b>Total Liabilities</b>	<b>1,764,437</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,764,437</b>	<b>1,804,363</b>
<b>NET ASSETS</b>	<b>256,717</b>	<b>209,300</b>	<b>102,521</b>	<b>27,706</b>	<b>596,244</b>	<b>353,309</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 2,021,154</b>	<b>\$ 209,300</b>	<b>\$ 102,521</b>	<b>\$ 27,706</b>	<b>\$ 2,360,681</b>	<b>\$ 2,157,672</b>

**ASCENSION EVANGELICAL LUTHERAN DAY SCHOOL (K - 8TH GRADE)**

**Separate Reporting Basis - Supplemental Information Schedule**

**STATEMENT OF ACTIVITIES**

**For the Year Ended June 30, 2017**

**With Comparative Totals for the Year Ended June 30, 2016**

	2017				Total	2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>REVENUE AND SUPPORT</b>						
Tuition	\$ 1,693,607	\$ -	\$ -	\$ -	\$ 1,693,607	\$ 1,284,866
Registration and Application Fees	108,300	-	-	-	108,300	102,325
Book Fees	64,125	-	-	-	64,125	48,546
Extended Care Income	106,146	-	-	-	106,146	63,426
Student Enrichment Activities	25,415	-	-	-	25,415	15,475
Fundraising Activities						
Retail Rewards	194	-	-	-	194	2,033
Annual Fund	74,781	-	-	-	74,781	30,968
Auction	68,326	-	-	-	68,326	97,666
Contributions / Fundraisers	7,237	-	21,269	2,592	31,098	61,922
ALECC Administration Fee	30,300	-	-	-	30,300	27,000
Unrealized Gain (Loss) on Investments	17,185	-	-	-	17,185	(10,785)
Other Income	7,875	-	-	-	7,875	822
Interest Income	5,711	-	-	-	5,711	8,865
<b>Total Revenue and Support</b>	<b>2,209,202</b>	<b>-</b>	<b>21,269</b>	<b>2,592</b>	<b>2,233,063</b>	<b>1,733,129</b>
<b>EXPENSES</b>						
Salaries - Teaching Staff and Substitutes	1,028,427	-	-	-	1,028,427	828,013
Salaries - Administration	289,039	-	-	-	289,039	283,404
Contract Labor	5,303	-	-	-	5,303	3,938
Group Pension and Benefits	176,804	-	-	-	176,804	143,813
Payroll Taxes	117,423	-	-	-	117,423	107,727
Payroll Service	7,554	-	-	-	7,554	7,138
Staff Development and Events	16,317	-	-	-	16,317	2,781
Non-Reserve Financial Aid Grants	40,025	-	-	-	40,025	11,754
Classroom Materials and Supplies	32,438	-	-	-	32,438	53,005
Extended Care Expenses	15,849	-	-	-	15,849	4,909
Office Expenses	24,594	-	-	-	24,594	23,981
Bad Debt Expense	9,619	-	-	-	9,619	18,661
Technology	60,273	-	-	-	60,273	30,684
Library	(158)	-	-	-	(158)	222
Other School Expenses	18,144	-	-	-	18,144	14,434
Advertising	21,826	-	-	-	21,826	23,092
Dues and Subscriptions	2,353	-	-	-	2,353	1,289
Audit	4,750	-	-	-	4,750	6,840
Property Expenses	53,714	-	-	-	53,714	83,930
Utilities	32,418	-	-	-	32,418	31,828
Insurance	9,176	-	-	-	9,176	10,007
Depreciation Expense	67,279	-	-	-	67,279	39,732
<b>Total Expenses</b>	<b>2,033,167</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,033,167</b>	<b>1,731,182</b>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	<b>176,035</b>	<b>-</b>	<b>21,269</b>	<b>2,592</b>	<b>199,896</b>	<b>1,947</b>
<b>CHANGES IN OTHER NET ASSETS</b>						
Transfers to Other Net Assets	-	52,841	(120,965)	-	(68,124)	8,130
Transfers of Surplus from ALECC	-	108,000	-	-	108,000	40,300
Net Transactions Between ALECC	17,440	-	-	-	17,440	(70,549)
Financial Aid Grants Current Year	(81)	(15,000)	804	-	(14,277)	(69,943)
	<b>17,359</b>	<b>145,841</b>	<b>(120,161)</b>	<b>-</b>	<b>43,039</b>	<b>(92,062)</b>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	<b>193,394</b>	<b>145,841</b>	<b>(98,892)</b>	<b>2,592</b>	<b>242,935</b>	<b>(90,115)</b>
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<b>63,323</b>	<b>63,459</b>	<b>201,413</b>	<b>25,114</b>	<b>353,309</b>	<b>443,424</b>
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 256,717</b>	<b>\$ 209,300</b>	<b>\$ 102,521</b>	<b>\$ 27,706</b>	<b>\$ 596,244</b>	<b>\$ 353,309</b>

