APPENDIX A

THE ROMAN CATHOLIC CHURCH OF THE ARCHDIOCESE OF NEW ORLEANS

This Disclosure Report contains statements relating to future results that are "forward-looking statements" as defined in the Private Securities Litigation Reform Act of 1995. When used in this Disclosure Report the words "estimate," "intend," "expect" and similar expressions identify forward-looking statements. Any forward-looking statement is subject to uncertainty and risks that could cause actual results to differ, possibly materially, from those contemplated in such forward-looking statements. Inevitably, some assumptions used to develop forward-looking statements will not be realized or unanticipated events and circumstances may occur. Therefore, investors should be aware that there are likely to be differences between forward-looking statements and actual results; those differences could be material.

General Description and History

The Archdiocese of New Orleans is the second oldest archdiocese in the United States and covers 4,208 square miles in the State of Louisiana (the "State"). The Archdiocese was established as a diocese in 1793 and became an archdiocese in 1850. In 1941, the Roman Catholic Church of the Archdiocese of New Orleans (the "Corporation") was incorporated as a nonprofit corporation under the laws of the State, and the Corporation is an organization classified under Section 501(c)(3) of the Internal Revenue Code of 1986, as amended. The Corporation, together with other separately incorporated entities, make up the Archdiocese of New Orleans (the "Archdiocese").

The Archdiocese currently operates in the eight civil parishes in the metropolitan New Orleans area and consists of 111 church parishes in the State. As used in this Appendix A and except as otherwise indicated, the term "parish" refers to the church parishes and not to the civil parishes of the State. The Corporation provides administrative support to the church parishes and to 80 schools with an estimated fall enrollment for the 2017-18 school year of 35,901 students. These schools include parish owned elementary schools, religious order schools and eight high schools and two special needs schools owned by the Corporation. The schools owned by the Corporation have separate audited financial statements and their operations are not consolidated with the financial statements of the Corporation. All 80 schools within the Archdiocese are generally self-sufficient. The Corporation also provides administrative support for separately incorporated nursing homes, affordable senior living facilities and other community service facilities consistent with the mission of the Archdiocese. With the exception of St. Anthony's Gardens which has just been completed and for which the Corporation has provided a guarantee with respect to certain indebtedness, each of the nursing homes and affordable senior living facilities and other community services facilities are largely self-sufficient. See "Description of Indebtedness" in this Appendix A for more information regarding such guarantee.

Mission Statement

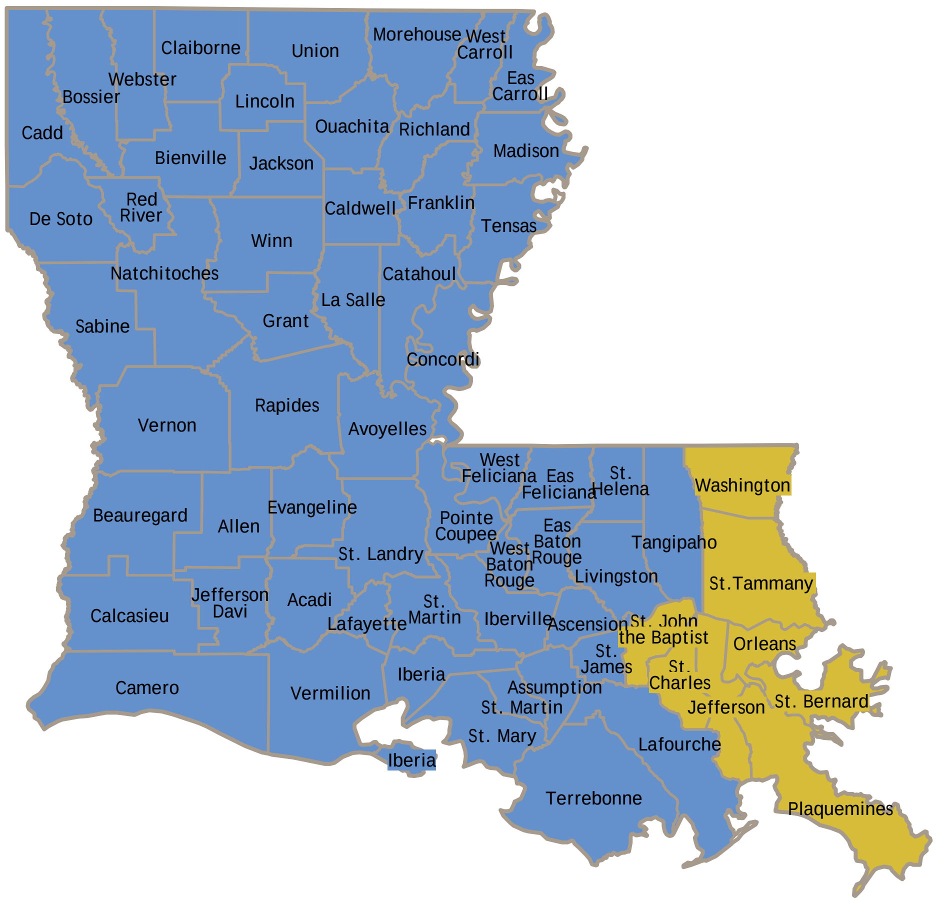
The Corporation administers religious, charitable, educational, health and life service programs of the Roman Catholic Church (the "Church") within its geographic territory. The mission of the Corporation is stated as follows:

> "Impelled by Christ's call and inspired by the Holy Spirit through the work of the Ninth General Synod, the ministries of the Archdiocese of New Orleans, in union with the Archbishop and with one another, serve the people of the parishes, schools, and organizations of the archdiocese in enabling them to encounter Jesus and to witness with joy."

Service Area

Set forth below is a map of the Archdiocese's service area.

The following Louisiana civil parishes comprise and are served by the Archdiocese: Jefferson, Orleans, Plaquemines, St. Bernard, St. Charles, St. John the Baptist, St. Tammany and Washington.



Set forth below is certain statistical information pertaining to the Archdiocese for the fiscal years ended June 30, 2015, 2016 and 2017.

Archdiocese	2015	2016	2017
Parishioners	506,300[1]	510,600[1]	515,077[1]
Employees	200	202	211
Schools	83	84	80
School Enrollment	37,700	37,050	35,901
Parishes	111	111	111
Nursing Homes	2	2	3
Affordable Senior Living Facilities	18	18	21

[1] Estimated population figures.

Source: The Corporation

Governance

The Corporation is organized exclusively for charitable, religious and educational purposes. The Archbishop of New Orleans (the "Archbishop") is the sole member and chief administrator of the Corporation, and his responsibilities include appointment and removal of priests and deans, review and approval of the Corporation's budget and expenses, and policy development regarding the Corporation. The Archbishop is aided and advised by the Board of Directors of the Corporation, the officers of the Corporation and the Archdiocesan Councils.

Administration

The Archbishop and current President of the Corporation is Most Reverend Gregory Michael Aymond. The Archbishop directly supervises the following officers of the Corporation and delegates to them full responsibility within their respective functions. The following are brief biographic sketches of the senior administrative officers and financial officers of the Corporation:

Most Reverend Gregory Michael Aymond, Archbishop, President and Board Member. The Most Reverend Gregory Michael Aymond became the fourteenth Archbishop of New Orleans on August 20, 2009, succeeding Archbishop Alfred Clifton Hughes.

