Consolidated Financial Statements, Supplementary Information and Report of Independent Certified Public Accountants

Saint John Vianney Center

June 30, 2016 and 2015

Contents

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Report of Independent Certified Public Accountants

The Board of Directors
Saint John Vianney Center
Downingtown, Pennsylvania

Report on the financial statements
We have audited the accompanying consolidated financial statements of Saint John Vianney Center, which comprise the consolidated balance sheets as of June 30, 2016 and 2015, and the related consolidated statements of operations and changes in net assets and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's responsibility for the financial statements
Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements based on our audits. We conducted our audits 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Saint John Vianney Center as of June 30, 2016 and 2015, and the results of its operations and changes in net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Supplementary information

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The accompanying consolidating balance sheets as of June 30, 2016 and 2015 and the consolidating statements of operations and changes in net assets for the years then ended are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures. These additional procedures included comparing and reconciling the information directly to the underlying accounting and other records used to prepare the consolidated financial statements, or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America established by the American Institute of Certified Public Accountants. In our opinion, the supplementary information is fairly stated in all material respects in relation to the consolidated financial statements taken as a whole.

Grant Thornton LLP

Philadelphia, Pennsylvania

October 21, 2016

Saint John Vianney Center

CONSOLIDATED BALANCE SHEETS

June 30,

	2016	2015
ASSETS		
Current		
Cash and cash equivalents	$ 1,500	$ 1,500
Patient accounts receivable		
Residents	1,135,214	1,650,818
Outpatient	10,984	20,619
Allowance for doubtful accounts	(97,318)	(152,143)
Net patient accounts receivable	1,048,880	1,519,294
Other receivables	2,531	-
Prepaid expenses	96,711	71,978
Related party receivables	5,202,180	2,697,368
Total current assets	6,351,802	4,290,140
Investments		
Unrestricted	2,954,948	2,749,301
Unrestricted - board-designated depreciation reserve fund	-	263,734
Total investments	2,954,948	3,013,035
Property, plant and equipment, net	2,433,294	2,377,234
Total assets	$ 11,740,044	$ 9,680,409
LIABILITIES AND NET ASSETS		
Current		
Accounts payable	$ 260,187	$ 224,400
Accrued salaries	329,186	305,335
Accrued expenses	63,947	161,863
Related party payables	1,456,323	1,323,416
Total current liabilities	2,109,643	2,015,014
Total liabilities	2,109,643	2,015,014
Unrestricted net assets	9,630,401	7,665,395
Total net assets	9,630,401	7,665,395
Total liabilities and net assets	$ 11,740,044	$ 9,680,409

The accompanying notes are an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS

For the year ended June 30,

	2016	2015
Operating revenues:		
Net resident revenue, net of contractual allowances	$ 10,325,161	$ 8,740,039
Recovery of (provision for) bad debt	35,176	(54,825)
Net resident revenue, net of bad debt	10,360,337	8,685,214
Contribution of rental at fair value	744,372	744,372
Other operating revenue	306,120	280,936
Total operating revenues	11,410,829	9,710,522
Operating expenses:		
Administration	1,250,070	1,236,165
Annex program	286,447	269,334
Chapel	163,287	124,832
Community counseling	158,072	243,672
Consultation and education services	173,824	110,819
Depreciation	260,919	246,502
Dietary	580,031	510,407
Fringe benefits	1,073,473	1,129,760
Geriatric services	143,880	311,718
Housekeeping	95,074	105,105
Marketing	337,478	308,721
Nurse administration	594,925	407,433
Outpatient services	194,040	257,209
Plant operation and maintenance	651,248	604,156
Professional care	2,496,699	2,268,382
Recreation	67,489	57,524
Rent expense	744,372	744,372
Social services	146,094	132,537
Total operating expenses	9,417,422	9,068,648
Operating income	1,993,407	641,874
Nonoperating revenue, gains and losses:		
Contributions and bequests	20,880	1,800
Interest and investment income	44,402	46,984
Realized (loss) gain on sale of investments	(2,286)	502,794
Unrealized loss in fair market value of investments	(91,397)	(483,915)
Nonoperating revenue, gains and losses, net	(28,401)	67,663
Excess of revenues over expenses	1,965,006	709,537
Increase in net assets	1,965,006	709,537
Net assets		
Beginning of year	7,665,395	6,955,858
End of year	$ 9,630,401	$ 7,665,395

The accompanying notes are an integral part of these consolidated financial statements.

