

Diocese of Orlando Administrative Offices

Financial Report
June 30, 2022

Contents

Independent auditor's report	1-2
<hr/>	
Financial statements	
Statement of financial position	3
Statement of activities	4
Statement of cash flows	5-6
Notes to financial statements	7-30
<hr/>	
Independent auditor's report on the supplementary information	31
<hr/>	
Supplementary information	
Schedule of financial position—fund group	32
Schedule of activities—fund group	33
Combining schedule of financial position information—operating funds	34
Combining schedule of activities information—operating funds	35
Schedule of financial position information—current undesignated fund	36
Schedule of activities information—current undesignated fund	37
Combining schedule of financial position information—current designated funds	38
Combining schedule of activities information—current designated funds	39
Combining schedule of financial position information—current donor restricted funds	40
Combining schedule of activities information—current donor restricted funds	41
Combining schedule of financial position information—designated for self-insurance funds	42
Combining schedule of activities information—designated for self-insurance funds	43
Schedule of financial position information—Diocesan savings fund	44
Schedule of activities information—Diocesan savings fund	45
Schedule of financial position information—plant fund	46
Schedule of activities information—plant fund	47
Combining schedule of financial position information—endowment funds	48
Combining schedule of activities information—endowment funds	49
Combining schedule of financial position information—life/gift annuity and other funds	50
Combining schedule of activities information—life/gift annuity and other funds	51



RSM US LLP

Independent Auditor's Report

The Most Reverend John G. Noonan
Bishop of the Diocese of Orlando
Diocese of Orlando Administrative Offices

Opinion

We have audited the accompanying financial statements of Diocese of Orlando Administrative Offices or the Diocese (a component of the Diocese of Orlando Corporation Sole, as described in Note 1), which comprise the statement of financial position as of June 30, 2022, the statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Diocese as of June 30, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Diocese and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Diocese's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited the Diocese of Orlando Administrative Offices' 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 22, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

RSM US LLP

Orlando, Florida
October 13, 2022

Diocese of Orlando Administrative Offices

Statement of Financial Position

June 30, 2022

(With Summarized Comparative Totals for June 30, 2021)

	2022	2021
Assets		
Cash and cash equivalents	\$ 89,930,837	\$ 52,954,252
Contributions receivable, net (Notes 2 and 12)	16,015,832	15,556,034
Prepaid expenses and other assets	3,569,500	3,205,596
Accrued interest receivable	703,061	695,605
Loans receivable, net (Note 3)	28,683,954	34,060,591
Advances to Diocesan entities, net (Note 4)	5,739,937	5,142,698
Bequests and other receivables, net	2,183,642	1,988,682
Investments (Notes 5, 6 and 12)	150,343,824	175,076,253
Land, buildings and equipment, net (Note 7)	32,609,940	32,494,768
	\$ 329,780,527	\$ 321,174,479
Liabilities and Net Assets		
Accounts payable and accrued expenses (Note 11)	\$ 5,704,091	\$ 4,847,329
Self-insurance claim liabilities (Notes 9)	3,657,496	3,256,034
Savings deposits (Note 3)	196,918,355	171,500,707
Annuities payable and other liabilities	13,368	39,017
Note payable, net of debt issuance costs (Note 8)	46,200,701	47,361,682
Total liabilities	252,494,011	227,004,769
Commitments and contingencies (Notes 3, 10, and 11)		
Net assets:		
Without donor restrictions (Note 12)	37,121,355	52,937,126
With donor restrictions (Notes 12 and 13)	40,165,161	41,232,584
Total net assets	77,286,516	94,169,710
Total liabilities and net assets	\$ 329,780,527	\$ 321,174,479

See notes to financial statements.

Diocese of Orlando Administrative Offices

Statement of Activities

Year Ended June 30, 2022

(With Summarized Comparative Totals for the Year Ended June 30, 2021)

	Without Donor Restrictions	With Donor Restrictions	Total 2022	Total 2021
Revenues, gains and other support:				
Contributions of cash and other financial assets				
Catholic appeal contributions	\$ -	\$ 16,015,832	\$ 16,015,832	\$ 15,556,034
Contributions and bequests	666,764	3,413,529	4,080,293	4,796,710
Self-insurance administration fees and other service fees	31,934,684	-	31,934,684	30,777,016
Investment (loss) income, net (Notes 3, 5 and 6)	(17,704,549)	(2,723,071)	(20,427,620)	29,373,330
Gain on sale of land, buildings and equipment	1,188,394	-	1,188,394	3,425,362
Actuarial adjustment to life annuities payable	-	25,649	25,649	1,594
Other income	395,192	-	395,192	1,113,684
Net assets released from restrictions (Note 14)	17,799,362	(17,799,362)	-	-
Total revenues, gains and other support	34,279,847	(1,067,423)	33,212,424	85,043,730
Expenses:				
Program services:				
Self-insurance program	25,182,691	-	25,182,691	31,752,943
Deposit and loan program	1,934,703	-	1,934,703	3,165,000
Pastoral	2,934,316	-	2,934,316	2,873,696
Social services	2,851,788	-	2,851,788	1,890,251
Religious personnel development	3,105,206	-	3,105,206	3,178,465
Plant activities	867,683	-	867,683	1,005,459
Education	2,536,621	-	2,536,621	2,276,923
Special projects	424,700	-	424,700	1,407,727
Total program services	39,837,708	-	39,837,708	47,550,464
Supporting services:				
Diocesan administration	10,257,910	-	10,257,910	20,335,064
Total supporting services	10,257,910	-	10,257,910	20,335,064
Total expenses	50,095,618	-	50,095,618	67,885,528
Change in net assets	(15,815,771)	(1,067,423)	(16,883,194)	17,158,202
Net assets:				
Beginning	52,937,126	41,232,584	94,169,710	77,011,508
Ending	\$ 37,121,355	\$ 40,165,161	\$ 77,286,516	\$ 94,169,710

See notes to financial statements.