Archbishop Aymond was ordained an Auxiliary Bishop of New Orleans on January 10, 1997 and became Coadjutor Bishop of Austin in 2000 and was installed as Bishop there on August 3, 2000. Archbishop Aymond has served as Chairman of the United States Conference of Catholic Bishops Committee on the Protection of Children and Young People. He also was Chairman of the Board of Directors of the National Catholic Educational Association from 2000-04. He currently serves as a member of the U.S. Bishops Committee on Laity, Marriage, Family Life and Youth, the Committee on Clergy, Consecrated Life and Vocations, and is Secretary of the United States Conference of Catholic Bishops.

After graduating from St. Joseph Seminary College, St. Benedict, Louisiana, in 1971, he earned a Master's Degree in Divinity from Notre Dame Seminary in New Orleans in 1975. He was ordained a priest in New Orleans on May 10, 1975. From 1973 to 1981, he was a Professor, Business Administrator and then Rector of St. John Vianney Preparatory Seminary in New Orleans after his ordination. From 1981 to 1986, he was Professor of Pastoral Theology and Homiletics and Director of Education at Notre Dame Seminary.

Archbishop Aymond served as President-Rector of Notre Dame Seminary from 1986 until the end of the 1999-2000 academic year. Archbishop Aymond also served as the Executive Director of the Archdiocesan Department of Christian Formation, and Director of the Society of the Propagation of the Faith.

Jeffrey J. Entwisle, Chief Financial Officer, Secretary and Board Member. Jeffrey J. Entwisle was appointed to the position of Chief Financial Officer and Secretary for the Archdiocese of New Orleans in July 2016. Prior to this, he was the Chief Operating Officer and Treasurer for the Archdiocese of New Orleans, and held those positions since February 2007, and held the position of Finance Review Officer since April 2002. Prior to joining the Archdiocese, he was the Accounting Manager at Reagan Equipment Company for two years. Mr. Entwisle has a B.S. in Accounting and Master of Business Administration from the University of New Orleans and maintains the certified internal auditor and certified fraud examiner designations, and a certification on risk management assurance.

Kathleen R. Hebert, CPA, Chief Operating Officer. Kathleen R. Hebert is Chief Operating Officer for the Archdiocese of New Orleans. She began her career as an audit professional at Ernst & Young, LLP where she was an Audit Manager. She served as the Vice President of Finance & Administration for The Greater New Orleans Foundation from 2002-2007. She began her own accounting and consulting practice in 2008 in which she provided services to the Archdiocese of New Orleans. Ms. Hebert has a B.S. in Accounting from Louisiana State University and is a licensed Certified Public Accountant in the State of Louisiana.

John L. Eckholdt, Director of Special Projects. Until June 30, 2016, Mr. Eckholdt had served for 16 years as the Chief Financial Officer of the Archdiocese of New Orleans. From July 1, 2016 to December 31, 2016, he was Chief Compliance Officer, and as of January 1, 2017 he was made Director of Special Projects. His responsibilities in that position include property developments, project and property acquisitions, planning and implementing long term debt strategies, and supervision and monitoring of various investment portfolios.

Most Reverend Fernand J. Cheri, III, O.F.M., First Vice-President, Vicar General and Board Member. The Most Reverend Fernand J. Cheri, III, a Franciscan Friar of the Sacred Heart Province, was ordained to the Episcopacy and appointed Vicar General on March 23, 2015. He completed his Masters of Divinity degree at Notre Dame Seminary in New Orleans and his Masters of Theology from Xavier University in New Orleans. He has served in parishes in the New Orleans area and in Nashville, Tennessee, and taught in high schools in New Orleans, Chicago, and Belleville, Illinois. Bishop Cheri has been appointed to, and served on, a variety of national prestigious Black Catholic committees and conferences throughout the years.

Very Reverend Patrick J. Williams, Vicar General. Father Williams, a native of New Orleans and graduate of Holy Cross High School, attended Notre Dame Seminary and was ordained in May 1993. On January 1, 2014, he was appointed Vicar General for the Archdiocese of New Orleans. Father Williams earned a Master's of Divinity Degree from Notre Dame Seminary and a Master's of Science in Education from Loyola University, both in 1993. After a Parochial Vicar Position and Vice Rector of Notre Dame Seminary, Father Williams was named Rector of Notre Dame Seminary in 2000 and remained in that position until 2007, when he was assigned to St. Pius X as parochial vicar and then as pastor in 2009 where he is presently pastor. Father Williams is currently the Executive Director for Clergy which he was appointed to in February 2009 and Assistant Secretary for the Archdiocese of New Orleans.

Very Reverend Peter O. Akpoghiran, J.C.D., Second Vice President, Judicial Vicar, Chancellor and Board Member. Father Akpoghiran was ordained to the priesthood on December 12, 1992. He completed his Masters of Theology Degree from St. John's University, Queens, New York, in 2002. He served as the Associate Pastor of St. Francis of Paola, Brooklyn, New York, from 2001-2003. He obtained a Licentiate in Canon Law in 2005 and a Doctor of Canon Law Degree in 2007, from The Catholic University of America, Washington, D.C. He served as Judge in the Diocese of Richmond, Virginia, from 2007-2011. In September of 2011, he was appointed by His Excellency, Archbishop of New Orleans, as the Judicial Vicar of the Archdiocese of New Orleans. In 2013, Father Akpoghiran was also appointed as the Chancellor of the Archdiocese of New Orleans.

Archdiocesan Councils

The Archdiocesan Councils which advise the Archbishop on policies, procedures and practices include:

The Priests' Council. The Priests' Council advises and assists the Archbishop in the governance of the Corporation in accordance with the norms of Canon Law for the Church.

The Administrative Council. The Administrative Council consists of the Vicars General, the Chancellor, the Executive Director of Pastoral Planning and Ministries, the Chief Financial Officer, the General Counsel, and the Human Resource Director. It advises the Archbishop on Corporation policies, procedures and practices.

The College of Consultors. The College of Consultors is appointed by the Archbishop from the membership of the Priests' Council. It elects a Corporation administrator when the seat becomes vacant, offers advice on extraordinary acts of administration and consent for the acquisition and alienation of certain ecclesiastical properties.

The Finance Council. The Finance Council is established pursuant to the Code of Canon Law for the Church and consists of clergy and lay persons of the Church who are skilled in financial matters and familiar with elements of Canon and civil law. The Finance Council is appointed by the Archbishop to provide advice on the temporal administration of the Corporation, to assist the Archbishop in the economic administration of the Corporation and to prepare and review annual budgets for the Corporation. All Finance Council members serve five-year terms. After serving two consecutive terms, an appointed member must relinquish membership status, but may be reappointed as long as two years have passed since his or her last appointment. Finance Council members currently include the following individuals:

Name	Affiliation	Appointed
Mr. Rodney J. Abele, Jr.	Partner, Orleans Capital Management	9/2002
Ms. Marguerite L. Adams, Esq.	Liskow & Lewis	9/2009
Rev. Patrick Carr	Parochial Vicar, St. Angela Merici Parish	1/2017
Mr. Lloyd E. Eagan, Jr.	Retired	4/2013
Mr. Paul L. Fine	President, Goldring Family Interests	9/2009
Mr. William F. Finegan	President, Eye Ear Nose Throat Foundation	10/2010
Mr. William A. Lazaro, Jr.	Base Logistics LLC	12/2015
Ms. Emily Marcotte	Entergy Services, Inc.	4/2013
Mr. Jerome J. Reso, Jr. (resigned 5/30/17)	Baldwin & Haspel	9/2002
Mr. Stephen F. Stumpf	Durr Heavy Construction	10/2010
Mr. Calvin S. Tregre	Retired	9/2009
Rev. Otis W. Young, Jr.	Pastor, St. Peter Church	8/2011

The Finance Council's work is supported by three sub-committees: the Audit Subcommittee, the Investment Subcommittee and the Real Estate Subcommittee.