Saint John Vianney Center

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the year ended June 30,

	2016	2015
Cash flows from operating activities		
Increase in net assets	$ 1,965,006	$ 709,537
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
(Recovery of) provision for bad debt	(35,176)	54,825
Unrealized loss in fair market value of investments	91,397	483,915
Realized loss (gain) on sale of investments	2,286	(502,794)
Depreciation	260,919	246,502
Changes in working capital which provided or (used) cash		
Accounts receivable	505,590	(423,566)
Other receivables	(2,531)	3,251
Related party receivables	(2,504,812)	(477,450)
Prepaid expenses	(24,733)	41,093
Accounts payable	35,787	(43,007)
Accrued salaries	23,851	(65,543)
Accrued expenses	(97,916)	(27,901)
Related party payable	132,907	327,143
Net cash provided by operating activities	352,575	326,005
Cash flows from investing activities		
Purchase of property, plant and equipment	(316,979)	(286,194)
Purchase of investments, net	(35,596)	(39,811)
Net cash used in investing activities	(352,575)	(326,005)
Net increase in cash and cash equivalents	-	-
Cash and cash equivalents		
Beginning of year	1,500	1,500
End of year	$ 1,500	$ 1,500

The accompanying notes are an integral part of these consolidated financial statements.

NOTE A - NATURE OF OPERATIONS AND PRINCIPLES OF CONSOLIDATION

Saint John Vianney Center (the "Center") provides inpatient and outpatient psychological care to priests and religious personnel and bills the respective insurance companies, religious orders or diocese. The Center is a corporation whose members consist of the following: the Archbishop of Philadelphia, the Moderator of the Curia and the Secretary for Clergy.

The Center is the sole corporate member of Catholic Clinical Consultants ("CCC"). CCC provides behavioral health management and clinical services to skilled nursing facilities, adult day care programs, assisted living facilities and other community based programs. The financial statements consolidate CCC into the Center (collectively referred to as the "Organization").

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of Presentation

The accompanying consolidated financial statements have been prepared on the accrual basis in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"). The Organization's net assets and its revenues, expenses, gains and losses are classified into three categories, based on the existence or absence of donor-imposed restrictions. The categories are permanently restricted, temporarily restricted and unrestricted net assets.

Unrestricted net assets are free of donor-imposed restrictions.

Temporarily restricted net assets include gifts, pledges, trusts, remainder interests, income and appreciation, for which donor-imposed restrictions have not been met. Such restrictions include purpose restrictions where donors have specified the purpose for which the net assets are to be spent, and/or time restrictions imposed by donors or implied by the nature of the gift.

Permanently restricted net assets include gifts, pledges, trusts and remainder interests, which require by donor restriction that the corpus be invested in perpetuity and only the income be made available for operations in accordance with donor restrictions.

As of June 30, 2016 and 2015, there were no temporarily or permanently restricted net assets.

2. Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the 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 revenue and expenses during the reporting period. Estimates include depreciation on property, plant and equipment and allowance for doubtful accounts on patient accounts receivable. Actual results could differ from those estimates.

(Continued)

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

3. Cash and Cash Equivalents

The Organization considers investments in highly liquid securities, authorized by management, purchased with a maturity of three months or less from the date purchased to be cash equivalents. The Organization maintains cash balances with financial institutions that at times may exceed Federal Deposit Insurance Corporation limits. Management does not believe the credit risk related to these deposits to be significant.

4. Pledges/Contributions

Unconditional promises to give (pledges) are recorded as receivables and revenues at fair value at the date the promise is received within the appropriate net asset category. Donor-restricted gifts which are received and either spent or deemed spent within the same year are reported as unrestricted revenues and expenses. Gifts of long-lived assets are reported at fair value as unrestricted revenue. Gifts specified for the acquisition or construction of long-lived assets are reported as unrestricted net assets when the assets are placed in service.