Diocese of Orlando Administrative Offices

Statement of Cash Flows

Year Ended June 30, 2022

(With Summarized Comparative Totals for the Year Ended June 30, 2021)

	2022	2021
Cash flows from operating activities:		
(Decrease) increase in net assets	\$ (16,883,194)	\$ 17,158,202
Adjustment to reconcile (decrease) increase in net assets to net cash provided by (used in) operating activities:		
Depreciation and amortization	633,051	613,613
Gain on sale of land, buildings and equipment	(1,188,394)	(3,425,362)
Realized and unrealized loss (gain) on investments	28,415,723	(20,960,003)
Change in fair value of interest rate swaps	-	(3,446,877)
Provision for uncollectible loans, advances, contributions receivable and other, net	(98,887)	11,930,193
Changes in operating assets and liabilities:		
Bequests and other receivables	(194,570)	120,140
Contributions receivable	(361,301)	(3,779)
Prepaid expenses and other assets	(369,057)	(259,683)
Accrued interest receivable	(2,302)	(184,237)
Accounts payable and accrued expenses	856,770	(1,784,576)
Self-insurance claim liabilities	401,462	(442,841)
Annuities payable and other liabilities	(25,649)	(1,594)
Net cash provided by (used in) operating activities	11,183,652	(686,804)
Cash flows from investing activities:		
Proceeds from sale of investments	27,173,950	72,275,018
Purchases of investments	(30,857,240)	(56,984,914)
Collections on advances made to Diocesan entities	634,848	708,459
Loans made to parishes and related entities	(3,673,054)	(13,362,560)
Collections on loans made to parishes and related entities	9,049,691	7,050,961
Purchases of land, buildings and equipment	(1,657,273)	(850,366)
Proceeds from sale of land, buildings and equipment	2,116,450	7,855,255
Net cash provided by investing activities	2,787,372	16,691,853

(Continued)

Diocese of Orlando Administrative Offices

Statement of Cash Flows (Continued)

Year Ended June 30, 2022

(With Summarized Comparative Totals for the Year Ended June 30, 2021)

	2022	2021
Cash flows from financing activities:		
Net proceeds from note payable	\$ -	\$ 47,685,000
Payments of line of credit	-	(14,850,622)
Payments of note payable	(1,180,000)	(72,385,000)
Payments of debt issuance costs	-	(325,695)
Payments on interest rate swap liability	-	(6,309,706)
Advances made to Diocesan entities	(1,232,087)	(61,968)
Deposits made by parishes and other Diocesan entities	97,374,722	79,397,009
Withdrawals made by parishes and other Diocesan entities	(71,957,074)	(64,896,618)
Net cash provided by (used in) financing activities	23,005,561	(31,747,600)
Net increase (decrease) in cash and cash equivalents	36,976,585	(15,742,551)
Cash and cash equivalents:		
Beginning	52,954,252	68,696,803
Ending	\$ 89,930,837	\$ 52,954,252
Supplemental disclosure of cash flow information:		
Cash paid for interest	\$ 2,782,207	\$ 5,687,635

See notes to financial statements.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 1. Nature of Organization and Significant Accounting Policies

The Diocese of Orlando Administrative Offices (the Diocese) is a component of the Diocese of Orlando Corporation Sole (Corporation Sole), which is a not-for-profit corporation existing under the laws of the state of Florida. There are no stockholders, directors or officers in the Corporation Sole, only the holder of the office of Bishop of Orlando. The Bishop holds title to all assets and is liable for all indebtedness of the Corporation Sole. The title to all assets and the responsibility of all indebtedness passes to the Bishop's successor in office rather than to his relatives or other customary heirs. As of June 30, 2022, the authority for the Diocese of Orlando was vested in the Most Reverend John G. Noonan, as Bishop of the Diocese of Orlando.

The programs of the Diocese are as follows:

- **Self-insurance program:** Administration of the self-insurance program for other Diocesan entities and affiliates for the following three insurance programs: accident and health, property and general liability and unemployment compensation.
- **Deposit and loan program:** Administration of the banking and loan program.
- **Pastoral:** Various laity, family and life ministries across the Diocese, as well as Diaconate formation, mission activities and communications.
- **Social services:** Social outreach to the faithful within the Diocese and beyond, including support to Catholic Charities of Central Florida and the Diocese of San Juan de la Maguana in the Dominican Republic.
- **Religious personnel development:** Vocations and seminarian education, clergy formation, ministry to senior priests and the San Pedro Spiritual Development Center
- **Plant activities:** Financing, acquisition, maintenance, depreciation and disposal of Diocesan land, buildings and equipment.
- **Education:** Catholic schools and campus ministry. Catholic schools in the Diocese proclaim the Gospel message within an academic environment from early education through high school. Campus ministry is an outreach to higher education, meeting the spiritual needs of students, faculty, and administration within the university community.
- **Special projects:** Donations outside of the recurring Diocesan operations, including state and national outreach ministries.

A summary of the Diocese's significant accounting policies follows:

Basis of accounting and presentation: The financial statements of the Diocese do not include the accounts of other Diocesan entities or affiliates (e.g., parishes, schools, missions, affiliated corporations) within the Corporation Sole. The Diocese's financial statements also exclude multi-employer pension and post-retirement benefit accounts and contingent liabilities, which represent obligations of the Corporation Sole and other Diocesan entities and affiliates.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 1. Nature of Organization and Significant Accounting Policies (Continued)

The financial statements, presented on the accrual basis of accounting, have been prepared to focus on the Diocese, as described in the preceding paragraphs, and present balances and transactions according to the existence or absence of donor-imposed restrictions. This has been accomplished by classification of funds and transactions into two main classes of net assets as described below:

Fund Group	Net Asset Class
Current undesignated fund	Without donor restrictions
Current designated funds	Without donor restrictions
Designated for self-insurance funds	Without donor restrictions
Diocesan savings fund	Without donor restrictions
Plant fund	Without donor restrictions
Current donor restricted funds	With donor restrictions
Endowment funds	With donor restrictions
Life and gift annuity funds	With donor restrictions

Net assets and revenues, gains and other support are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions, may be designated for specific purposes by action of the Bishop.

Net assets with donor restrictions: Net assets subject to donor-imposed restrictions that may or will be met by actions of the Diocese, passage of time, or permanently maintained by the Diocese.