Subcommittees. The members of the Real Estate Subcommittee, the Audit Subcommittee and the Investment Subcommittee and their affiliations are as follows:

	Name	Affiliation
Real Estate Subcommittee	Rodney J. Abele, Jr.	Orleans Capital Management
	Marguerite L. Adams	Liskow & Lewis
	Todd R. Gennardo	Denechaud and Denechaud
	Deacon Ron Drez, Jr.	Ron J. Drez, Jr. Appraisal Services
	Mark Rodi	Re/Max Affiliates
Audit Subcommittee	William F. Finegan	Eye Ear Nose Throat Foundation
	Catherine B. Howard	Performance Architecture, LLC
	Claytus J. Plaisance III	Retired, Ernst & Young
	Lloyd A. Tate	Retired, Deloitte & Touche, LLP
Investment Subcommittee	Joseph Carrere	Kennan Capital
	Mason G. Couvillon	Dardis Couvillon & Associates
	Terry A. DuFrene	JP Morgan Securities, LLC
	John L. Eckholdt	Director of Special Projects, Archdiocese of New Orleans
	Paul L. Fine	President, Goldring Family Interests
	Octave J. Francis, III	Francis Financial Consultants
	Alex Gershanik	Power Courses, LLC
	Cory Howat	Catholic Foundation, Archdiocese of New Orleans
	St. Denis J. Villere	St. Denis J. Villere & Company

The members of the subcommittees referenced above are appointed and removed from the subcommittees by the Archbishop.

Archdiocesan Departments

The Archbishop oversees all Corporation and Archdiocese activities pursuant to the following chart:

Archbishop

Auxiliary Bishop and Vicars General

Councils

(Administrative, College of Consultors, Ministerial, Presbyteral, and Finance)

Administrative Offices
(Financial and Administrative Services)

Deans
(10 Deaneries)

111 Parishes
8 Missions
2 Campus Ministry Centers

Catholic Elementary and High Schools

57 Elementary Schools
21 High Schools
2 Special Needs Schools

Higher Learning:

- Notre Dame Seminary
- St. Joseph Seminary College

Archdiocesan Ministries

- Catholic Charities
- Catholic Foundation
- Chateau de Notre Dame
- Christopher Homes, Inc.
- New Orleans Catholic Cemeteries
- Notre Dame Hospice
- Project Lazarus
- School Food Program
- Second Harvest Food Bank
- Propagation of the Faith
- St. Anthony's Garden

Other Facilities:

- 21 Independent Elderly Housing
- 3 Nursing Homes*

Deaneries

The Archdiocese is comprised of 111 parishes, organized into 10 deaneries. Deaneries are regional clusters of parishes. A Dean supervises the parochial records, implements church and Archdiocesan policies and coordinates the apostolic efforts of clergy, religious and the faithful within the deanery.

Parishes

Parishes are geographic entities that include churches and in some cases elementary schools, and are served by a pastor. Almost all of the 111 Parishes are separately incorporated under Louisiana law as legal entities separate and apart from the Corporation. The Archbishop is the sole member of each separately incorporated parish. Pastors are responsible for all religious, financial and other matters and are accountable to the Archbishop. The Parish Council is an advisory body that assists the Pastor with general parish matters. The Parish Finance Council is an advisory body that provides consultation on financial matters of the parish.

Canon Law

The Corporation was formed under Louisiana applicable laws and generally operates and is bound by such laws. The Corporation is also required to comply with the provisions of the Code of Canon Law for the Church in carrying out its mission and in conducting its business affairs. Canon Law includes policies, procedures, and practices that must be followed by the Corporation and the Archdiocesan Councils in conducting the business of the Corporation. These procedures include, but are not limited to, hearing from the Finance Council (which consists of clergy and lay persons of the Church who are skilled in financial matters and familiar with elements of Canon and civil law) on extraordinary assessments imposed on, among other entities, parishes of the Corporation and having the Finance Council review the annual budget. Additionally, the Corporation must also hear from the Presbyteral Council on taxes imposed on such parishes for the needs of the diocese. The College of Consultors approval is required for the alienation of certain ecclesiastical properties. In addition, Canon Law directs administrators serving the Church to fulfill their function with diligence, and consequently they must pay, at the stated time, the interest due on loans and take care that the debt itself is repaid in a timely manner. See also "INVESTMENT CONSIDERATIONS—Implications of the Code of Canon Law" in this Official Statement.

Information about Financial Statements

The audited financial statements attached hereto as Appendix B are solely the audited financial statements of the Corporation's Administrative Offices (the "Administrative Offices") and include the assets, liabilities, net assets, and financial activities of the Administrative Offices, but do not include the financial operations or assets of the individual parishes, the Corporation owned high schools or special needs schools (other than a portion of the value of such Corporation owned schools on the balance sheet of the Corporation's Administrative Offices), or other church-related agencies and institutions within the Corporation's geographical boundaries. The audited financial statements also do not include the fair market values of the churches, properties in the parishes, rectories, or schools belonging to the Corporation nor The Archdiocese of New Orleans Indemnity, Inc., a captive non-profit insurance company (see "Insurance Coverage" in this Appendix A). With respect to repayment of the Bonds, however, the Corporation alone (and not the individual parishes, schools or other church related agencies) will be liable to the Authority for payments due under the Loan Agreement, which are the source of payment of the principal, interest and premium, if any, of the Bonds.

As discussed above, the Administrative Offices is an administrative unit of the Corporation whose income is largely generated through the assessment of fees charged to parishes and schools to pay for administrative costs of organizing and administering Corporation-wide programs for insurance and other programs. Fees for such services are set to cover these administrative costs and not to build cash reserves or endowments. The Administrative Offices generally operates on a break-even basis. Therefore, the audited financial statements of the Administrative Offices do not generally reflect the overall financial wealth and trends in the Corporation. Total revenues of the Administrative Offices increased from $43,857,150 in fiscal year 2016 to $44,303,290 in fiscal year 2017, or 1.0%. Net unrestricted assets of the Corporation were $54,563,320 and $54,530,405 at the end of the fiscal years ended June 30, 2016 and 2017, respectively.

As also noted above, the financial statements of the parishes and schools of the Corporation are not independently audited. The revenues and expenses of these entities are, however, reviewed by the Corporation's Finance Office, and annual financial statements are internally prepared, indicating total income, total expense, and net income (loss) for each parish and school within the Corporation. Additionally, each year approximately one-third of the schools and parishes undergo an on-site review of internal financial controls conducted by the internal audit function of the Corporation. Each parish and school maintains operating accounts in its own name, with excess cash and investments held at the Corporation in the Deposit and Loan Fund.

Financial Information

Set forth below is the Corporation's statement of financial position and statement of activities for the fiscal years ended June 30, 2014 through 2017 with respect to its Administrative Offices. This information was derived from the Corporation's financial statements with respect to its Administrative Offices and its financial records and only includes the assets, liabilities, revenues and financial activities of the Corporation's Administrative Offices.