5. Resident Service Revenues and Allowances

Resident service revenue is accounted for at various established rates according to patient classification as the services are provided.

The Organization provides an allowance for doubtful accounts for estimated losses resulting from the unwillingness or inability of residents to make payments for services. The allowance is determined by analyzing historical data and trends. Accounts receivable are charged off against the allowance for doubtful accounts when management determines that recovery is unlikely and the Organization ceases collection efforts. Write-offs have been consistent with management's expectations.

Net residential fees and net health care revenues for the years ended June 30, 2016 and 2015, net of contractual allowances and discounts (but before the provision for bad debt), recognized in the periods from these major payor sources based on primary insurance designation, are as follows:

Net resident revenue	Third-party payors	Self-pay	Total all payors
2016	$ 197,120	$10,128,041	$10,325,161
2015	$ 310,971	$ 8,429,068	$ 8,740,039

Deductibles and copayments under third-party payment programs within the third-party payor amounts above are the residents' responsibility, and the Organization considers these amounts in its determination of the provision for bad debt based on collection experience.

(Continued)

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Organization records a significant provision for bad debt on the basis of its past experience and on its review of individual receivable accounts to evaluate the ability and willingness of residents to pay amounts due for the portion of their bill for which they are financially responsible. The Organization has not experienced significant changes in write-off trends for the years ended June 30, 2016 and 2015.

6. Investments

On April 30, 2015, Trust Accounts previously held in the Non-Pension Assets Portfolio (the "NPAP") were liquidated and re-invested with two publicly traded SEI Catholic Values public mutual funds. The Catholic Values Equity Fund and the Catholic Values Fixed Income Fund ("Catholic Values Funds") provide Catholic institutions with high quality products that align with their core values, without sacrificing diversification or return potential. Specifically, the funds align with the investment directives set forth by the United States Conference of Catholic Bishops ("USCCB"). The Archdiocese of Philadelphia appointed SEI Private Trust Company to act as custodian (the "Custodian") of the Trustee Accounts. The investment in the Trustee Account and other investments are reported at fair value.

Realized gains and losses are reported to the participant monthly. Gains and losses created at the participant level due to sales are recorded in the specific participant accounts. Unrealized gains and losses are included in the consolidated statement of operations and changes in net assets as net appreciation or depreciation in the fair value of investments.

7. Property, Plant and Equipment

Property, plant and equipment are carried at cost. Expenditures for major renewals and betterments are capitalized. Maintenance and repairs are charged to expense as incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

Recovery periods are based on the following ranges of useful lives:

Land improvements	5 - 20 years
Building improvements	5 - 40 years
Furniture and fixtures	3 - 20 years

8. Long-Lived Assets

The Organization continually evaluates whether events and circumstances have occurred that indicate the remaining estimated useful life of long-lived assets may warrant revision or that the remaining balance may not be recoverable. When factors indicate that long-lived assets should be evaluated for possible impairment, the Organization uses an estimate of the related undiscounted operating income over the remaining life of the long-lived asset in measuring whether the long-lived asset is recoverable. The impairment loss on these assets is measured as the excess of the carrying amount of the asset over its fair value. Fair value is based on market prices where available, or discounted cash flows. Management believes that no revision to the remaining useful lives or write-down of long-lived assets were required at June 30, 2016 and 2015.

(Continued)

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

9. Excess of Revenues over Expenses

The consolidated statements of operations and changes in net assets include the excess of revenues over expenses. Changes in unrestricted net assets which are excluded from the excess of revenues over expenses, consistent with industry practice, included permanent transfers of assets to and from affiliates for other than goods and services and contributions of long-lived assets (including assets acquired using contributions which by donor restriction were to be used for the purposes of acquiring such assets).

10. Reclassifications

Certain amounts in the prior year consolidated financial statements have been reclassified for comparative purposes to conform to the presentation in the current year consolidated financial statements. The reclassifications had no impact on total net assets or the change in net assets.