Support and revenues: Support and revenues are reported as an increase in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor restriction or by law. Expirations of restrictions on net assets with donor restrictions (i.e., the donor-restricted purpose has been fulfilled and/or the restricted time period has elapsed) are reported as reclassifications between the two applicable classes of net assets.

Contributions, including contributions receivable, securities, materials and supplies and other assets, are recognized at net realizable value, if due in one year or less, or fair value using net present value and the market discount rate in effect at the date of the unconditional promise to give, if due in more than one year, as support and revenue in the period received. Conditional contributions or promises to give are not recognized until the conditions on which they depend are met or explicitly waived by the donor. A contribution is considered to be conditional if it includes a barrier that must be overcome and either a right of return of assets or a right of release of a promise to transfer assets exists. Indicators of a barrier include measurable performance-related obligations or other measurable responsibility, a restriction that limits discretion by the recipient on the conduct of an activity, and restrictions that are related to the purpose of the agreement. Contributions of assets other than cash are recorded at their estimated fair value on the date the assets are received.

Donor restrictions that are satisfied in the period that revenue is received are classified as support without donor restrictions. Contributions of land, buildings and equipment without donor restrictions concerning the use of such long-lived assets are reported as unrestricted support and revenue. Contributions of cash or other assets to be used to acquire land, buildings and equipment with such donor restrictions are reported as revenues with donor restrictions; the restrictions are considered to be released at the time such long-lived assets are placed into service.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 1. Nature of Organization and Significant Accounting Policies (Continued)

Contributed services are recorded at fair value as in-kind contributions at the date of donation if the services provided: (a) create or enhance nonfinancial assets, or (b) require specialized skills, which are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. The value of volunteered time is not reflected in the financial statements because it does not meet the above criteria. The Diocese did not receive in-kind contributions during the year ended June 30, 2022.

Investment income is reported in the statement of activities and consists of interest and dividend income and realized and unrealized gains and losses, less direct external and internal investment expenses. Income and net realized/unrealized gains (losses) on investments of endowment and similar funds are reported as follows:

- As increases (decreases) in net assets with donor restrictions – endowment if the terms of the gift or the Diocese’s interpretation of relevant state law require that they be added to the principal of a permanent endowment fund
- As increases (decreases) in net assets with donor restrictions if the terms of the gift impose restrictions on the use of the income (loss)
- As increases (decreases) in net assets without donor restrictions in all other cases

Self-insurance administration fees and other service fees: Fees for services, including administering the self-insurance program for other Diocesan entities and affiliates, are recognized in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 606, Revenue from Contracts with Customers.

Due to the short period of time over which services are provided, fees for services are recognized during the same month in which services are provided, which is when performance obligations are satisfied.

Deposit and loan expenses: Deposit and loan expenses are comprised primarily of interest expense and provision for loan losses. Interest expense is recorded in the period it is incurred while the provision for loan losses is recorded as described in the Advances to Diocesan Entities and Loans Receivable section below.

Cash and cash equivalents: For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased and containing no third-party restrictions are considered to be cash equivalents.

Contributions receivable: Contributions receivable represent amounts due from parishioners of those parishes participating in the Diocese’s annual *Our Catholic Appeal*. Amounts due under contributions receivable due in one year or less are reported at net realizable value. Amounts due under contributions receivable over a period of more than one year at the date of donation are reported at fair value using net present value and the market discount rate in effect at the date of the unconditional promise to give. Contributions receivable are reviewed at least annually for collectability and, when management believes collectability is uncertain, an allowance is established and charged to expense.

Advances to Diocesan entities and loans receivable: Advances to Diocesan entities and loans receivable represent amounts due to the Diocese from other Diocesan entities and affiliates. Advances and loans are made primarily for the purpose of capital improvements and, less frequently, to fund short-term working capital needs. Repayments are made from operating funds and donations received by those entities and are subject to general economic conditions.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 1. Nature of Organization and Significant Accounting Policies (Continued)

Advances to Diocesan entities and loans receivable are reviewed periodically for collectability and, when management believes collectability of the principal is uncertain, an allowance for loan loss is established through a provision for loan losses charged to expense. Advances and loans are charged off when all collection efforts have ceased. Subsequent recoveries, if any, are credited to the allowance. Advances to Diocesan entities and loans receivable are shown in the statement of financial position net of an allowance for estimated uncollectible amounts.

Interest on Diocesan advances and loans receivable is recognized over the terms of the receivables and is calculated using the effective-interest method on principal amounts outstanding. The accrual of interest on these advances and receivables is generally discontinued when, in the opinion of management, full repayment of principal and interest is in doubt. Past due status is based on contractual terms of the advances and receivables. Interest on past due advances and receivables is recognized when actually paid by the borrower and only if collection of the principal is likely to occur. Interest on these advances and receivables is accounted for on the cost-recovery basis until the advances or receivables qualify for return to accrual status. Accrual of interest is generally resumed when the debtor is current on all principal and interest payments and collectability of the advance or receivable is no longer in doubt.

Impaired advances and loans: Advances and loans receivable are considered impaired when, based on current information and events, it is probable that the Diocese will be unable to collect all contractual principal and interest payments due in accordance with the terms of the agreement. Receivables that experience insignificant payment delays and payment shortfalls are not classified as impaired. The Diocese monitors all advances and loans in the portfolio on an ongoing basis and reviews classifications for all advances and loans in the portfolio in accordance with the accounting guidance for impaired loans and troubled debt restructurings. Impairment is measured on a receivable-by-receivable basis by either the present value of expected future cash flows discounted at the receivable's effective interest rate, the receivable's observable market price or the fair value of the collateral if the receivable is collateral dependent. Advances and loans with balances less than \$500,000 are not individually evaluated for impairment.

Commitments to extend credit: In the normal course of business to meet the needs of other Diocesan entities, the Diocese is a party to commitments to extend credit. Those instruments involve, to varying degrees, elements of credit, liquidity and interest rate risk in excess of the amount recognized in the statement of financial position. The Diocese uses the same policies in making commitments to extend credit as it does for advances and loans receivable. The Diocese's exposure to credit loss in the event of nonperformance by the other party for commitments to extend credit is represented by the contractual amount of those instruments.