While the obligation of the Archdiocese to make payments under the Loan Agreement with respect to the Bonds is a general, unsecured obligation of the Archdiocese, payable from its gross revenues, its general fund or any other moneys legally available to the Archdiocese, there will not be a mortgage on or a security interest in any of the property of the Archdiocese or its revenues or other funds or assets. See however "Undeveloped Land and Properties of the Corporation" in this Appendix A. Parish financial records are not audited and are generally maintained on a cash basis.

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STATEMENTS OF FINANCIAL POSITION

Roman Catholic Church of the Archdiocese of New Orleans
Administrative Offices

As of June 30, 2014, 2015, 2016 and 2017

ASSETS

	2014	2015	2016	2017
Cash and cash equivalents	$ 8,447,058	$ 8,735,002	$ 5,248,515	$ 6,899,170
Grants receivable - FEMA	3,668,471	7,052,963	2,497,613	212,461
Accounts receivable from affiliates and other	3,668,218	3,477,767	3,645,493	4,207,232
Prepaid expenses	1,465,656	1,480,541	1,467,726	1,797,697
Loans receivable from affiliates – less allowance for doubtful receivables	53,453,471	59,802,336	71,946,780	55,305,475
Investments	270,710,586	264,624,171	232,603,063	286,268,058
Land, buildings and equipment – less accumulated depreciation	67,002,472	76,247,124	77,212,519	75,035,899
Other assets	122,000	122,000	122,000	122,000
Beneficial interest in charitable remainder trust	628,245	403,430	429,556	487,437
Total assets	$409,166,177	$421,945,334	$395,173,265	$430,335,429

LIABILITIES AND NET ASSETS

	2014	2015	2016	2017
Liabilities				
Accounts payable	$ 4,411,055	$ 7,315,255	$ 2,858,843	$1,462,399
Accrued expenses and other	3,863,024	3,933,472	4,066,673	3,337,256
Accrued liability for self-insured claims	1,278,342	1,167,859	1,284,299	949,186
Deposits payable to affiliates	116,386,408	123,978,928	115,749,156	149,873,450
Funds held for affiliates	88,970,075	89,906,975	86,854,026	103,929,966
Bonds payable	59,132,160	57,710,155	56,214,661	42,947,973
Accrued pension liability	38,528,730	36,845,890	46,105,433	44,002,789
Total liabilities	312,569,794	320,858,534	313,133,091	346,503,019
Net Assets				
Unrestricted	66,486,811	71,756,782	54,563,320	54,530,405
Temporarily restricted	15,973,911	15,193,527	13,334,491	15,158,486
Permanently restricted	14,135,661	14,136,491	14,142,363	14,143,519
Total net assets	96,596,383	101,086,800	82,040,174	83,832,410
Total liabilities and net assets	$409,166,177	$421,945,334	$395,173,265	$430,335,429

Source: The Corporation

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STATEMENTS OF ACTIVITIES

Roman Catholic Church of the Archdiocese of New Orleans
Administrative Offices

For each of the Years Ended June 30, 2014, 2015, 2016 and 2017

	2014	2015	2016	2017
Revenue, Gains and Other Support				
Assessments to affiliated entities for:				
Archdiocesan support	$ 8,983,853	$ 9,268,868	$ 9,317,871	$ 9,436,494
Priest health insurance and retirement	2,279,177	2,400,503	2,487,790	2,583,572
Insurance	14,457,914	14,613,661	15,390,638	16,456,205
Total assessments	$25,720,944	$26,283,032	$27,196,299	$ 28,476,271
Bad debt recovery	$ 87,720	$ 155,103	$ 729,276	$ --
Contributions and grants	1,567,694	1,324,164	1,160,009	2,194,573
Rent and royalties	3,703,587	776,246	816,096	768,403
Spending distribution – investment income	3,844,902	3,783,770	3,722,000	4,363,000
Interest income – Deposit and Loan Fund	2,407,408	2,093,516	2,521,189	2,052,829
Fees collected and other revenue	4,456,253	4,622,350	4,993,688	5,081,447
Gain (Loss) on sale of assets	1,179,093	2,735,938	2,692,467	1,308,886
Changes in value of split-interest agreement	46,233	(224,815)	26,126	57,881
Total revenue, gains and other support	$43,013,834	$41,549,304	$ 43,857,150	$44,303,290
Expenses				
Program services:				
Christian Formation	$ 4,692,175	$ 4,666,443	$ 5,283,625	$ 5,828,804
Clergy	8,317,440	8,636,334	8,296,390	9,286,057
Community services	141,362	95,566	95,864	86,126
Gifts and grants	255,307	353,348	280,163	1,436,932
Insurance	14,569,317	14,532,053	13,343,519	14,920,373
Pastoral services	2,333,349	2,909,161	3,017,186	2,981,760
Religious	204,697	210,206	219,454	211,113
Total program services expenses	$ 30,513,647	$ 31,403,111	$30,536,201	$34,751,165
Supporting Services:				
Administration	$ 2,979,073	$ 3,174,746	$ 3,492,961	$ 3,144,073
Financial services	9,629,957	8,778,627	11,950,162	11,223,913
Interest	3,039,708	2,889,197	2,813,529	3,138,468
Interest expense—Deposit and Loan Fund	1,224,654	1,269,286	1,274,043	1,568,899
Total supporting services expenses	16,873,392	16,111,856	19,530,695	19,075,353
Total Expenses	$ 47,387,039	$ 47,514,967	$ 50,066,896	$53,826,518
Income (Loss) From Operations	$ (4,373,205)	$ (5,965,663)	$ (6,209,746)	$ (9,523,228)
Non-Operating Revenues (Expenses)				
Investment income	$ 14,030,108	$ 1,869,082	$ (1,919,548)	$12,816,763
Less – spending distribution	(3,844,902)	(3,783,770)	(3,722,000)	($4,363,000)
Investment income (loss) net of spending distribution	10,185,206	(1,914,688)	(5,641,548)	8,453,763
Loss on early extinguishment of debt				(1,328,839)
Grants and donations related to hurricanes	43,280,553	43,594,834	28,089,184	14,167,623
Distributions of grants and donations to affiliates	(25,970,227)	(34,934,515)	(27,349,715)	(14,294,894)
Total non-operating revenues (expenses) – net	$ 27,495,532	$ 6,745,631	$ (4,902,079)	$ 6,997,653
Excess (Deficiency) of Revenue, Gains and Other Support Over Expenses	$23,122,327	$ 779,968	$ (11,111,825)	($2,525,575)
Additional Minimum Pension Liability Adjustment	$ (2,618,233)	$ 3,710,449	$ (7,934,801)	$ 4,317,811
Increase (Decrease) in Net Assets	$20,504,094	$ 4,490,417	$ (19,046,626)	$ 1,792,236
Net Assets				
Beginning of year	$ 76,092,289	$ 96,596,383	$101,086,800	$82,040,174
End of year or period	$ 96,596,383	$101,086,800	$ 82,040,174	$83,832,410

Source: The Corporation

Underlying Calculations for Pro-Forma
Debt Service Coverage Ratio

The following table sets forth the component calculations for certain items included in "Net Income Available for Debt Service," as defined in the Loan Agreement, used to calculate the Debt Service Coverage Ratio on the Bonds as set forth in the "Annual Debt Service Requirements" per the loan agreement.

