

**TRUSTEES OF THE EPISCOPAL DIOCESE of MN**  
**PRELIMINARY UNAUDITED 2007 BALANCE SHEET**  
As of December 31, 2007

March 3, 2008 Version

	General Fund 099	Operating Fund 000	Clergy Grant Fund 200	Church Loan Fund 300	Pooled Investment Fund 400	Trustees Investments Fund 500	Future Interests Fund 510	Mission Real Estate Fund 600	Office Blding Fund 650	TOTAL
<b>ASSETS</b>										
CASH (Checking Account)	203,554									203,554
CASH (SB/US Bank)						967,746				967,746
CASH (Current Loanable Funds)			29,951	881,884						911,835
Due to (from) other funds		(47,264)		265,452	179,441	(888,106)		546,015	(84,759)	(29,222)
Receivables			1,028	31,792				12,595	6,152	51,567
Investments					24,006,406	1,432,984	90,259			25,529,650
<b>TOTAL CURRENT ASSETS</b>	<b>\$203,554</b>	<b>(\$47,264)</b>	<b>\$30,979</b>	<b>\$1,179,128</b>	<b>\$24,185,847</b>	<b>\$1,512,625</b>	<b>\$90,259</b>	<b>\$558,609</b>	<b>(\$78,608)</b>	<b>\$27,635,129</b>
Notes receivable			4,592	1,435,821				274,006		1,714,419
Due from affiliates				138,882						138,882
Property, fixtures and equipment								26,870,656	852,178	27,722,834
<b>TOTAL ASSETS</b>	<b>\$203,554</b>	<b>(\$47,264)</b>	<b>\$35,572</b>	<b>\$2,753,831</b>	<b>\$24,185,847</b>	<b>\$1,512,625</b>	<b>\$90,259</b>	<b>\$27,703,272</b>	<b>\$773,570</b>	<b>\$57,211,265</b>
<b>LIABILITIES</b>										
Accounts & Notes payable	463	3,000		54,692				(1,732)		56,422
Custodial accounts					16,352,685			100		16,352,785
Due to affiliates	257,247.80							(44,024)		213,224
Due to(from) other funds	(67,907.90)									(67,908)
<b>TOTAL LIABILITIES</b>	<b>\$189,803</b>	<b>\$3,000</b>	<b>\$0</b>	<b>\$54,692</b>	<b>\$16,352,685</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$45,656)</b>	<b>\$0</b>	<b>\$16,554,523</b>
<b>NET ASSETS</b>										
Unrestricted net assets	13,309	9,861	34,620	2,558,840	1,855,354	440,495		27,894,821	785,006	33,592,306
Temporarily restricted net assets					4,283,481	984,520	19,385			5,287,386
Permanently restricted net assets				113,000	1,707,161	56,290	70,874		67,106	2,014,431
YTD Net Activity	441	(60,125)	952	27,299	(12,834)	31,320		(145,893)	(78,542)	(237,381)
<b>TOTAL NET ASSETS</b>	<b>\$13,751</b>	<b>(\$50,264)</b>	<b>\$35,572</b>	<b>\$2,699,139</b>	<b>\$7,833,162</b>	<b>\$1,512,625</b>	<b>\$90,259</b>	<b>\$27,748,928</b>	<b>\$773,570</b>	<b>\$40,656,742</b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>\$203,554</b>	<b>(\$47,264)</b>	<b>\$35,572</b>	<b>\$2,753,831</b>	<b>\$24,185,847</b>	<b>\$1,512,625</b>	<b>\$90,259</b>	<b>\$27,703,272</b>	<b>\$773,570</b>	<b>\$57,211,265</b>