Commitments to extend credit include funding additional amounts under existing loans for ongoing projects as long as there is no violation of any condition established in the contract. Commitments generally have fixed expiration dates or other termination clauses. Since many of the commitments may expire without being fully drawn upon, the total commitment amounts do not necessarily represent future cash requirements.

Investments: Investments consist principally of individual stocks, mutual funds, corporate bonds, U.S. Treasury obligations, alternative and pooled funds, and international/foreign equities and bonds, and are carried at fair value.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 1. Nature of Organization and Significant Accounting Policies (Continued)

Land, buildings and equipment: Land, land improvements, buildings and equipment acquisitions are capitalized at cost when purchased or, if donated, at the estimated fair value at the date of gift. Expenditures for major additions and improvements over \$2,500 are capitalized, while minor replacements, maintenance and repairs are charged to expense as incurred. When property and equipment are retired or otherwise disposed, the cost and associated accumulated depreciation are removed from the accounts and any resulting gain or loss is included in the results of operations for the respective period. Depreciation of buildings and equipment is provided for using the straight-line method over the estimated useful lives of the respective assets.

Impairment of long-lived assets: The Diocese evaluates the recoverability of its land, buildings and equipment whenever adverse events or changes in the business climate indicate that the expected undiscounted future cash flows from the related asset may be less than previously anticipated. If the net book value of the related asset exceeds the undiscounted future cash flows of the asset, the carrying amount would be reduced to the present value of its expected future cash flows and an impairment loss would be recognized. Management believes no indication of impairment exists June 30, 2022.

Self-insurance claim liabilities: As more fully described in Note 9, the Diocese maintains self-insurance plans for accident and health, property and general liability and unemployment compensation. Self-insurance claim liabilities reflect the estimated costs (including estimated loss development and loss adjustment expenses) for claims incurred under the various lines of coverage and are recorded at the estimated ultimate payment amounts. The liabilities relating to property, general liability and workers' and unemployment compensation insurance plans are based upon historical experience. These liabilities include both specific case reserves and estimated incurred but not reported amounts which are calculated annually by an actuary and adjusted to the related actuarial calculation. Self-insurance claim liabilities relating to the Diocese's health plan are estimated with the assistance of the plan's administrator and are based upon historical experience, individual case estimates and estimates of incurred-but-not-reported claims.

Annuities payable: At various times, donors have made gifts to the Diocese and its affiliates in the form of charitable remainder annuity trusts, gift annuities and other similar arrangements. The Diocese holds these funds in trust and pays out annuities, at specified interest rates or income earned on the principal, to the donors or other donor designated beneficiaries of such funds for life. The annuity must be paid out of principal received and/or any investment income earned. Upon death of the donor, the remaining balance, if any, reverts to other specified beneficiaries or to the Diocese for its use in accordance with the donor's imposed restrictions or, in the absence of such restrictions, for the unrestricted use of the Diocese. The obligation of these annuities is based on the present value of expected future payments.

Debt issuance costs: Debt issuance costs are amortized over the term of the long-term debt using the effective interest method. As of June 30, 2022, unamortized debt issuance costs were approximately \$304,000, which are included in liabilities as a direct reduction of the related long-term debt. There was approximately \$19,000 of amortization expense of debt issuance costs included in interest expense recorded under Diocesan administration expenses during the year ending June 30, 2022.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 1. Nature of Organization and Significant Accounting Policies (Continued)

Functional expenses: Salaries and related payroll expenses are allocated among functional categories based on the estimated proportion of time spent relative to each function. All other expenses that can be identified with a specific program or support service are charged directly to the function. Certain other costs have been allocated among program and supporting services benefited. Such allocations are determined by management and is consistently applied.

- **Program services:** Expenses related to activities that result in services to beneficiaries that fulfill the purposes or mission for which the Diocese exists.
- **Diocesan administration:** Expenses related to the general management and operations of the Diocese.

Use of estimates: The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America (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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

Advertising expenses: Advertising costs are expensed as incurred. Total advertising costs approximated \$75,000 for the year ending June 30, 2022.

Income taxes: The Diocese is exempt from federal income taxes as a religious organization under the provisions of Section 501(c)(3) of the Internal Revenue Code. Accordingly, the Diocese accounts for its income tax related matters under accounting standards that provide a framework for the accounting and reporting of uncertainty in income taxes. The Diocese has assessed whether there were any uncertain tax positions, which may give rise to income tax liabilities, and determined that there were no such matters requiring recognition in the accompanying financial statements.

Endowment funds: The Diocese is subject to the Florida Uniform Prudent Management of Institutional Funds Act (FL UPMIFA) and, thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because those net assets are time restricted until appropriated for expenditure. Those net assets are also subject to purpose restrictions that must be met before reclassifying those net assets to net assets without donor restrictions. The Diocese has interpreted FL UPMIFA as requiring the preservation of the fair value of the original gifts as of the gift date of the donor-restricted endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Diocese considers a fund to be underwater if the fair value of the fund is less than the sum of: (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) a portion of investment returns that are required by the donor to be added to the endowment. The Diocese has interpreted FL UPMIFA as permitting spending from underwater funds in accordance with the prudent measures required under the law.

The Diocese considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund.
- The purposes of the Diocese and the donor-restricted endowment fund.
- General economic conditions.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 1. Nature of Organization and Significant Accounting Policies (Continued)

- The possible effect of inflation and deflation.
- The expected total return from income and the appreciation of investments.
- Other resources of the Diocese.
- The investment policies of the Diocese.

Spending policy: Endowments are established to preserve principal and generate an income stream to support the purpose of the funds held. A spending policy establishes a reasonable, sustainable, consistent and predictable expenditure level which enables the Diocese to utilize endowment earnings to support its operations to the fullest extent possible, while ensuring that the principal value of the endowment is maintained and protected from the effects of inflation.