**ASCENSION EVANGELICAL LUTHERAN EARLY CHILDHOOD CENTER (ALECC)**

Separate Reporting Basis - Supplemental Information Schedule

**STATEMENT OF FINANCIAL POSITION**

June 30, 2017

With Comparative Totals as of June 30, 2016

	2017				2016 Total	
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted		
<b>ASSETS</b>						
<b>CURRENT ASSETS</b>						
Cash and Cash Equivalents	\$ 10,390	\$ 15,000	\$ -	\$ -	\$ 25,390	\$ 27,516
Accounts Receivable, Net	128,664	-	-	-	128,664	205,823
Total Current Assets	139,054	15,000	-	-	154,054	233,339
<b>PROPERTY AND EQUIPMENT</b>						
Leasehold Improvements	410,034	-	-	-	410,034	413,500
Equipment and Furniture	36,271	-	-	-	36,271	32,439
Playground Equipment	25,704	-	-	-	25,704	17,615
Less: Accumulated Depreciation	170,886	-	-	-	170,886	92,735
Total Property and Equipment	301,123	-	-	-	301,123	370,819
<b>OTHER ASSETS</b>						
Construction in Progress	5,557	-	-	-	5,557	-
Unamortized Financing Fee	811	-	-	-	811	1,082
Total Other Assets	6,368	-	-	-	6,368	1,082
<b>Total Assets</b>	<b>\$ 446,545</b>	<b>\$ 15,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 461,545</b>	<b>\$ 605,240</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>CURRENT LIABILITIES</b>						
Accounts Payable	\$ 19,491	\$ -	\$ -	\$ -	\$ 19,491	\$ 7,572
Accrued Expenses	14,239	-	-	-	14,239	14,051
Deferred Revenue	76,561	-	-	-	76,561	165,418
Due to Church	8,153	-	-	-	8,153	5,858
Current Portion of Long-Term Debt	70,866	-	-	-	70,866	68,603
Total Current Liabilities	189,310	-	-	-	189,310	261,502
<b>LONG-TERM LIABILITIES</b>						
Notes Payable	208,637	-	-	-	208,637	277,240
Less: Current Portion of Long-Term Debt	70,866	-	-	-	70,866	68,603
Total Long-Term Liabilities	137,771	-	-	-	137,771	208,637
Total Liabilities	327,081	-	-	-	327,081	470,139
<b>NET ASSETS</b>	<b>119,464</b>	<b>15,000</b>	<b>-</b>	<b>-</b>	<b>134,464</b>	<b>135,101</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 446,545</b>	<b>\$ 15,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 461,545</b>	<b>\$ 605,240</b>