**TRUSTEES OF THE DIOCESE OF MN  
PRELIMINARY UNAUDITED 2007 ACTIVITY STATEMENT  
As of December 31, 2007**

March 3, 2008 Version

	<u>General Fund 099</u>			<u>Clergy Grant Fund 200</u>	<u>Church Loans Funds 300,310,320,330,360</u>			<u>Pooled Investment Fund Fund 400</u>			
	<u>Dec YTD 2007</u>	<u>Dec YTD</u>	<u>Budget 2007</u>		<u>Variance</u>	<u>Dec YTD</u>	<u>Budget</u>	<u>Variance</u>	<u>Dec YTD</u>	<u>Budget</u>	<u>Variance</u>
<b>REVENUES</b>											
Rent revenue		\$724	\$525	\$199							
Investment revenue (1)	\$441	(\$16,285)			\$952	\$107,575	\$114,945	(\$7,370)	\$436,240	\$600,000	(\$163,760)
Investment expenses						(\$10,665)	(\$10,796)	\$131			
Fee revenue						\$350		\$350			
Other revenue			\$92	(\$92)							
<b>TOTAL REVENUES</b>	<b>\$441</b>	<b>(\$15,562)</b>	<b>\$617</b>	<b>\$107</b>	<b>\$952</b>	<b>\$97,260</b>	<b>\$104,149</b>	<b>(\$6,889)</b>	<b>\$436,240</b>	<b>\$600,000</b>	<b>(\$163,760)</b>
<b>EXPENSES</b>											
Grants & contributions		\$556									
Personnel and related expenses		\$581	\$300	\$281							
Direct building costs											
Furniture & equipment expenses											
Property taxes & insurance											
Telephone											
Professional fees		\$171,659	\$198,000	(\$26,341)		\$16,045	\$16,000	\$45	\$30,758	\$33,000	(\$2,242)
SB management fees											
Liability insurance											
Miscellaneous expense		\$39		\$39							
Distributions & withdrawals (2)									\$357,522	\$304,853	\$52,669
<b>TOTAL EXPENSES</b>	<b>\$0</b>	<b>\$172,836</b>	<b>\$198,300</b>	<b>(\$26,020)</b>	<b>\$0</b>	<b>\$16,045</b>	<b>\$16,000</b>	<b>\$45</b>	<b>\$388,280</b>	<b>\$337,853</b>	<b>\$50,427</b>
<b>TRANSFERS</b>											
Transfers from (to) affiliates						(\$53,917)	(\$54,000)	\$83			
Transfers from (to) other funds (3)		\$60,794	\$61,000	(\$206)					(\$60,794)	(\$61,000)	\$206
PIF Management Fee Revenue		\$67,479	\$67,000	\$479							
<b>REVENUE OVER EXPENSES</b>	<b>\$441</b>	<b>(\$60,125)</b>	<b>(\$69,683)</b>	<b>\$26,399</b>	<b>\$952</b>	<b>\$27,299</b>	<b>\$34,149</b>	<b>(\$6,850)</b>	<b>(\$12,834)</b>	<b>\$201,147</b>	<b>(\$213,981)</b>

**FOOTNOTES:**

- 1) PIF investment revenue includes realized/unrealized gains/losses.
- 2) PIF distributions represents diocese/trustee 5% distributions on a 12 qtr rolling average (divided into quarterly distributions)
- 3) PIF transfers include trustee fund management fees

