

Young, Oakes, Brown & Company, P.C.
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Board of Trustees of
Independent Catholic Foundation for the
Diocese of Altoona-Johnstown
126 Logan Boulevard
Hollidaysburg, PA 16648

We have audited the accompanying statements of financial position of Independent Catholic Foundation for the Diocese of Altoona-Johnstown (a nonprofit organization) as of June 30, 2008 and 2007, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Independent Catholic Foundation for the Diocese of Altoona-Johnstown as of June 30, 2008 and 2007, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Young, Oakes, Brown & Company, P.C.

September 26, 2008

**INDEPENDENT CATHOLIC FOUNDATION FOR THE
DIOCESE OF ALTOONA-JOHNSTOWN
STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2008 AND 2007**

	<u>2008</u>	<u>2007</u>
<u>ASSETS</u>		
<u>Current Assets</u>		
Cash and Cash Equivalents	\$ 793,240	\$ 489,504
Investment Income Receivable	<u>63,255</u>	<u>50,408</u>
Total Current Assets	\$ 856,495	\$ 539,912
<u>Investments</u>	<u>14,582,540</u>	<u>14,127,935</u>
TOTAL ASSETS	<u>\$15,439,035</u>	<u>\$14,667,847</u>
 <u>LIABILITIES AND NET ASSETS</u>		
<u>Current Liabilities</u>		
Accounts Payable	\$ 10,000	\$ 11,538
Annuities Payable	53,129	81,210
Distributions Payable	452,978	434,688
Pass Through Contributions Payable	<u>656,615</u>	<u>406,615</u>
Total Current Liabilities	\$ 1,172,722	\$ 934,051
 <u>Net Assets</u>		
Unrestricted	\$ 69,609	\$ 55,050
Temporarily Restricted	3,084,311	3,276,252
Permanently Restricted	<u>11,112,393</u>	<u>10,402,494</u>
Total Net Assets	\$14,266,313	\$13,733,796
TOTAL LIABILITIES AND NET ASSETS	<u>\$15,439,035</u>	<u>\$14,667,847</u>

See Accompanying Notes and Independent Auditor's Report

**INDEPENDENT CATHOLIC FOUNDATION FOR THE
DIOCESE OF ALTOONA-JOHNSTOWN
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2008 AND 2007**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2008 Total</u>	<u>2007 Total</u>
<u>Revenues, Gains, Losses, and Reclassifications</u>					
Contributions and Bequests	\$ 3,215	\$ 38,674	\$ 1,528,160	\$ 1,570,049	\$ 671,611
Investment Income	22,323	52,837	174,574	249,734	338,768
Net Gains (Losses) on Investments	0	(164,204)	(610,067)	(774,271)	1,343,180
Annual Dinner	21,440	0	0	21,440	38,513
Foundation Fees and Other	177,599	0	0	177,599	160,036
Net Assets Released from Restrictions	<u>502,016</u>	<u>(119,248)</u>	<u>(382,768)</u>	<u>0</u>	<u>0</u>
Total Revenues, Gains, Losses, and Reclassifications	<u>\$726,593</u>	<u>(\$ 191,941)</u>	<u>\$ 709,899</u>	<u>\$ 1,244,551</u>	<u>\$ 2,552,108</u>
<u>Expenses</u>					
<u>Program Services</u>					
Distributions and Annuity Payments	\$502,016	\$ 0	\$ 0	\$ 502,016	\$ 478,256
<u>Support Service</u>					
General and Administrative	175,668	0	0	175,668	175,951
Fundraising	<u>34,350</u>	<u>0</u>	<u>0</u>	<u>34,350</u>	<u>33,452</u>
Total Expenses	<u>\$712,034</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 712,034</u>	<u>\$ 687,659</u>
Change in Net Assets	\$ 14,559	(\$ 191,941)	\$ 709,899	\$ 532,517	\$ 1,864,449
<u>Net Assets</u> - Beginning of Year	<u>55,050</u>	<u>3,276,252</u>	<u>10,402,494</u>	<u>13,733,796</u>	<u>11,869,347</u>
<u>Net Assets</u> - End of Year	<u>\$ 69,609</u>	<u>\$3,084,311</u>	<u>\$11,112,393</u>	<u>\$14,266,313</u>	<u>\$13,733,796</u>

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