The Diocese has set spending policies for endowments. The maximum recommended annual spending amount for endowments is 5% of the 36-month average market value of the fund, as calculated at fiscal year-end. The original principal in the restricted in perpetuity—endowment is invested and is not available to fund any withdrawals. Carryover of unspent distributions and special payments in excess of the annual spending policy are allowable expenditures only with special approval of the Bishop. The Diocese's policy allows spending from underwater endowment funds, if necessary. As of June 30, 2022, the Diocese does not have any underwater endowments. The endowment expenditure level is reviewed at least annually by the Bishop in order to remain current with changing market conditions, investment performance trends and funding needs.

Investment policy: The Diocese's general investment objective is to provide income to augment and support current operating needs together with principal growth to offset the impact of inflation. Invested funds are diversified across asset classes to achieve an optimal balance between risk and return. The Bishop, in consultation with the Diocesan Finance Council, engages selected fiscal agents to maintain a prudently diversified portfolio. All investment decisions are made in accordance with an established investment policy, which is recommended and periodically reviewed by the Diocesan Finance Council and approved by the Bishop.

Reclassifications: Certain amounts in the 2021 summarized comparative financial statements have been reclassified in order to conform with the 2022 presentation. These reclassifications had no effect on the previously reported results of operations or cash flows.

Recently adopted accounting pronouncements: In September 2020, the FASB issued ASU 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosure by Not-for-Profit Entities for Contributed Nonfinancial Assets*. This ASU is intended to improve transparency in the reporting of contributed nonfinancial assets, also known as gifts-in-kind, for not-for-profit entities. The ASU requires a not-for-profit organization to present contributed nonfinancial assets as a separate line item in the consolidated statement of activities apart from contributions of cash or other financial assets. The ASU also requires enhanced disclosure, including disaggregation of nonfinancial assets recognized by category and qualitative information about each category. The Diocese adopted ASU 2020-07 during the year ended June 30, 2022. The adoption of the new standard did not impact the Diocese's financial statements.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 1. Nature of Organization and Significant Accounting Policies (Continued)

Recently issued accounting pronouncements: In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*, which sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract (i.e. lessees and lessors). The new standard requires lessees to apply a dual approach, classifying leases as either finance or operating leases based on the principal of whether or not the lease is effectively a financed purchase by the lessee. This classification will determine whether lease expense is recognized based on an effective interest method or on a straight-line basis over the term of the lease, respectively. A lessee is also required to record a right-of-use asset and a lease liability for all leases with a term of greater than 12 months regardless of their classification. Leases with a term of 12 months or less will be accounted for similar to existing guidance for operating leases today. The new standard requires lessors to account for leases using an approach that is substantially equivalent to existing guidance for sales type leases, direct financing leases and operating leases. ASU 2016-02 will be effective for the Diocese's fiscal year 2023, due to the Diocese's election to defer adoption according to ASU 2020-05, *Revenue from Contracts with Customers (Topic 606) and Leases (Topic 842): Effective Dates for Certain Entities*, which was issued in June 2020 and permitted the deferral of ASU 2016-02 for entities which had not yet adopted the standard. A modified retrospective transition approach is required for lessees for capital and operating leases existing at, or entered into after, the beginning of the earliest comparative periods presented in the financial statements, with certain practical expedients available. The Diocese is in the process of evaluating the impact of this new guidance.

In June 2016, the FASB issued ASU 2016-13, *Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*. ASU 2016-13 amends guidance on reporting credit losses for assets held at amortized cost basis and available for sale debt securities. For assets held at amortized cost basis, ASU 2016-13 eliminates the probable initial recognition threshold in current U.S. GAAP and, instead, requires an entity to reflect its current estimate of all expected credit losses. The allowance for credit losses is a valuation account that is deducted from the amortized cost basis of the financial assets to present the net amount expected to be collected. This ASU affects entities holding financial assets and net investment in leases that are not accounted for at fair value through changes in net assets. The amendments affect loans, debt securities, trade receivables, net investments in leases, off balance sheet credit exposures, reinsurance receivables, and any other financial assets not excluded from the scope that have the contractual right to receive cash. The amendments in ASU 2016-13 are effective for the Diocese's fiscal year 2024. The Diocese is currently evaluating the impact this ASU will have on its financial statements.

Subsequent events: The Diocese has evaluated subsequent events through October 13, 2022, the date on which the financial statements were available to be issued. There were no subsequent events that would require adjustment to or disclosure in the accompanying financial statements.

Note 2. Contributions Receivable

Contributions receivable at June 30, 2022, are summarized as follows:

Amounts due within one year:

<i>Our Catholic Appeal</i>	\$ 16,177,458
Less allowance for uncollectible contributions receivable	(161,626)
	<u>\$ 16,015,832</u>

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 3. Loans Receivable and Savings Deposits

The Diocese operates a Diocesan Savings Fund (the DSF) for Diocesan entities and affiliates. To borrow funds from the DSF, participants are required to meet certain underwriting criteria and demonstrate with reasonable assurance their capacity to repay the loan within the terms of their loan agreement. At June 30, 2022, the DSF held fixed rate loans receivable as follows:

At June 30, 2022

Gross fixed rate loans receivable	\$ 32,716,837
Less allowance for loan losses	<u>(4,032,883)</u>
Loans receivable, net	<u>\$ 28,683,954</u>

The interest rate charged on outstanding loans as of and for the fiscal year ended June 30, 2022, ranged from 4.75% to 5.51%. Interest income recognized on outstanding loans totaled approximately \$1,662,000 for the year ended June 30, 2022, and is included in investment income, net, in the accompanying statement of activities. Fully amortizing loans totaling approximately \$29,355,300 mature at dates ranging from December 2022 to October 2036. The remaining balance of loans receivable are interest only with no predefined payment terms. As of June 30, 2022, the Diocese has commitments to fund additional amounts under existing loans for ongoing projects, which totaled approximately \$6,113,300.

The DSF also maintains savings accounts for entities and affiliates of the Diocese paying interest monthly on deposits at a current rate of 1.0%. The balance of such deposits at June 30, 2022, was approximately \$196,918,000. Participating entities and affiliates can withdraw these amounts on demand. Interest expense on deposits held for Diocesan entities and affiliates totaled approximately \$1,778,000 for the year ended June 30, 2022, and is included in deposit and loan expenses in the accompanying statement of activities.