**TRUSTEES OF THE DIOCESE OF MN**  
**PRELIMINARY UNAUDITED 2007 ACTIVITY STATEMENT**  
As of December 31, 2007

	Trustees Investments Fund 500			Mission Real Estate Fund 600			Office Building Fund 650			TOTAL ALL FUNDS		
	Dec YTD	Budget 2007	Variance	Dec YTD	Budget 2007	Variance	Dec YTD	Budget 2007	Variance	Dec YTD	Budget 2007	Variance
<b>REVENUES</b>												
Rent revenue				\$29,927	\$23,000	\$6,927	\$110,712	\$92,000	\$18,712	\$141,363	\$115,525	\$25,838
Investment revenue (1)	\$132,079	\$130,000	\$2,079	\$81,284	\$80,000	\$1,284		\$1,083	(\$1,083)	\$742,286	\$1,033,603	(\$291,317)
Investment expenses	(\$8,437)	(\$5,000)	(\$3,437)							(\$19,102)	(\$26,461)	\$7,359
Fee revenue												
Other revenue	\$661			(\$12,608)		(\$12,608)				(\$11,947)	\$92	(\$12,039)
<b>TOTAL REVENUES</b>	<b>\$124,303</b>	<b>\$125,000</b>	<b>(\$1,358)</b>	<b>\$98,603</b>	<b>\$103,000</b>	<b>(\$4,397)</b>	<b>\$110,712</b>	<b>\$93,083</b>	<b>\$17,629</b>	<b>\$852,950</b>	<b>\$1,123,109</b>	<b>(\$270,159)</b>
<b>EXPENSES</b>												
Grants & contributions				\$159,946	\$20,000	\$139,946				\$160,502	\$20,000	\$140,502
Personnel and related expenses										\$581	\$300	\$281
Direct building costs				\$26,905	\$15,000	\$11,905	\$107,806	\$120,833	(\$13,027)	\$134,711	\$135,833	(\$1,122)
Furniture & equipment expenses					\$1,000	(\$1,000)		\$1,250	(\$1,250)		\$2,250	(\$2,250)
Property taxes & insurance				\$21,341	\$20,000	\$1,341	\$8,949	\$10,000	(\$1,051)	\$30,290	\$30,000	\$290
Telephone				\$631		\$631				\$631	\$0	\$631
Professional fees	\$2,427	\$3,000	(\$574)	\$22,755	\$25,000	(\$2,245)	\$9,500	\$10,000	(\$500)	\$222,386	\$268,045	(\$45,659)
SB management fees								\$2,500	(\$2,500)	\$30,758	\$35,500	(\$4,742)
Liability insurance				\$12,402	\$12,000	\$402	\$1,382		\$1,382	\$13,785	\$12,000	\$1,785
Miscellaneous expense				\$516		\$516	\$100			\$655	\$0	\$655
Distributions & withdrawals (2)	\$90,557	\$90,000	\$557							\$448,079	\$394,853	\$53,226
<b>TOTAL EXPENSES</b>	<b>\$92,983</b>	<b>\$93,000</b>	<b>(\$17)</b>	<b>\$244,495</b>	<b>\$93,000</b>	<b>\$151,495</b>	<b>\$127,738</b>	<b>\$144,583</b>	<b>(\$16,945)</b>	<b>\$1,042,377</b>	<b>\$898,781</b>	<b>\$143,596</b>
<b>TRANSFERS</b>												
Transfers from (to) affiliates							(\$60,696)	(\$61,000)		(\$114,612)	(\$168,917)	\$54,304
Transfers from (to) other funds (3)												
PIF Management Fee Revenue										\$67,479	\$67,000	\$479
<b>REVENUE OVER EXPENSES</b>	<b>\$31,320</b>	<b>\$32,000</b>	<b>(\$1,341)</b>	<b>(\$145,893)</b>	<b>\$10,000</b>	<b>(\$155,893)</b>	<b>(\$77,722)</b>	<b>(\$112,500)</b>	<b>\$34,574</b>	<b>(\$236,561)</b>	<b>\$122,411</b>	<b>(\$358,972)</b>

- FOOTNOTES:** 1) PIF investment revenue includes realized/unrealized gains/losses.  
2) PIF distributions represents diocese/trustee 5% distributions on a 12 qtr rolling average (divided into quarterly distributions)  
3) PIF transfers include trustee fund management fees

**TRUSTEES OF THE DIOCESE OF MN**  
**CASH FLOW of the Operating, Mission Real Estate and Office Building Funds**  
**As of December 31, 2007**