Component Calculations of Certain Items Included in
"Net Income Available for Debt Service"
For Debt Service Coverage

	2014	2015	2016	2017
Non-Operating Revenue (Expense)				
Investment Return [1]	$14,030,108	$1,869,082	$(1,919,548)	$12,816,763
Donations related to Hurricane Katrina	43,280,553	43,594,834	28,089,184	14,167,623
Distributions of donations to affiliates	(25,970,227)	(34,934,515)	(27,349,715)	(14,294,894)
Additional minimum pension liability adjustment	(2,618,233)	3,710,449	(7,934,801)	4,317,811
Loss on early extinguishment of debt	0	0	0	(1,328,839)
Non-Operating Gain (Loss)	$28,722,201	$14,239,850	$(9,114,880)	$15,678,464

Pension Expense Actuarial Adjustment	2014	2015	2016	2017
Current Year Intangible pension asset				
Less: Prior Year Intangible pension asset				
Current Year Intangible Pension (Expense) Income				
Current Year Accrued pension liability	$38,528,730	$ 36,845,890	$46,105,433	$ 44,002,789
Less: Prior Year Accrued pension liability	(33,779,053)	(38,528,730)	(36,845,890)	(46,105,433)
Current Year Increase (Decrease) Accrued Pension Liability	$ 4,749,677	$ (1,682,840)	$ 9,259,543	$ (2,102,644)
Less: Current Year Increase (Decrease) Accrued Pension Liability	$ 4,749,677	$ (1,682,840)	$ 9,259,543	$ (2,102,644)
Current Year Total Net Pension Revenue & Expense Effect	(4,749,677)	1,682,840	(9,259,543)	2,102,644
Less: Current Year Additional minimum pension liability adjustment	2,618,233	(3,710,449)	7,934,801	(4,317,811)
Current Year Pension Expense Adjustment included in net assets	$(2,131,444)	$ (2,027,609)	$(1,324,742)	$ (2,215,167)

	2014	2015	2016	2017
Annual Distribution of Cash and Investments				
Available Cash & Investments	$174,588,705	$181,375,958	$178,698,606	$177,827,098
5.00%	8,729,435	9,068,798	8,934,930	8,891,355

[1] Investment return reduced by the portion of cumulative net appreciation designated for current operations (unrestricted)

Liquidity and Net Worth

The Loan Agreement contains several financial covenants. Pro-forma debt service coverage is shown under the caption "ANNUAL DEBT SERVICE REQUIREMENTS—Historical Net Income Available for Debt Service and Pro-Forma Debt Service Coverage" in the front portion of this Official Statement.

The Loan Agreement also contains a Liquidity Covenant and a Net Worth Covenant. See the descriptions of both under the heading "SECURITY FOR THE BONDS" in the front portion of this Official Statement and under "SUMMARY OF CERTAIN PROVISIONS OF THE AGREEMENT—Liquidity Covenant" and "—Net Worth of the Corporation" in Appendix C hereto.

Set forth below are calculations of the Liquidity Covenant and Net Worth Covenant over the past four fiscal years of the Corporation based solely upon the direct debt of the Corporation outstanding. The 2017 calculations also show the calculations of those covenant ratios giving effect to the Bonds plus 20% of the guaranteed Existing Senior SAG Debt (which is the percentage to be used as long as no default has occurred under the Existing Senior SAG Debt and the guarantee has not been drawn upon), and the Bonds plus 100% of the guaranteed Senior SAG Debt. **However, past operating history is not necessarily indicative of future results.**

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Liquidity Covenant

	2014	2015	2016	2017
Unrestricted Cash & Investments	$161,227,546	$153,269,204	$122,472,882	$ 156,501,219
Total Debt (Bonds)	$ 60,635,000	$ 59,170,000	$ 57,630,000	$ 40,545,000
Liquidity Ratio with respect to Bonds	2.66	2.59	2.13	3.86
Liquidity Ratio Adding 20% of Guaranteed Existing Senior SAG Debt				3.07
Liquidity Ratio Adding 100% of Guaranteed Existing Senior SAG Debt				1.69

	2014	2015	2016	2017
Total Financial Resources	$191,690,578	$185,032,158	$152,365,464	$ 187,912,275
Total Debt (Bonds)	$ 60,635,000	$ 59,170,000	$ 57,630,000	$ 40,545,000
Net Worth with respect to Bonds	3.16	3.13	2.64	4.64
Net Worth Adding 20% of Guaranteed Existing Senior SAG Debt				3.69
Net Worth Adding 100% of Guaranteed Existing Senior SAG Debt				2.03

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2018 Budget

Set forth below is a comparison of the Corporation's June 30, 2017 and June 30, 2018 approved budget.

Corporation's Budget
June 30, 2017 vs. June 30, 2018
Approved Budget

	June 30, 2017 Approved Budget	June 30, 2018 Approved Budget	Budget Increases (Reductions)
Revenue:			
Donations and Grants	$ 943,116	$ 1,168,700	$ 225,584
Parish Assessment Income	8,300,000	8,400,000	100,000
School Assessment Income	930,150	910,000	(20,150)
Priest Health Insurance and Retirement	3,000,000	2,900,000	(100,000)
Rent and Royalties	835,900	813,800	(22,100)
Insurance Income	15,017,100	15,045,000	27,900
Other Miscellaneous Income	4,191,801	4,616,933	425,132
Gains on Sale of Assets	1,200,000	1,200,000	--
Deposit and Loan Fund Income	2,300,000	2,600,000	300,000
Total Revenue	$36,718,067	$ 37,654,433	$ 936,366
Expenses:			
Administration	$ 4,051,651	$3,792,245	$ (259,406)
Christian Formation	4,691,197	5,309,982	618,785
Clergy Programs	6,943,308	8,458,550	1,515,242
Community Services	120,784	118,000	(2,784)
Pastoral Services	3,444,784	3,343,547	(101,237)
Religious	202,471	214,600	12,129
Financial and Administrative Services[1]	10,995,874	10,426,500	(569,374)
Insurance Expense	14,752,650	14,624,250	(128,400)
Deposit and Loan Fund Expense	1,200,000	1,600,000	400,000
Total Expenses	$46,402,719	$ 47,887,674	$1,484,955
Excess (Shortage) of Revenues	(9,684,652)	(10,233,241)	(548,589)
Drawdown on Investments (5%—6%)	$4,417,000	$ 4,335,690	(81,310)
Net Increase (Shortage) of Revenues	$(5,267,652)	$ (5,897,551)	$ (629,899)

[1] Includes debt service.

Source: The Corporation

The financial statements for the fiscal year ended June 30, 2017 were audited by Bourgeois Bennett, L.L.C., New Orleans, Louisiana, certified public accountants.

Annual Budget Process

Corporation Budget. The Corporation operates on a July 1 through June 30 fiscal year. Department heads within the Corporation submit budgets, which are then reviewed by the Finance Office and the Corporation's Administrative Council. The overall budget is reviewed by the Corporation's Finance Council, which makes recommendations to the Archbishop. The Archbishop has ultimate responsibility for the budget. The major revenue components for the budget are the insurance premiums charged to parishes and schools for the Corporation health insurance, worker's compensation and property insurance programs, parish and school assessments and investment income. The Corporation expects that the high schools and special needs schools which are owned by the Corporation will budget on a self-sustaining basis with respect to tuition and fees budgeted to cover costs of operations. However, the Corporation is not restricted by its Administrative Offices budget or otherwise from providing additional support to these Corporation owned schools.