At June 30, 2022, five parish/Diocesan entities individually accounted for over 5% and totaled approximately 74% of gross loans receivable as follows:

Diocesan Entity/Parish	Loans Receivable Balance	Percentage of Gross Loans Receivable
A	\$ 7,899,763	24%
B	7,027,959	21%
C	3,691,420	11%
D	3,852,105	12%
E	1,925,057	6%

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 3. Loans Receivable and Savings Deposits (Continued)

In accordance with the policy outlined in Note 1, changes in the allowance for loan losses for the year ended June 30, 2022, are as follows:

Allowance for loan losses, beginning of year	\$ 4,898,796
Write-offs	(865,913)
Allowance for loan losses, end of year	<u>\$ 4,032,883</u>
End of year allowance for loan loss amount allocated to:	
Loans individually evaluated for impairment (Note 1)	\$ -
Loans collectively evaluated for impairment	4,032,883
	<u>\$ 4,032,883</u>
Gross loans:	
Individually evaluated for impairment (Note 1)	\$ 6,142,415
Collectively evaluated for impairment	26,574,422
	<u>\$ 32,716,837</u>

There were no loans past due 90 days or more still accruing interest as of June 30, 2022. Information about nonaccrual and impaired loans as of June 30, 2022, is as follows:

Impaired loans with a valuation allowance	<u>\$ -</u>
Impaired loans without a valuation allowance	<u>\$ 6,142,415</u>
Average investment in impaired loans	<u>\$ 6,056,988</u>
Allowance related to impaired loans	<u>\$ -</u>
Loans on non-accrual status	<u>\$ 4,217,358</u>
Interest income recognized on impaired loans during the year	<u>\$ 55,353</u>

In its estimate of the specific allowance for loan losses, the Diocese considers the probability of troubled debt restructurings and its impact on expected cash flows in accordance with the guidance for troubled debt restructurings and impaired loans. No loan modifications occurred that were identified as troubled debt restructurings during the year ended June 30, 2022.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 4. Advances to Diocesan Entities, Net

Advances to Diocesan Entities consist of the following at June 30, 2022:

Diocesan Entity	Amount
F	\$ 1,000,000
B	4,442,989
G	1,296,948
Other	118,824
	6,858,761
Less allowance for uncollectible advances	(1,118,824)
Advances to Diocesan Entities, net	\$ 5,739,937

Advances to Diocesan entities bear interest at rates from 3.62% to 5.45%. Diocesan Entities F and B advances are for terms ranging from 25 to 30 years, while the remaining advances do not have specified repayment terms, but bear interest at 4.75%.

Changes in the allowance for uncollectible advances for the year ended June 30, 2022, are as follows:

Allowance for uncollectible advances, beginning of year	\$ 16,114,215
Write-offs of uncollectible advance	(14,995,391)
Allowance for uncollectible advances, end of year	\$ 1,118,824
End of year allowance for uncollectible advances amount allocated to:	
Advance individually evaluated for impairment	\$ 1,000,000
Advances collectively evaluated for impairment	118,824
	\$ 1,118,824
Gross advances:	
Individually evaluated for impairment	\$ 1,000,000
Collectively evaluated for impairment	5,858,761
	\$ 6,858,761

There were no advances past due 90 days or more still accruing interest as of June 30, 2022. Information about nonaccrual and impaired advances as of June 30, 2022, is as follows:

Impaired advance with a valuation allowance	\$ 1,000,000
Average investment in impaired advances	\$ 8,497,696
Allowance related to impaired advance	\$ 1,000,000
Advance on non-accrual status	\$ 1,000,000

In its estimate of the specific allowance for losses on advances, the Diocese considers the probability of troubled debt restructurings and its impact on expected cash flows in accordance with the guidance for troubled debt restructurings and impaired advances. No modifications to advances occurred that were identified as troubled debt restructurings during the year ended June 30, 2022. During the year ended June 30, 2022, no interest income was recognized on impaired advances.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 5. Investments

Investments consist of the following at June 30, 2022:

	Cost	Fair Value
Equity securities:		
Common stocks:		
Domestic stocks	\$ 26,784	\$ 28,078
Mutual funds:		
Domestic stocks—Large Cap Growth Index	4,324,109	3,977,310
Asset Core Plus Bond IS (bond/fixed income)	1,590,367	1,805,414
All Asset Institutional	67,232,346	58,178,955
International Stock Fund	12,283,770	11,151,340
Emerging Markets Social Core	6,273,976	6,272,218
Small Cap ETF	1,992,074	1,980,406
Other mutual funds (mixed allocation)	410,664	428,606
Debt securities:		
Corporate bonds	22,353,951	20,703,653
State and local bonds	796,000	768,904
U.S. Treasury obligations	9,040,706	8,702,531
Alternative funds:		
Multi-strategy (equity/fixed income) hedge funds	22,288,015	24,239,055
Pooled investment with The Catholic Foundation of Central Florida, Inc.	9,587,513	12,107,354
	<u>\$ 158,200,275</u>	<u>\$ 150,343,824</u>

Realized gains totaled approximately \$143,000 and net unrealized loss totaled approximately \$28,559,000, for the year ended June 30, 2022, and are included in investment (loss) income, net, in the accompanying statement of activities.

The Diocese invests in various investment securities in accordance with its investment policy. These investment securities are exposed to various risks such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the uncertainty related to changes in their values, it is reasonable to expect that changes in the values of investment securities will occur in the near term and that such changes could materially affect the investment balance. Based on the Diocese's investment policy, there are no significant risk concentrations in its portfolio of debt and equity securities.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 6. Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset or to pay to transfer a liability in an orderly transaction between market participants at a measurement date. In the determination of fair value, an established fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3).

The three levels of the fair value hierarchy are described more fully below:

Level 1: Unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. The types of investments included in Level 1 include listed equities and U.S. Treasury obligations.

Level 2: Inputs other than quoted prices within Level 1 that are observable for the asset or liability, either directly or indirectly, and fair value is determined through the use of models or other valuation methodologies. Investments which are generally included in this category include assets or liabilities not priced in active markets and corporate bonds. A significant adjustment to a Level 2 input could result in the Level 2 measurement becoming a Level 3 measurement.