NOTE C - INVESTMENTS

Investments held at SEI are reported at fair value and consist of the following:

Catholic Values Equity Fund (or "fund") - Invests in common stocks and is managed by SEI. The fund is valued at the closing price of the traded fund.

Catholic Values Fixed Income Fund (or "fund") - Invests in mutual funds, corporate obligations, United States Treasury obligations and municipal obligations and is managed by SEI. The fund is valued at the closing price of the traded fund.

Liquidity Sub-Account (or "fund") - Investments are liquid in nature and invested in short-duration U.S. government bonds.

The total investments of the Organization at June 30, 2016 and 2015 are detailed as follows:

	2016	2015
Catholic Values Equity Fund	$ 2,075,363	$ 1,925,252
Catholic Values Fixed Income Fund	879,585	1,087,783
Total ownership	$ 2,954,948	$ 3,013,035

NOTE D - PROPERTY, PLANT AND EQUIPMENT

	June 30, 2016	June 30, 2015
Land improvements	$ 281,705	$ 207,059
Building and improvements	4,805,400	4,653,383
Furniture and equipment	1,511,882	1,421,566
Construction in progress	949	949
	6,599,936	6,282,957
Accumulated depreciation	(4,166,642)	(3,905,723)
Property, plant and equipment, net	$ 2,433,294	$ 2,377,234

Depreciation expense was $260,919 and $246,502 for the years ended June 30, 2016 and 2015, respectively.

The land on which the Organization is located is owned by the Archdiocese of Philadelphia. The Organization occupies this land and does not make a rental payment to the Archdiocese of Philadelphia for its use. The cost of this land is not reflected in the consolidated financial statements of the Organization. Rent expense and contribution revenue have been recorded at fair market value and have been reported in the consolidated statements of operations and changes in net assets.

NOTE E - EMPLOYEE BENEFIT PLANS

1. Lay Employees' Retirement Plan - frozen effective June 30, 2014

Through June 30, 2014, the eligible lay employees of the Organization were covered under the Archdiocese of Philadelphia Lay Employees' Retirement Plan (the "Plan"), which is a defined benefit pension plan covering substantially all lay employees of the Archdiocese of Philadelphia, based on age and service requirements. The Plan is administered by the Trustees of the Plan. The Organization made annual contributions to the Plan at an average rate of 4.00% and 5.75% of the salaries of eligible employees for the years ended June 30, 2016 and 2015, respectively. The amount expensed by the Organization for contributions to the Plan was $99,406 and $156,546 for the years ended June 30, 2016 and 2015, respectively. Separate accounts for vested benefits and pension fund assets are not maintained for each institution.

2. Archdiocese of Philadelphia 403(b) Retirement Plan

Effective July 1, 2014, the Archdiocese of Philadelphia established a 403(b) defined contribution plan. Under the 403(b) plan, and subject to statutory limits, all employees at least 18 years of age are immediately eligible to make voluntary deferred salary contributions into the 403(b) plan.

(Continued)

NOTE E - EMPLOYEE BENEFIT PLANS - Continued

Employer contributions, which cover employees meeting the eligibility requirements below, are discretionary. The following are the eligibility requirements for the employer contributions:

Grandfathered Employees - Any employee who was accruing benefits as an active participant in the Plan as of its freeze date of June 30, 2014 is a grandfathered employee and will be eligible to receive employer contributions beginning with the first payroll on or after July 1, 2014. A grandfathered 10-month employee will be eligible to receive employer contributions beginning with the first payroll on or after September 1, 2014.

Non-Grandfathered Employees - Non-grandfathered employees are eligible to receive the employer contribution beginning with the first payroll coinciding with or immediately following the completion of 1,000 hours of service during the 18-month period beginning July 1, 2014 through December 31, 2015. The employee must also have attained at least 18 years of age to be eligible. For a non-grandfathered employee hired prior to July 1, 2014 who does not meet the eligibility requirements for an employer contribution in the time frame described above, the period for determining whether or not one meets the 1,000 hour service requirement will shift to the calendar year beginning January 1, 2016.