**ASCENSION EVANGELICAL LUTHERAN EARLY CHILDHOOD CENTER (ALECC)**

Separate Reporting Basis - Supplemental Information Schedule

**STATEMENT OF ACTIVITIES**

For the Year Ended June 30, 2017

With Comparative Totals for the Year Ended June 30, 2016

	2017				2016 Total
	Unrestricted	Designated Funds	Temporarily Restricted	Permanently Restricted	
<b>REVENUE AND SUPPORT</b>					
ALECC Tuition	\$ 929,906	\$ -	\$ -	\$ -	\$ 929,906
Infant Tuition	483,648	-	-	-	483,648
ALECC Registration and Application Fees	23,435	-	-	-	23,435
Infant Registration and Application Fees	8,960	-	-	-	8,960
Extended Care	8,020	-	-	-	8,020
Fundraising, Net	3,369	-	-	-	3,369
Donations	-	-	-	-	-
Gain (Loss) on Disposal of Property and Equipment	(5,732)	-	-	-	(5,732)
Other Income	2,478	-	-	-	2,478
Interest Income	2	-	-	-	2
<b>Total Revenue and Support</b>	<b>1,454,086</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,454,086</b>
<b>EXPENSES</b>					
Salaries - Teaching Staff and Substitutes	807,947	-	-	-	807,947
Group Pension and Benefits	112,963	-	-	-	112,963
Payroll Taxes and Workers Compensation	75,512	-	-	-	75,512
Staff Development and Continuing Education	11,352	-	-	-	11,352
Non-Reserve Financial Aid Grants	12,945	-	-	-	12,945
Classroom Materials and Supplies	36,620	-	-	-	36,620
Preschool Snacks and Milk	13,912	-	-	-	13,912
Student Activities	6,149	-	-	-	6,149
Office Expenses	9,862	-	-	-	9,862
Technology	1,449	-	-	-	1,449
Other School Expenses	1,785	-	-	-	1,785
Bad Debts	-	-	-	-	-
Fees and Processing	4,845	-	-	-	4,845
Advertising	2,412	-	-	-	2,412
Dues and Subscriptions	432	-	-	-	432
Audit	2,000	-	-	-	2,000
Day School Administration Fee	30,300	-	-	-	30,300
Property Expenses	70,277	-	2,905	-	73,182
Utilities	30,173	-	-	-	30,173
Insurance	3,093	-	-	-	3,093
Interest Expense	7,994	-	-	-	7,994
Depreciation Expense	84,356	-	-	-	84,356
<b>Total Expenses</b>	<b>1,326,378</b>	<b>-</b>	<b>2,905</b>	<b>-</b>	<b>1,329,283</b>
<b>INCREASE IN UNRESTRICTED NET ASSETS</b>	<b>127,708</b>	<b>-</b>	<b>(2,905)</b>	<b>-</b>	<b>124,803</b>
<b>CHANGES IN OTHER NET ASSETS</b>					
Transfers to Financial Aid Fund	(15,000)	15,000	-	-	-
Transfer of Surplus to Day School	(108,000)	-	-	-	(108,000)
Net Transactions Between Day School	(17,440)	-	-	-	(17,440)
	<b>(140,440)</b>	<b>15,000</b>	<b>-</b>	<b>-</b>	<b>(125,440)</b>
<b>INCREASE (DECREASE) IN NET ASSETS</b>	<b>(12,732)</b>	<b>15,000</b>	<b>(2,905)</b>	<b>-</b>	<b>(637)</b>
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<b>132,196</b>	<b>-</b>	<b>2,905</b>	<b>-</b>	<b>135,101</b>
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 119,464</b>	<b>\$ 15,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 134,464</b>