	<u>Operating Fund 000</u>			<u>Mission Real Estate Fund 600</u>			<u>Office Building Fund 650</u>			<u>TOTAL OPERATING, MISSION RE and OFFICE BUILDING FUNDS</u>		
	<u>Dec YTD</u>	<u>Budget</u>	<u>Variance</u>	<u>Dec YTD</u>	<u>Budget</u>	<u>Variance</u>	<u>Dec YTD</u>	<u>Budget</u>	<u>Variance</u>	<u>Dec YTD</u>	<u>Budget</u>	<u>Variance</u>
	2007	2007		2007	2007		2007	2007		2007	2007	
<b>REVENUES</b>												
Rent revenue	\$724	\$525	\$199	\$29,927	\$23,000	\$6,927	\$110,712	\$92,000	\$18,712	\$141,363	\$115,525	\$25,838
Investment revenue (1)	(\$16,285)	\$0	(\$16,285)	\$81,284	\$80,000	\$1,284		\$1,083	(\$1,083)	\$64,999	\$81,083	(\$16,084)
Investment expenses												\$0
Fee revenue												
Other revenue		\$92	(\$92)	(\$12,608)		(\$12,608)				(\$12,608)	\$92	(\$12,700)
<b>TOTAL REVENUES</b>	<b>(\$15,562)</b>	<b>\$617</b>	<b>(\$16,178)</b>	<b>\$98,603</b>	<b>\$103,000</b>	<b>(\$4,397)</b>	<b>\$110,712</b>	<b>\$93,083</b>	<b>\$17,629</b>	<b>\$193,753</b>	<b>\$196,700</b>	<b>(\$2,947)</b>
<b>EXPENSES</b>												
Grants & contributions	\$556	\$0	\$556	\$159,946	\$20,000	\$139,946				\$160,502	\$20,000	\$140,502
Personnel and related expenses	\$581	\$300	\$281							\$581	\$300	\$281
Direct building costs				\$26,905	\$15,000	\$11,905	\$107,806	\$120,833	(\$13,027)	\$134,711	\$135,833	(\$1,122)
Furniture & equipment expenses					\$1,000	(\$1,000)		\$1,250	(\$1,250)		\$2,250	(\$2,250)
Property taxes & insurance				\$21,341	\$20,000	\$1,341	\$8,949	\$10,000	(\$1,051)	\$30,290	\$30,000	\$290
Telephone				\$631		\$631						
Professional fees	\$171,659	\$198,000	(\$26,341)	\$22,755	\$25,000	(\$2,245)	\$9,500	\$10,000	(\$500)	\$203,914	\$233,000	(\$29,086)
SB management fees								\$2,500	(\$2,500)	\$0	\$2,500	(\$2,500)
Liability insurance		\$0	\$0	\$12,402	\$12,000	\$402	\$1,382		\$1,382	\$13,785	\$12,000	\$1,785
Miscellaneous expense	\$39		\$39	\$516		\$516	\$100		\$100	\$655	\$0	\$655
Distributions & withdrawals (2)										\$0	\$0	\$0
<b>TOTAL EXPENSES</b>	<b>\$172,836</b>	<b>\$198,300</b>	<b>(\$25,464)</b>	<b>\$244,495</b>	<b>\$93,000</b>	<b>\$151,495</b>	<b>\$127,738</b>	<b>\$144,583</b>	<b>(\$16,845)</b>	<b>\$544,438</b>	<b>\$435,883</b>	<b>\$108,555</b>
<b>TRANSFERS</b>												
Transfers from (to) affiliates							(\$60,696)	(\$61,000)	\$304			
Transfers from (to) other funds (3)	\$60,794	\$61,000	(\$206)							\$60,794	\$61,000	(\$206)
PIF Management Fee Revenue	\$67,479	\$67,000	\$479							\$67,479	\$67,000	\$479
<b>REVENUE OVER EXPENSES</b>	<b>(\$60,125)</b>	<b>(\$69,683)</b>	<b>\$9,558</b>	<b>(\$145,893)</b>	<b>\$10,000</b>	<b>(\$155,893)</b>	<b>(\$77,722)</b>	<b>(\$112,500)</b>	<b>\$34,778</b>	<b>(\$283,739)</b>	<b>(\$172,183)</b>	<b>(\$111,556)</b>

**FOOTNOTES:** 1) PIF investment revenue includes realized/unrealized gains/losses.  
2) PIF distributions represents diocese/trustee 5% distributions on a 12 qtr rolling average (divided into quarterly distributions)  
3) PIF transfers include trustee fund management fees