Level 3: Inputs are unobservable for the asset and include situations where there is little, if any, market activity for the asset. The inputs used in the determination of fair value are based upon the best information given the circumstances and may require significant management judgment or estimation. Investments that are included in this category generally include pooled funds with The Catholic Foundation of Central Florida, Inc.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The Diocese's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the investment.

The Diocese has determined the estimated fair value amounts presented for investments in these accompanying financial statements using available market information and appropriate methodologies on a consistent basis. However, considerable judgment is required in interpreting market data for investments to develop the estimates of fair value. The estimates presented in these accompanying financial statements are not necessarily indicative of the amounts that could be realized in a current market exchange. The use of different market assumptions and/or estimation methodologies may have a material effect on the estimated fair value amounts. The Diocese bases these fair value estimates on pertinent information available to them as of the end of each reporting period or at the time such amounts are recorded.

Common stock: The fair value of shares of common stock are measured at the closing price reported on the active market on which the shares are traded. If the shares are not traded on an active market, then the shares are measured based on quoted prices in inactive markets or by using data provided by independent third-party pricing sources as inputs.

Mutual funds: The fair value of shares of mutual funds are measured at the closing price reported on the active market on which the individual securities are traded. If the shares are not traded on an active market, then the shares are measured based on unobservable inputs (such as valuations of some alternative funds such as private equity investments and fund-of-funds investments).

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 6. Fair Value Measurements (Continued)

Corporate bonds: The fair value of bonds are measured based on the last trade price of the fiscal year. When a bond has not been traded on the last day of the fiscal year, the price is obtained from an independent third-party pricing company.

Alternative funds: The fair value of units are measured as a practical expedient, at the net asset value (NAV) of the units held by the Diocese at year end, as reported by the investment manager and within the valuation guidelines specified in respective investment agreements.

Pooled funds: The fair value of the pooled investment with The Catholic Foundation of Central Florida, Inc. (the Foundation) is determined based on the Diocese's allocated share of the Foundation's investment pool. Information is provided to the Diocese by Foundation management in the form of quarterly investment reports and through the Foundation's annual audit. The pooled investment with the Foundation consists of Level 1, Level 2 and Level 3 securities. While there are no stated restrictions, redemption would require an executed agreement between the Foundation and the Diocese. The pooled investment with the Foundation is classified as a Level 3 as its fair value is based on information provided by the Foundation and not a direct observable input.

The following table summarizes fair value measurements by level at June 30, 2022, for assets measured at fair value on a recurring basis:

	Fair Value	Level 1	Level 2	Level 3
Equity securities:				
Common stocks:				
Domestic stocks	\$ 28,078	\$ 28,078	\$ -	\$ -
Mutual funds:				
Domestic stocks—Large Cap Growth Index	3,977,310	3,977,310	-	-
Asset Core Plus Bond IS (bond/fixed income)	1,805,414	1,805,414	-	-
All Asset Institutional	58,178,955	58,178,955	-	-
International Stock Fund	11,151,340	11,151,340	-	-
Emerging Markets Social Core	6,272,218	6,272,218	-	-
Small Cap ETF	1,980,406	1,980,406	-	-
Other mutual funds (mixed allocation)	428,606	428,606	-	-
Debt securities:				
Corporate bonds	20,703,653	-	20,703,653	-
State and local bonds	768,904	-	768,904	-
U.S. Treasury obligations	8,702,531	8,702,531	-	-
Pooled funds with The Catholic Foundation of Central Florida, Inc.	12,107,354	-	-	12,107,354
Total fair value hierarchy	126,104,769	\$ 92,524,858	\$ 21,472,557	\$ 12,107,354
Alternative funds:(*)				
Multi-strategy (equity/fixed income) hedge funds	24,239,055			
Total investments	\$ 150,343,824			

(*) In accordance with Accounting Standards Codification (ASC) 820, Fair Value Measurements, certain investments that are measured using the NAV per share (or its equivalent) practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the statement of financial position.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 6. Fair Value Measurements (Continued)

During the year ended June 30, 2022, there were no transfers into or out of Level 3 investments. The table below sets forth a summary of the changes in the fair value of the Diocese's Level 3 investment measured during the year ended June 30, 2022:

	<u>Pooled Funds</u>
Balance, beginning of year	\$ 14,527,778
Purchases	3,730,189
Sales	(4,170,986)
Net realized and unrealized losses	(1,979,627)
Balance, end of year	<u>\$ 12,107,354</u>

The significant investment strategy of the category of investments that calculate NAV per share and are not in active markets is as follows:

Alternative funds: To provide long-term capital appreciation and current income through investments in limited partnerships, which invest in diversified portfolios ranging from short-term to long-term instruments.

The following table discloses the fair value as of June 30, 2022, related to alternative funds that are valued at NAV:

<u>Description</u>	
Comerica—Fundamental	\$ 5,645,136
Comerica—S&P Growth	5,262,331
S&P500IS	13,203,287
Other	128,301
	<u>\$ 24,239,055</u>

Redemptions under Comerica and S&P 500 IS can be made daily at the NAV.

The table below sets forth a summary of the changes in the fair value of the Diocese's investments measured at NAV during the year ended June 30, 2022:

	<u>Alternative Funds</u>
Balance, beginning of year	\$ 28,255,089
Purchases	1,803,936
Sales	(569,621)
Net realized and unrealized losses	(5,250,349)
Balance, end of year	<u>\$ 24,239,055</u>

Realized and unrealized gains above are included in change in net assets and are reported in investment income in the accompanying statement of activities. The amount of total gains or losses for the period included in change in net assets that is attributable to the change in unrealized loss relating to assets still held at the reporting date totaled approximately \$7,982,000.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 7. Land, Buildings and Equipment

Land, buildings and equipment consists of the following as of June 30, 2022:

	Useful Lives	Amount
Land and nondepreciable land improvements	-	\$ 23,235,947
Land improvements	15	248,048
Buildings	30	14,643,552
Equipment	10	3,083,854
Automobiles	5	21,213
Leasehold improvements	life of lease	2,170,467
Construction in process	-	1,994,063
		<u>45,397,144</u>
Less accumulated depreciation		<u>(12,787,204)</u>
		<u>\$ 32,609,940</u>

Depreciation expense for the year amounted to approximately \$614,000.