Vesting - Vesting in employer contributions to a 403(b) plan account will be immediate for any grandfathered employee who has completed 12 months of service as of June 30, 2014. Vesting in employer contributions for all other employees will take place after the completion of 12 months of service.

The Organization’s contribution rate was 4.5% of base salary for eligible employees for the years ended June 30, 2016 and 2015. The contributions into the 403(b) plan totaled $116,494 and $131,933 for the years ended June 30, 2016 and 2015, respectively.

NOTE F - INCOME TAXES

The Organization is a nonprofit organization which has been granted exempt status from federal taxation under Section 501(c)(3) of the Internal Revenue Code.

The Organization follows the accounting guidance for uncertainties in income tax positions which requires that a tax position be recognized or derecognized based on a “more likely than not” threshold. This applies to positions taken or expected to be taken in a tax return. The Organization does not believe its consolidated financial statements include material uncertain tax positions. As of June 30, 2016, the Organization’s tax years ended June 30, 2013 through June 30, 2015 for federal tax jurisdiction remain open to examination.

NOTE G - RELATED PARTY TRANSACTIONS

The Organization is covered under various insurance, retirement and other plans of the Archdiocese of Philadelphia. The transactions with the Archdiocese of Philadelphia and affiliates charged to expense are as follows for the years ended:

	June 30, 2016	June 30, 2015
Management fee	$ 581,985	$ 483,792
Pension	215,900	288,479
Insurance	228,304	217,461
	$ 1,026,189	$ 989,732

For the years ended June 30, 2016 and 2015, the Organization recorded in other operating revenue and received $286,447 and $269,334, respectively, from the Archdiocese of Philadelphia to fund the Annex portion of the Serenity and Transparency Program.

Due from (to) related parties are as follows:

	June 30, 2016	June 30, 2015
Due from Catholic Health Care Services	$ 5,187,305	$ 2,690,081
Due from the Archdiocese of Philadelphia	14,875	7,287
	$ 5,202,180	$ 2,697,368

	June 30, 2016	June 30, 2015
Due to Catholic Health Care Services	$ (1,396,522)	$ (1,294,169)
Due to the Archdiocese of Philadelphia	(59,801)	(29,247)
	$ (1,456,323)	$ (1,323,416)

NOTE H - FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 820, *Fair Value Measurements and Disclosures*, establishes a single authoritative definition of fair value, sets a framework for measuring fair value, and requires additional disclosures about fair value measurements. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under ASC 820 are described as follows:

Level 1 Quoted prices in active markets for identical assets or liabilities as of the measurement date.

Level 2 Inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the same term of the assets or liabilities.

Level 3 Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Fair value calculations may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables present the fair values of the underlying investments held by the Organization by level within the fair value hierarchy, as of June 30, 2016 and 2015:

	Quoted prices in active markets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total fair value
2016				
Assets				
Investment in SEI				
Catholic Values Equity Fund	$ 2,075,363	$ -	$ -	$ 2,075,363
Catholic Values Fixed Income Fund	879,585	-	-	879,585
Total	$ 2,954,948	$ -	$ -	$ 2,954,948

(Continued)

NOTE H - FAIR VALUE MEASUREMENTS - Continued

2015	Quoted prices in active markets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total fair value
Assets				
Investment in SEI				
Catholic Values Equity Fund	$ 1,925,252	$ -	$ -	$ 1,925,252
Catholic Values Fixed Income Fund	1,087,783	-	-	1,087,783
Total	$ 3,013,035	$ -	$ -	$ 3,013,035

NOTE I - FUNCTIONAL EXPENSES

The Organization provides a variety of services, as described in Note A. Expenses related to providing these services are as follows:

	Year ended June 30, 2016	2015
Behavioral health services	$ 6,903,012	$ 6,587,331
Administrative	2,514,410	2,481,317
	$ 9,417,422	$ 9,068,648

NOTE J - SUBSEQUENT EVENTS

Management has evaluated subsequent events for the year ended June 30, 2016, the date of the consolidated financial statements, through October 21, 2016, which is the date the consolidated financial statements were available to be issued. Effective July 1, 2016, the management and operations of Catholic Clinical Consultants was transferred to a related party, Catholic Social Services.