The major expense components of the budget in fiscal year 2017 were (in the following order of magnitude) costs incurred for Corporation administration, health and general liability and property insurance, worker's compensation insurance programs, clergy, Christian formation and pastoral services. In addition, the Corporation pays annual assessments to the Vatican, the United States Conference of Catholic Bishops, and the Louisiana Catholic Conference. The Corporation generally budgets and operates on a basis consistent with its mission.

Parish and School Budgets. Each parish of the Corporation prepares an individual budget for such parish, which is developed by the pastor of the parish and his staff under the guidelines provided by the Corporation, and is then reviewed by the parish Finance Council. A parish Finance Council generally includes at least three Catholic parishioners appointed by the pastor for three year terms, and meets at least two times per year to assist in the preparation of the annual budget and to prepare annual reports of actual financial results to parishioners. The parish Finance Councils serve an advisory role only, and have no independent authority.

Parish and school budgets are not centrally prepared. The Chief Financial Officer of the Corporation provides the parishes and schools with budget guidelines. The budgets are prepared by the pastor, parish council, finance council and school administration of each parish. Parishes report their financial position and results of operations to the Corporation on an annual basis. In addition, all capital expenditures requiring significant loans are reviewed by the Corporation's Finance Council with final approval by the Archbishop. To the extent parishes need additional funds to operate, they are generally eligible to borrow from the Corporation's Deposit and Loan Fund. On a case by case basis, the Corporation may provide additional financial support, but such instances have been rare and, under the Loan Agreement, can be done only if the Corporation determines that use of such revenues will not adversely affect the ability of the Corporation to make its required loan repayments under the Loan Agreement and to make any payments on any other of its indebtedness when due.

Investments

The Corporation's investments are accounted for in pooled assets and separately invested portfolios. Pooled assets represent funds that are invested in a commingled portfolio of assets, as opposed to the separately invested assets which have segregated investments. Investments are recorded at fair value at June 30, 2014-2017 and consisted of the following:

	2014	2015	2016	2017
Pooled asset portfolio:				
Cash and cash equivalents	$ 3,234,182	$ 2,473,910	$ 6,916,730	$ 11,286,288
U.S. government and agency obligations	8,937,911	9,080,478	9,478,794	13,993,052
Corporate and foreign obligations	6,754,785	6,391,353	7,719,010	15,700,613
Collateralized mortgage obligations	2,321,532	2,396,906	1,194,605	848,052
Asset-backed securities	266,955	459,259	1,310,580	4,071,184
Common stocks	9,448,714	10,516,255	9,944,822	105,074,849
Mutual funds	78,671,140	79,241,876	76,483,833	7,351,400
Exchange traded funds	18,026,299	11,550,224	6,745,258	885,582
Common trust funds	17,360,088	18,462,199	16,588,191	--
Limited partnerships	19,523,574	20,262,212	10,609,076	16,266,850
Fund of Funds	--	--	4,915,753	--
Hedge feeder fund	4,175,426	4,292,826	4,058,724	4,422,298
Segregated portfolio companies	10,361,012	10,968,860	9,916,740	11,044,718
Total pooled asset portfolio	$179,081,618	$176,096,358	$165,882,116	$190,944,886
Separately Invested Portfolio:				
Cash and cash equivalents	$ 17,018,513	$ 8,284,526	$ 2,990,203	$22,170,559
Brokered certificates of deposit	3,338,817	3,343,474	2,357,892	1,380,335
Commercial paper	599,638	--	--	4,992,849
Government and agency obligations	7,259,505	8,852,899	11,400,116	15,719,620
Corporate obligations	35,307,334	40,718,281	27,045,432	28,840,172
Investment in Catholic Umbrella Pool	928,143	727,995	697,224	703,297
Municipal obligations	22,104,185	24,943,466	21,081,117	21,500,450
Collateralized mortgage obligations	4,561,625	1,153,317	837,863	15,890
Asset-backed securities	511,208	503,855	311,100	--
Total separately invested portfolio	$ 91,628,968	$ 88,527,813	$ 66,720,947	$ 95,323,172
Totals	$270,710,586	$264,624,171	$232,603,063	$286,268,058

Included within the "Total pooled asset portfolio" above are investments made by the Corporation of custodial funds, which are not funds of the Corporation but are funds held and invested by the Corporation for others. The amounts of custodial funds accounted for within these investments for fiscal years ended June 30, 2014 through 2017 were approximately $84.2 million, $86.0 million, $83.4 million and $102.8 million, respectively, and accordingly, approximately $94.8 million, $90.1 million, $82.5 million and $88.1 million were investments owned by the Corporation. Such amounts also include the net amount of the Deposit and Loan Fund (described below) being the total amount of deposits to the Deposit and Loan Fund less amounts loaned to depositors.

Deposit and Loan Fund

The Deposit and Loan Fund has been the "internal bank" for the Corporation since the early 1960s. The Deposit and Loan Fund has aided parishes, schools and other Archdiocesan institutions with low-interest loans for construction, renovations, expansions and emergency needs and has been a facility in which to invest excess working capital. Archdiocesan institutions are required to deposit funds in excess of 90 days of operating cash with the Deposit and Loan Fund. Deposit rates are based on the 90-day U.S. Treasury Bill rate as of March 31 to be adjusted annually effective July 1. The deposit rate equals the 90-day Treasury Bill plus 100 basis points. The loan rate equals the 90-day Treasury Bill plus 400 basis points. The Archdiocesan Finance Council recommended, and Archbishop Aymond approved, the interest rates as follows: loans equaled 4.3% and deposits equaled 1.3% for fiscal year ending June 30, 2018. All borrowing at the individual parish level goes through the Deposit and Loan Fund. The criteria for granting the loan is need, ability to service debt and the financial condition of the Archdiocese. The standard requirement to qualify for a loan is 50% of estimated value of the project on deposit with the Archdiocese, 25% pledged and a plan to service the remaining 25%. Loans up to $100,000 require the approval of the Chief Operating Officer or Chief Financial Officer; loans from $100,000 to $500,000 require the approval of the Vicar General; and loans over $500,000 require the recommendation of the Archdiocesan Finance Council, and the approval of the Archbishop.

Although deposits are technically reported as liabilities in the Corporation's financial statements, they represent obligations the Corporation owes to its own parishes and therefore function effectively as temporarily designated assets that could be used to pay debt service for capital projects. As of June 30, 2017, the amount of deposits in the Deposit and Loan Fund was approximately $150 million, the amount of loans was approximately $55 million and, accordingly, approximately $95 million was on deposit but not loaned out, constituting temporarily designated assets that would be repaid to depositors when due or requested by the depositors.

Assessment Revenue

The Corporation assesses its parishes, schools and affiliates. Assessment Revenue is comprised of three components: Archdiocesan Support, which includes parish share (or church tax) and student assessments, the Insurance Assessment; and the Priests' Benefits Assessment. The schools are assessed $26.50 per student. The parish share is based on a series of incremental (marginal) graduated rates based on a parish's income. Income subject to assessment by the Archdiocese equals the total income of the parish minus capital campaign revenue minus school support. Total income of a parish is comprised of ordinary income (weekly collections, etc.) and extraordinary income (fairs, fundraisers, etc.).

