Church of the Resurrection of the Lord
Emmaus Catholic Parish
Lakeway, Texas

Unaudited Financial Statements
June 30, 2026 and 2025

Emmaus Catholic Parish
Lakeway, Texas

Table of Contents

	Page
Statements of Financial Position	**3**
Statements of Activities	**4**
Statements of Cash Flows	**5**
Notes to Financial Statements	**6-9**
Supplemental Schedule	**10**

Emmaus Catholic Parish

Statements of Financial Position
As of June 30, 2026 and 2025

	2026	2025
Assets		
Cash in Commercial Checking Accounts	$ 992,752	$ 938,068
Cash Deposits held by Diocese	406,622	532,102
	1,399,374	1,470,170
Gift Card Inventory	115,377	80,696
Other Assets	5,552	-0-
Land and Buildings at Cost	22,775,176	22,775,176
Total Assets	$ 24,295,479	$ 24,326,042
Liabilities and Net Assets		
Liabilities:		
Accounts and other Payables	$ 11,047	$ 6,958
Collections held for Transmittal	25	22,989
Restricted and other Designated Donations	498,849	463,811
Diocesan Term Loan Payable	-0-	750,716
Total Liabilities	509,920	1,244,474
Net Assets:		
General and Current Operating Funds	23,785,559	23,081,569
Total Net Assets	23,785,559	23,081,569
Total Liabilities and Net Assets	$ 24,295,479	$ 24,326,042

Emmaus Catholic Parish

Statements of Activities
Years Ended June 30, 2026 and 2025

	2026	2025
Revenue		
Offertory and Other Collections	$ 2,929,289	$ 2,763,473
Religious Education Programs	90,187	95,415
Income from Fundraising Activities	75,591	58,514
Fees, Rentals and Other Income	150,029	205,179
Total Revenue	3,245,096	3,122,581
Expenses		
Religious Education	122,072	106,016
Payroll and Program Services	1,178,664	1,119,777
Facilities Operation and Maintenance	419,417	397,161
Utilities	144,134	149,651
Insurance and Risk Management	155,513	147,278
General and Administrative	238,050	202,148
Diocesan Assessments	276,864	293,196
Interest Expense	13,592	33,889
Total Expenses	2,548,305	2,449,116
Change in Net Assets	696,791	673,465
Net Assets at Beginning of Year	23,081,569	22,497,481
Prior Period Adjustments	7,199	(89,377)
Net Assets at End of Year	$ 23,785,559	$ 23,081,569

Emmaus Catholic Parish

Statements of Cash Flows
Years Ended June 30, 2026 and 2025

	2026	2025
Change in net assets	$ 696,791	$ 672,369
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
(Increase) decrease in operating assets:		
Gift card inventory	(34,681)	(2,383)
Other assets	(5,552)	-0-
Increase (decrease) in operating liabilities:		
Accounts payable	4,089	(223,488)
Collections held	(22,964)	7,297
Restricted donations	35,038	69,001
Prior period adjustments	7,199	(89,377)
Net cash provided by operating activities	$ 679,920	$ 433,418
Cash from investing activities:		
Property improvements and additions	-0-	-0-
Net cash provided by investing activities	-0-	-0-
Cash from financing activities:		
Principal payments on Diocesan term loan	(750,716)	(683,458)
Net cash used in financing activities	(750,716)	(683,458)
Net increase (decrease) in cash	(70,796)	(250,040)
Cash at beginning of year	1,470,170	1,719,114
Cash at end of year	$ 1,399,374	$ 1,469,074

1. Organization

The accompanying financial statements are those of the Church of the Resurrection of the Lord (Emmaus Catholic Parish or the "Parish") of the Diocese of Austin ("Diocese"). The Parish includes the accounts of the Queen of Angels Chapel in Spicewood, TX with those of its main campus in Lakeway, TX.

All parishes in the Diocese are separately incorporated as non-profit organizations. The accompanying statements include only the assets, liabilities, net assets, and financial activities of the Parish. The statements may not include recognition of certain costs and capital transactions related to its separate organizational structure.

2. Significant Accounting Policies

(a) Basis of Presentation

The accompanying financial statements are presented on a modified cash basis of accounting and are therefore not prepared in accordance with generally accepted accounting principles. With limited exception of certain deferred revenue liabilities, all revenue and expense amounts are generally recognized when received or paid, respectively. In accordance with Diocesan accounting guidelines, all fixed asset amounts are carried on an unadjusted historical cost basis without deduction for depreciation or amortization.

Net assets within the Parish's Statement of Financial Position are classified based upon the existence or absence of donor-imposed stipulations, as follows:

Unrestricted Net Assets – Includes all resources and contributions that are not subject to donor-imposed restrictions.

Temporarily Restricted Net Assets – Includes contributions or other support whose use by the Parish is limited to specific purposes according to donor-imposed stipulations. When donor stipulations attached to such contributions are fulfilled, temporarily restricted net assets related thereto are reclassified to unrestricted net assets.

(b) Cash and Cash Equivalents

All of the Parish's cash is maintained in either checking accounts at commercial banks or in accounts maintained by the Diocese.

(c) Cash Concentration

The Parish maintains cash balances at the Diocese in accordance with its Diocesan Investment and Loan (DIAL) program and at several financial institutions. A portion of such cash deposits are in excess of insurance limits provided by the Federal Deposit Insurance Corporation (FDIC). If these financial institutions were not to honor their contractual liability, the Parish would incur loss. The Parish is of the opinion there is minimal risk of loss because of the financial strength of these financial institutions.