**ASCENSION EVANGELICAL LUTHERAN CHURCH FOUNDATION**

Separate Reporting Basis - Supplemental Information Schedule

**STATEMENT OF FINANCIAL POSITION**

June 30, 2017

With Comparative Totals as of June 30, 2016

	2017					2016 Total
	Unrestricted	Temporarily Restricted		Permanently Restricted Perpetual Funds	Total	
		Other	Perpetual Funds			
<b>ASSETS</b>						
<b>OTHER ASSETS</b>						
Cash and Cash Equivalents	\$ -	\$ 2,475	\$ 1,769	\$ 3,359	\$ 7,603	\$ 11,721
Investments						
First Mortgage Bonds	-	1,627	1,163	2,210	5,000	5,000
First Mortgage Bond Funds	-	1,865	1,333	2,530	5,728	8,597
Security Mutual Funds	-	305,334	218,199	414,361	937,894	823,290
ALC Note	-	16,278	11,632	22,090	50,000	50,000
Total Current Assets	-	327,579	234,096	444,550	1,006,225	898,608
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 327,579</b>	<b>\$ 234,096</b>	<b>\$ 444,550</b>	<b>\$ 1,006,225</b>	<b>\$ 898,608</b>
<b>LIABILITIES AND NET ASSETS</b>						
<b>CURRENT LIABILITIES</b>						
Due to Church	\$ -	\$ 51	\$ 36	\$ 68	\$ 155	\$ -
Total Current Liabilities	-	51	36	68	155	-
<b>Total Liabilities</b>	<b>-</b>	<b>51</b>	<b>36</b>	<b>68</b>	<b>155</b>	<b>-</b>
<b>NET ASSETS</b>						
Scholarship Funds	-	-	97,050	246,089	343,139	307,105
Endowment Funds	-	-	137,010	198,393	335,403	298,551
Memorial Wall Fund	-	8,952	-	-	8,952	7,207
Infant Day Care Center Fund	-	-	-	-	-	-
"Pete" Pederson Primary Fund	-	318,576	-	-	318,576	285,745
<b>Total Net Assets</b>	<b>-</b>	<b>327,528</b>	<b>234,060</b>	<b>444,482</b>	<b>1,006,070</b>	<b>898,608</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ -</b>	<b>\$ 327,579</b>	<b>\$ 234,096</b>	<b>\$ 444,550</b>	<b>\$ 1,006,225</b>	<b>\$ 898,608</b>

**ASCENSION EVANGELICAL LUTHERAN CHURCH FOUNDATION**

Separate Reporting Basis - Supplemental Information Schedule

**STATEMENT OF ACTIVITIES**

For the Year Ended June 30, 2017

With Comparative Totals for the Year Ended June 30, 2016

	2017					2016 Total
	Unrestricted	Temporarily Restricted		Permanently Restricted Perpetual Funds	Total	
		Other	Perpetual Funds			
<b>REVENUE AND SUPPORT</b>						
Dividend Income	\$ -	\$ 4,938	\$ 10,323	\$ -	\$ 15,259	\$ 23,765
Interest Income	-	841	1,757	-	2,598	2,952
Realized Gain (Loss) on Investments	-	7,726	16,159	-	23,885	37,258
Unrealized Gain (Loss) on Investments	-	29,480	61,657	-	91,137	(66,838)
Contributions	-	1,970	3,685	5,190	10,845	28,999
<b>Total Revenue and Support</b>	-	<b>44,953</b>	<b>93,581</b>	<b>5,190</b>	<b>143,724</b>	<b>26,136</b>
<b>EXPENSES</b>						
Grants and Scholarships	-	7,699	20,284	-	27,983	41,758
Administrative Expenses	-	2,678	5,601	-	8,279	7,686
<b>Total Expenses</b>	-	<b>10,377</b>	<b>25,885</b>	-	<b>36,262</b>	<b>49,444</b>
<b>INCREASE (DECREASE) IN NET ASSETS BEFORE TRANSFERS</b>	-	<b>34,576</b>	<b>67,696</b>	<b>5,190</b>	<b>107,462</b>	<b>(23,308)</b>
<b>CHANGES IN NET ASSETS</b>						
Transfers Between Funds	-	-	-	-	-	-
<b>INCREASE (DECREASE) IN NET ASSETS</b>	-	<b>34,576</b>	<b>67,696</b>	<b>5,190</b>	<b>107,462</b>	<b>(23,308)</b>
<b>NET ASSETS AT BEGINNING OF YEAR</b>	-	<b>292,952</b>	<b>166,364</b>	<b>439,292</b>	<b>898,608</b>	<b>921,916</b>
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ -</b>	<b>\$ 327,528</b>	<b>\$ 234,060</b>	<b>\$ 444,482</b>	<b>\$ 1,006,070</b>	<b>\$ 898,608</b>