Parish Tax Rates

Income Subject to Assessment	Incremental Tax Rate	Applies to	Incremental Tax Rate	Applies To	Incremental Tax Rate	Applies To	Incremental Tax Rate	Applies To
$0–$100,000	5%	Entire Amount						
$100,001–$200,000	8%	Entire Amount						
$200,001–$400,000	10%	First $200,000	15%	Remainder				
$400,001–$600,000	15%	First $400,000	18%	Remainder				
$600,001–$800,000	15%	First $400,000	18%	$400,001–$600,000	19%	Remainder		
Over $800,000	15%	First $400,000	18%	$400,001–$600,000	19%	$600,001–$800,000	20%	Remainder

Source: The Corporation

Distribution of Assessment Revenue
Fiscal Year Ended June 30, 2017

	School Share	Parish Share	Parish Insurance	Priests' Benefits	Total
Total	$943,940	$8,492,554	$16,456,205	$2,583,572	$28,476,271

Source: The Corporation

Undeveloped Land of the Corporation

The Corporation owns approximately 400 acres of undeveloped land and properties which, in many instances, have been owned by the Corporation and its predecessors for many years. While accounted for on the financial statements of the Administrative Offices, in most cases there have been no recent appraisals, and therefore such land and properties are not recorded at fair market value but instead are carried at little or no value.

Approximately 365 of such acres were in close proximity to the hereinafter described SAG Project. Of that 365 acres, the Corporation contributed 23.8 acres of land to the SAG Project and 11.5 acres for construction of a church, sold 104 acres to an unrelated party for $1,549,962 in 2017, leaving approximately 226 acres of undeveloped land in that area. The 226 acres is carried on the books of the Administrative Offices at $477,668. However, this transaction is not necessarily indicative of the value of any other undeveloped property of the Corporation, and, in addition, not all of the land is developable, and any permitted development would require a variety of approvals, permits and potential zoning changes.

None of these parcels of real estate is mortgaged in support of the Corporation's obligations under the Loan Agreement supporting the Bonds. However, any proceeds from the sale of these parcels would constitute revenues of the Administrative Offices and as such, would be available to make loan repayments under the Loan Agreement and pay debt service on the Bonds.

Description of Indebtedness

Subsequent to the issuance of the Bonds, the Bonds will be the only direct long-term indebtedness of the Corporation.

The Corporation has also guaranteed certain indebtedness of an affiliate, St. Anthony's Gardens ("SAG"), a state of Louisiana non-profit corporation formed in 2012 for the sole purpose of developing a rental fee-for-service senior living retirement community known as St. Anthony's Gardens (the "SAG Project") and located in St. Tammany Parish, Louisiana near New Orleans. The SAG Project was funded by a contribution of 23.8 acres of land by the Corporation, and $40,521,000 of senior (the "Existing Senior SAG Debt") and $12,632,116 of subordinate debt (as of April 30, 2017), issued through the Authority for the benefit of SAG, which was the borrower. The Corporation is the holder of the subordinate debt. During 2017, most of the subordinated debt was refinanced with a $12,000,000 loan from the Whitney National Bank. As of June 30, 2017 and 2016, the total balances on the subordinated debt were $933,329 and $10,448,843, respectively. The Administrative Offices is expected to continue to extend funds pursuant to this agreement during the next year or two in order to help cover senior debt services and operating cash flow needs until the housing ministry is able to generate cash flows sufficient to cover its obligations.

The SAG Project is complete and consists of 213 units, including 120 independent living units, 57 assisted living units and 36 memory care units. Occupancy commenced in late November of 2016, and stabilization is expected by the end of 2018. As of November 30, 2017, SAG was at 36% occupancy with 77 units under lease of which 37 were for independent living, 30 were for assisted living and 10 were for memory care. In addition, SAG had deposits for an additional 12 units as of November 30, 2017, of which 10 were for independent living, and 2 were for assisted living, however, there can be no assurance of any level or levels of occupancy.

Currently, the Corporation has guaranteed 100% of the Existing Senior SAG Debt pursuant to a Guaranty dated September 4, 2014 (the "SAG Guaranty"). The SAG Guaranty provides that the amount of the Senior SAG Debt guaranteed reduces from 100% to 35% when (a) completion of the SAG Project has occurred, (b) the senior debt service ratio of SAG for the immediately preceding fiscal year exceeds 1:25 to 1, (c) no event of default or default has occurred and is continuing and (d) SAG's days cash on hand exceeds 120. The SAG Guaranty will terminate in full when (i) completion of the SAG Project has occurred, (ii) the senior debt service ratio of SAG for the immediately preceding fiscal year exceeds 1.4 to 1, (iii) no event of default or default has occurred and is continuing and (iv) SAG's days cash on hand exceeds 120. Conditions (b) and (d), (ii) and (iv) have yet to occur. The Corporation has agreed to guarantee the $12,000,000 loan also.

Under the covenants contained in the Loan Agreement for the Bonds, guarantees (other than on non-performing debt) are generally included at a 20% level of the debt guaranteed or 100% of the level guaranteed on non-performing debt based on the definition of "Annual Debt Service Requirements" per the loan agreement.

As disclosed in the official statement dated March 8, 2017, St. Anthony's Gardens was exploring refinancing of their debt and the Archdiocese expected to be responsible for guaranteeing any new debt (See A-19 & A-20 in Appendix A of the official statement). The refinancing of St. Anthony's Gardens subordinated debt with the Archdiocese was successfully completed in April 2017 through a taxable commercial bank loan from Whitney Bank as noted above. This refinancing restored the $12 million on the Archdiocese balance sheet, and reduced St. Anthony's Gardens interest rate from 6% to 4.5%. The Archdiocese guaranteed this $12 million loan from Whitney Bank in order to accomplish the refinancing. In entering into a new guarantee, the Archdiocese did not comply with the provisions of Section 6.09 of the loan agreement relating to the incurrence of additional debt. This provision required a debt service coverage ratio for the two most recent complete fiscal years and the two fiscal years after the issuance of such debt. The Archdiocese met the two year historical test but did not meet the forward looking test.

The Archdiocese has given notice of such noncompliance to the Trustee and the Authority. While the Archdiocese has failed to comply with Section 6.09, under 9.01(d), the Archdiocese does not believe this is an Event of Default as it cannot be remedied within 30 days and the Archdiocese is continually monitoring compliance for the future and is diligently trying to ensure that the tests are complied with in 2018.

When entering into this transaction, the Archdiocese did not consider the guarantee as additional indebtedness. However upon further review of the loan agreement, it appears that the definition of indebtedness includes 20% of any guarantee, not only for purposes of calculating the annual debt service coverage ratio, but also for incurrence of additional debt which requires a higher debt service coverage ratio. Management believes that this transaction puts both the Archdiocese and St. Anthony's Gardens in a better financial position. It increased the Archdiocese's liquidity ratio from 2.84 to 3.07 and the net worth ratio from 3.45 to 3.69. It did not materially affect the Archdiocese meeting any of the covenants outlined in section 6.12, 6.14 or 6.15 of the loan agreement. In addition, it lowered the interest expense for St. Anthony's Gardens which will assist in them meeting the necessary requirements for the guarantee to burn off sooner.