(d) Collections Held for Transmittal

The Parish takes up collections for specific charities and organizations within the Diocese. Such receipts are classified as a liability until the funds are remitted to the Diocese or designated charity.

(e) Restricted Contributions

Unrestricted contributions and bequests are recognized as revenue when they are received. Contributions subject to donor restrictions are recorded as temporarily restricted revenue, temporarily restricted net assets or deferred revenue liabilities, depending on the existence and/or nature of donor restrictions. Donor restrictions relating to the contributions are released and the corresponding amounts reclassified when the purpose set forth by the donor has been substantially achieved, generally by making improvements, reducing debt, or incurring expenses in conformity with the stated purpose of the contributions.

Contributions subject to donor restrictions classified as deferred revenue liabilities at June 30, 2026 and 2025 consist of:

	2026	2025
Benevolence Fund	$ 27,279	$ 13,706
Restricted Gala Contributions	223,537	193,604
Cemetery Plot Deposits	180,259	179,509
Other Designated Donations	67,798	75,992
	$ 498,874	$ 463,811

(f) Land, Buildings and Equipment

Consistent with Diocesan accounting guidelines, buildings, and equipment are recorded at cost without deduction for depreciation expense or other reduction in value until retired or replaced. Expenditures that significantly increase values or extend useful lives are either expensed or capitalized depending on the nature and expected duration of the improvement. Repair and maintenance costs are expensed as incurred.

Land, buildings, and equipment consist of the following at June 30, 2026:

Land	$ 971,119
Church Building	10,087,219
Parish Life Center	6,474,437
Queen of Angels Chapel	935,820
Former Office Building	387,263
Rectory	241,587
Pastoral Center	3,426,082
HVAC Plant Addition	251,649
	$ 22,775,176

(g) Prior Period Adjustments/Reclassification

Certain prior year amounts have been reclassified to conform with the current year presentation and/or Diocesan accounting guidelines.

3. Capital Campaigns

The Parish participated in the Diocese's "*Encountering Christ*" capital campaign in which the parish completed a 6-month fundraising phase in December 2019. Following the fundraising phase of the campaign, there was a five-year phase for parishioners to fulfill their pledges. Thirty percent (30%) of all funds collected from pledge payments and one-time gifts by parishioners to this campaign are returned to the Parish, the use for which was initially designated to fund costs of the Parish's property additions and subsequently designated to reduce Parish debt. Included in the June 30, 2026 Statement of Activities are $4,553 in Parish rebates related to this campaign.

The financial statements do not include recognition of any pledge payments receivable for this capital campaign.

4. Loans

In January 2022, the Parish refinanced its bonded debt and diocesan term loan into a new (DIAL) term loan with the Diocese in the original amount of $3,406,363. The initial interest rate of the loan was set at 3.00% and the loan to be amortized over a 9-year term with monthly payments of $36,029. The Loan Agreement with the Diocese provides that the interest rate on the loan is subject to adjustment as market conditions dictate.

The Parish periodically makes additional principal-reduction payments on the DIAL loan from parishioner contributions designated for that purpose, parish rebates from the Encountering Christ Campaign, and from its operating surpluses, the effect of which reduces the remaining term and future debt service payments of the loan. During the year ended June 30, 2026, the Parish made additional payments of approximately $332,000, which together with regularly scheduled monthly principal payments paid off the loan in its entirety.

None of the Parish's properties is encumbered by a mortgage or other lien.

5. Diocesan Assessment and Subsidies

On a calendar year basis, Cathedraticum assessments are made by the Diocese on the Parish at the rate of 10% of parish collections and other assessable revenue. The Parish is also required to contribute a subsidy ($33,600 and $29,400 in the years ended 2026 and 2025, respectively) to help support the costs of Catholic schools in other parishes.

6. Insurance

The Parish participates in the Diocese's insurance program for its property, liability, automobile, and workers compensation insurance coverages. The Parish also participates in the Diocese's health care, life insurance and pension programs for its eligible employees. Premium costs as established by the Diocese are paid directly to the Diocese by the Parish for all such coverage.

7. Income Taxes

The Parish is exempt from Federal income tax under provisions of Section 501(c)(3) of the Internal Revenue Code. However, the Parish is subject to tax under Section 511(a) to the extent it has unrelated business taxable income. The Parish had no material unrelated business taxable income during fiscal years ended June 30, 2026 or 2025.

8. Supplementary Information – Early Childhood Education Program

The Parish's Early Childhood Education Program (ECEP) ministers to families and their children ages 2-5. The program fosters a child-centered approach founded on the stages of early child development.

While a Parish ministry, the ECEP primarily operates as a self-sustaining program from a financial standpoint. The supplementary information included in Schedule 1 consists of the Schedule of Revenues and Expenses of the ECEP for the year ended June 30, 2026, which is not included in the accompanying financial statements.

Schedule 1

Emmaus Catholic Parish
Early Childhood Education Program
Schedule of Revenues and Expenses
Year Ended June 30, 2026

Revenue		
Gifts and Other Donations	$	7,193
Preschool Tuition and Fees		277,240
Summer Camp Tuition and Fees		10,725
Other Income		1,100
Total Revenue		296,258
Expenses		
Professional Services		10,976
Payroll and Program Services		257,517
Facilities Operation and Maintenance		9,304
Utilities		1,547
Supplies and Other Services		13,656
General and Administrative		3,273
Student Expenses - Scholarships		10,275
Other Expenses		403
Total Expenses		306,951
Change in Net Assets	$	(10,693)