SUPPLEMENTARY INFORMATION

Saint John Vianney Center

CONSOLIDATING BALANCE SHEET

June 30, 2016

ASSETS	Saint John Vianney Center	Catholic Clinical Consultants	Eliminations	Consolidated total
Current				
Cash and cash equivalents	$ 1,500	$ -	$ -	$ 1,500
Patient accounts receivable				
Residents	1,099,693	35,521	-	1,135,214
Outpatient	10,984	-	-	10,984
Allowance for doubtful accounts	(97,318)	-	-	(97,318)
Net patient accounts receivable	1,013,359	35,521	-	1,048,880
Other receivables	2,531	-	-	2,531
Prepaid expenses	94,925	1,786	-	96,711
Related party receivables	5,202,180	28,171	(28,171)	5,202,180
Total current assets	6,314,495	65,478	(28,171)	6,351,802
Investments				
Unrestricted	2,954,948	-	-	2,954,948
Total investments	2,954,948	-	-	2,954,948
Property, plant and equipment, net	2,432,587	707	-	2,433,294
Total assets	$ 11,702,030	$ 66,185	$ (28,171)	$ 11,740,044
LIABILITIES AND NET ASSETS				
Current				
Accounts payable	$ 258,635	$ 1,552	$ -	$ 260,187
Accrued salaries	313,702	15,484	-	329,186
Accrued expenses	57,601	6,346	-	63,947
Related party payables	87,973	1,396,521	(28,171)	1,456,323
Total current liabilities	717,911	1,419,903	(28,171)	2,109,643
Total liabilities	717,911	1,419,903	(28,171)	2,109,643
Unrestricted net assets	10,984,119	(1,353,718)	-	9,630,401
Total net assets	10,984,119	(1,353,718)	-	9,630,401
Total liabilities and net assets	$ 11,702,030	$ 66,185	$ (28,171)	$ 11,740,044

Saint John Vianney Center

CONSOLIDATING BALANCE SHEET

June 30, 2015

ASSETS	Saint John Vianney Center	Catholic Clinical Consultants	Eliminations	Consolidated total
Current				
Cash and cash equivalents	$ 1,500	$ -	$ -	$ 1,500
Patient accounts receivable				
Residents	1,526,890	123,928	-	1,650,818
Outpatient	20,619	-	-	20,619
Allowance for doubtful accounts	(97,318)	(54,825)	-	(152,143)
Net patient accounts receivable	1,450,191	69,103	-	1,519,294
Prepaid expenses	60,100	11,878	-	71,978
Related party receivables	2,682,500	192,706	(177,838)	2,697,368
Total current assets	4,194,291	273,687	(177,838)	4,290,140
Investments				
Unrestricted	2,749,301	-	-	2,749,301
Unrestricted - board-designated depreciation reserve fund	263,734	-	-	263,734
Total investments	3,013,035	-	-	3,013,035
Property, plant and equipment, net	2,375,283	1,951	-	2,377,234
Total assets	$ 9,582,609	$ 275,638	$ (177,838)	$ 9,680,409
LIABILITIES AND NET ASSETS				
Current				
Accounts payable	$ 213,396	$ 11,004	$ -	$ 224,400
Accrued salaries	230,613	74,722	-	305,335
Accrued expenses	141,878	19,985	-	161,863
Related party payables	207,086	1,294,168	(177,838)	1,323,416
Total current liabilities	792,973	1,399,879	(177,838)	2,015,014
Total liabilities	792,973	1,399,879	(177,838)	2,015,014
Unrestricted net assets	8,789,636	(1,124,241)	-	7,665,395
Total net assets	8,789,636	(1,124,241)	-	7,665,395
Total liabilities and net assets	$ 9,582,609	$ 275,638	$ (177,838)	$ 9,680,409

CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

For the year ended June 30, 2016

	Saint John Vianney Center	Catholic Clinical Consultants	Consolidated total
Operating revenues:			
Net resident revenue, net of contractual allowances	$ 9,916,280	$ 408,881	$ 10,325,161
Recovery of (provision for) bad debt	-	35,176	35,176
Net resident revenue, net of bad debt	9,916,280	444,057	10,360,337
Contribution of rental at fair value	744,372	-	744,372
Other operating revenue	306,120	-	306,120
Total operating revenues	10,966,772	444,057	11,410,829
Operating expenses:			
Administration	1,151,505	98,565	1,250,070
Annex program	286,447	-	286,447
Chapel	163,287	-	163,287
Community counseling	-	158,072	158,072
Consultation and education services	173,824	-	173,824
Depreciation	259,676	1,243	260,919
Dietary	580,031	-	580,031
Fringe benefits	940,213	133,260	1,073,473
Geriatric services	-	143,880	143,880
Housekeeping	95,074	-	95,074
Marketing	337,478	-	337,478
Nurse administration	594,925	-	594,925
Outpatient services	55,526	138,514	194,040
Plant operation and maintenance	651,248	-	651,248
Professional care	2,496,699	-	2,496,699
Recreation	67,489	-	67,489
Rent expense	744,372	-	744,372
Social services	146,094	-	146,094
Total operating expenses	8,743,888	673,534	9,417,422
Operating income (loss)	2,222,884	(229,477)	1,993,407
Nonoperating revenue, gains and losses:			
Contributions and bequests	20,880	-	20,880
Interest and investment income	44,402	-	44,402
Realized loss on sale of investments	(2,286)	-	(2,286)
Unrealized loss in fair market value of investments	(91,397)	-	(91,397)
Nonoperating revenue, gains and losses, net	(28,401)	-	(28,401)
Excess of (deficiency in) revenues over expenses	2,194,483	(229,477)	1,965,006
Increase (decrease) in net assets	2,194,483	(229,477)	1,965,006
Net assets			
Beginning of year	8,789,636	(1,124,241)	7,665,395
End of year	$ 10,984,119	$ (1,353,718)	$ 9,630,401

CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS

For the year ended June 30, 2015

	Saint John Vianney Center	Catholic Clinical Consultants	Consolidated total
Operating revenues:			
Net resident revenue, net of contractual allowances	$ 8,074,109	$ 665,930	$ 8,740,039
Recovery of (provision for) bad debt	-	(54,825)	(54,825)
Net resident revenue, net of bad debt	8,074,109	611,105	8,685,214
Contribution of rental at fair value	744,372	-	744,372
Other operating revenue	280,936	-	280,936
Total operating revenues	9,099,417	611,105	9,710,522
Operating expenses:			
Administration	1,153,593	82,572	1,236,165
Annex program	269,334	-	269,334
Chapel	124,832	-	124,832
Community counseling	-	243,672	243,672
Consultation and education services	110,819	-	110,819
Depreciation	245,259	1,243	246,502
Dietary	510,407	-	510,407
Fringe benefits	995,005	134,755	1,129,760
Geriatric services	-	311,718	311,718
Housekeeping	105,105	-	105,105
Marketing	308,721	-	308,721
Nurse administration	407,433	-	407,433
Outpatient services	-	257,209	257,209
Plant operation and maintenance	604,156	-	604,156
Professional care	2,268,382	-	2,268,382
Recreation	57,524	-	57,524
Rent expense	744,372	-	744,372
Social services	132,537	-	132,537
Total operating expenses	8,037,479	1,031,169	9,068,648
Operating income (loss)	1,061,938	(420,064)	641,874
Nonoperating revenue, gains and losses:			
Contributions and bequests	1,800	-	1,800
Interest and investment income	46,984	-	46,984
Realized gain on sale of investments	502,794	-	502,794
Unrealized loss in fair market value of investments	(483,915)	-	(483,915)
Nonoperating revenue, gains and losses, net	67,663	-	67,663
Excess of (deficiency in) revenues over expenses	1,129,601	(420,064)	709,537
Increase (decrease) in net assets	1,129,601	(420,064)	709,537
Net assets			
Beginning of year	7,660,035	(704,177)	6,955,858
End of year	$ 8,789,636	$ (1,124,241)	$ 7,665,395