Hurricane Katrina and Recovery

On August 29, 2005, Hurricane Katrina crossed the Louisiana coast causing catastrophic damage to many of the Archdiocese properties in the civil parishes of Orleans, Plaquemines, St. Bernard, Jefferson, and St. Tammany.

The June 30, 2017 and 2016 financial statements reflect certain unusual items resulting from the effects of Hurricane Katrina on the operations of the Administrative Offices and certain non-combined affiliated entities. The 2017 and 2016 statements of activities reflect approximately $14.2 million and $27.6 million, respectively, of federal grant monies received and approximately $14.2 million and $27.3 million, respectively, of recovery-related expenses. The federal grant monies received in excess of recovery-related expenses totaling approximately $250,000 during the year ended June 30, 2016, were spent on non-combined affiliated entity capital projects which were recorded as part of land, buildings, and equipment.

Cumulatively, through June 30, 2017, the Administrative Offices has received approximately $279 million of federal grant monies related to Hurricane Katrina. Of this total, approximately $48 million was spent on non-combined affiliated entity capital projects which were recorded as part of land, buildings, and equipment. As of June 30, 2017, unrestricted net assets include expenditures of federal grant monies of approximately $43.3 million related to capital costs, net of accumulated depreciation. Remaining federal grant monies to be received as of June 30, 2017, total approximately $28 million.

Temporarily restricted net assets consisting of non-federal donations related to Hurricane Katrina Recovery totaled $1,997,245 as of June 30, 2017 and 2016.

Nursing Homes and Affordable Senior Living

The Corporation operates nursing homes and subsidized affordable senior living rental units through various affiliated entities:

Chateau de Notre Dame offers assisted living and skilled nursing care. There are 100 assisted living apartment units and 171 skilled nursing beds.

Wynhoven Health Care Center offers skilled nursing care. Currently it has 188 skilled nursing beds.

Our Lady of Wisdom was acquired at the beginning of 2017 and offers skilled nursing care with 138 skilled nursing beds.

Notre Dame Hospice offers hospice services through three offices (New Orleans and Prairieville, Louisiana and Diamondhead, Mississippi) to qualifying individuals who reside within a 50 mile radius of one of those offices. Those service areas cover much of southeastern Louisiana and the Mississippi gulf coast.

Christopher Homes, Inc. ("CHI") currently manages approximately 2,440 subsidized rental units in 21 separate facilities for the low income elderly. CHI is the housing management agent for the Corporation.

Chateau de Notre Dame, Wynhoven Health Care Center, Our Lady of Wisdom and Notre Dame Hospice are licensed through the Louisiana Department of Health (and in the case of the Notre Dame Hospice, also by the appropriate agencies in Mississippi). They are designated to receive Medicare reimbursements, Medicaid reimbursements, and private pay billings.

Schools

Approximately 35,901 students receive a quality and disciplined education in the schools administered by the Corporation. Catholic education began in New Orleans in 1725. The Corporation has consistently demonstrated the ability to meet the high demand for education and maintain the reputation of providing a quality product.

Insurance Coverage

In May 2011, the Corporation incorporated a non-profit captive insurance company in the State of Vermont and The Archdiocese of New Orleans Indemnity, Inc. was capitalized with a $2,000,000 investment from the Corporation. The purpose of the captive is to reduce the Corporation's long term cost of insurance.

The captive provides a self-insurance program for general liability, property, auto liability, and personal misconduct. The captive is self-insured for $300,000 per occurrence up to an annual aggregate limit of $3.5 million. In addition, the captive provides coverage for workman's compensation with an $800,000 self-insured retention with no annual aggregate.

The Corporation incurs an annual insurance expense of approximately $5,404,000 related to the captive. This $5,404,000 is premium earned for the captive.

In the fiscal year ended June 30, 2016, the captive declared a dividend of $2,000,000. The Corporation received the dividend and has now recovered its initial investment. The dividend is reflected in the net asset reduction from the fiscal year ended June 30, 2016 to the fiscal year ended June 30, 2017. In September 2017, the captive declared a dividend of $875,000.

At June 30, 2016 and 2017, the captive's balance sheet was as follows:

	Audited 6/30/2016	**Audited 6/30/2017**
ASSETS		
Cash & Investments	$12,926,794	$14,256,617
Other Assets	70,632	101,708
Total Assets	12,997,426	14,358,325
LIABILITIES		
Case Base Reserves	2,831,138	3,709,849
IBNR Reserves	4,576,374	4,390,489
Losses Payable	392,187	226,139
Accounts Payable	55,500	56,000
Total Liabilities	7,855,199	8,382,477
NET ASSETS	$5,142,227	$5,975,848

The Corporation is also insured through the Catholic Mutual Group (CMG). CMG provides various types of coverages. For example, building and contents, general liability, excess liability, personal misconduct, directors and officers liability, excess named storms, etc. These expenses are allocated to various entities throughout the Archdiocese. The revenues and expenses related to these items are reflected in the statement of Income and Expense of the Archdiocese. These various entities reimburse the Archdiocese for their share of these premiums.

The Archdiocese also obtains flood insurance on all eligible properties under the federal National Flood Program. However, not all properties of the Archdiocese are eligible for this type of insurance.

Total annual insurance premium expenses for all purposes is approximately $14.9 million, including the insurance premium paid to the captive described above.

Litigation and Contingencies

The Corporation has certain pending and threatened litigation and claims; however, management believes the probable resolution of such contingencies will not exceed the established reserves or insurance coverage and will not materially affect its financial position.

The Corporation has resolved almost all of its known claims for personal misconduct. The Corporation annually funds a reserve for future personal misconduct claims, and its experience in recent years has had a minimal impact outside of its established reserves and net of insurance. The Corporation maintains an insurance policy for future potential personal misconduct claims in the amount of $2,000,000 (annual aggregate). See "Insurance Coverage" immediately above. The Archbishop and the Corporation continue to implement the Charter for the Protection of Children and Young People" adopted by the United States Conference of Catholic Bishops in 2002 and other proactive policies adopted by the Corporation in regard to the prevention and recognition of abusive situations.

Limits on Capital Expenditures

The Archdiocese controls all building renovation and repair projects through the Building Office. The Building Office employs three design professionals: two architects and a construction manager. Initial requests for projects must include the following details: the pastoral or institutional need for the project; the nature of the project and a description of how it meets the pastoral or institutional need; approximate cost of the project; how the project will be financed (e.g., funds on deposit, building campaign, or Archdiocesan loan); and if the project involves a worship area, the pastor must meet with the office of worship.

Approvals are required as follows: on projects from $10,000 to $100,000, the approval of the Chief Financial Officer or the Chief Operating Officer is required; on projects from $100,000 to $500,000, the approval of the Vicar General is required, and on projects over $500,000, the approvals of the Archdiocesan Finance Council and the Archbishop are required.

Defined Benefit Pension Plan

Incardinated priests of the Archdiocese whose retirement from active service is duly accepted by the Archbishop are eligible for retirement benefits. Benefit payments are based on years of service rather than compensation levels. The retirement plan is not an ERISA plan.

As of June 30, 2017, the plan had an accrued pension liability of approximately $44 million. The actuarial present value of the projected benefit obligation was computed using a weighted average discount rate of 3.93%. The Corporation expects to make benefit payments to the pension plan of $1.58 million in fiscal year 2018.

Employee Relations

The Corporation characterizes its employee relations to be good. No portion of the Corporation's workforce is unionized or participates in collective bargaining.