Note 8. Note Payable

Note payable consists of the following at June 30, 2022:

Note Payable	Amount
2021-A Tax-exempt variable rate bond (the 2021-A Note), due July 2038	\$ 46,505,000
Less debt issuance costs, net	<u>(304,299)</u>
	<u>\$ 46,200,701</u>

During the year ended June 30, 2021, the Diocese issued the 2021-A Note (the 2021 Note) which totaled \$47,685,000. The note payable bears interest at a rate equal to 2.05% per annum multiplied by a margin rate factor. The margin rate factor shall be one, as long as the federal corporate tax rate is 21%, and thereafter shall increase or decrease based on the maximum federal corporate tax rate. The 2021 Note was funded by tax exempt variable rate bank qualified loans; the proceeds of which were used to redeem notes issued by the Diocese in 2010 and 2012.

The 2021 Note was issued subject to the Diocese and its related entities and affiliates granting of a security interest in the revenues of the combined organizations, which constitute the obligated group. In addition, the obligated group, on a combined basis, is subject to certain restrictive financial covenants, which govern the required levels of liquidity and debt service coverage. The liquidity financial covenant and the debt service coverage covenant are measured annually and reported within 180 days of the Diocese's fiscal year end. At June 30, 2022, the obligated group, including the Diocese, was in compliance with these covenants.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 8. Note Payable (Continued)

Scheduled principal maturities under the Diocese's note payable agreement are due in future years as follows:

	<u>Amount</u>
Years ending June 30:	
2023	\$ 2,390,000
2024	2,440,000
2025	2,495,000
2026	2,545,000
2027	2,595,000
Thereafter	<u>34,040,000</u>
	<u>\$ 46,505,000</u>

Total interest expense incurred during the year ended June 30, 2022, on the note payable was approximately \$984,000 and is included in diocesan administration program expenses in the accompanying statement of activities (see Note 18).

Note 9. Self-Insurance Programs

The Diocese and five other dioceses in the state of Florida participate in the Ecclesiastical Province of Miami's (the EPM) self-insurance program whereby each diocese provides their respective entities and affiliates with insurance coverage for workers' compensation claims. Each diocese and their participating entities and affiliates are charged a pro-rata share of the EPM workers' compensation program's estimated claim costs, administration fees, and policy premiums that are incurred in connection with the purchase of excess insurance coverage from outside carriers and management of the self-insurance program. Generally, amounts are recoverable from excess insurance carriers under this program after a specific claim has exceeded a specified retention limit of \$500,000 for workers' compensation claims.

The Diocese and three other dioceses in the state of Florida participate in the EPM self-insurance program whereby each diocese provides their respective entities and affiliates with insurance coverage for property damage losses and liability claims. Each diocese and their participating entities and affiliates are charged a pro-rata share of the EPM property and liability program's estimated claim costs, administration fees and policy premiums that are incurred in connection with the purchase of excess insurance coverage from outside carriers and management of the self-insurance program. Generally, amounts are recoverable from excess insurance carriers under this program after a claim has exceeded a specified retention limit of \$1,000,000 for a named windstorm property claim and \$1,000,000 for all other perils and property claims and \$750,000 for liability claims.

In connection with the EPM program, the Diocese participates in an aggregate excess loss-sharing agreement. This sharing agreement covers property, liability, workers' compensation and other self-insured losses. This agreement allows each participating diocese to share in each other's losses above an actuarially determined threshold thereby providing each of the participants with an additional layer of protection from abnormally large or catastrophic losses during any given claim year.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 9. Self-Insurance Programs (Continued)

Each participating diocese is assigned a maximum amount of losses that it will be responsible for during each plan year. For the policy years beginning April 1, 2021 and 2022, the Diocese's portion of the EPM's combined loss funds was approximately \$2,224,500 and \$1,892,900, respectively. The Diocese is responsible for losses incurred up to the amount of its combined loss fund requirements. This actuarially determined amount was incorporated into the estimate of the self-insurance claims liability that is contained in the accompanying statement of financial position. The other participating dioceses share proportionately in the remaining losses based on their share of the total loss funds. If the total loss funds were exhausted, each diocese would be responsible for its losses in excess of its assigned proportion. For the year ended June 30, 2022, the Diocese's claims incurred were more than its share of the total loss funds. As a result, the Diocese recorded a payable as of June 30, 2022, totaling approximately \$419,000 for amounts owed to certain other participating dioceses whose claims were less than their respective loss funds. This amount is included in accounts payable and accrued expenses in the accompanying statement of financial position.

The Diocese also maintains a self-insurance program whereby it provides each of its entities and affiliates with insurance coverage for medical, dental, disability, life and unemployment claims. Each Diocesan entity and affiliate are charged a pro-rata share of the estimated claim costs, administration fees and policy premiums that are incurred in connection with the purchase of excess health insurance coverage from outside carriers. Generally, amounts are recoverable from excess insurance carriers under the health insurance program after a specific claim has exceeded the specified retention limit of \$300,000.

Provision has been made for the settlement of all incurred claims, both reported and unreported, for each open claim year. The liabilities for unpaid claims are estimates of the costs of claims incurred but not settled. Liability estimates for reported claims are primarily determined by evaluation of individual reported claims by the plan's third-party administrator. Liability estimates for claims incurred but not reported are based on prior experience and the advice of a third-party administrator. The methods for making such estimates and for establishing the resulting liabilities are periodically reviewed and updated by the Diocese. In addition, the Diocese retains an actuary to perform an independent analysis of liability estimates established in connection with its participation in the EPM self-insurance program. Any adjustments resulting from the analysis are reflected in the statement of activities in the period determined.

Note 10. Employee Benefit Plans

The Diocese participates in a multi-employer master defined benefit retirement plan (the Plan) sponsored by the Diocese of Orlando Corporation Sole. Because the computed value of the vested benefits and plan assets for the Diocese's participants cannot be segregated from those of other Diocesan entities and affiliates participating in the Plan, it is not possible to determine that portion of the excess or deficiency which may be attributable solely to the Diocese.

The Plan covers substantially all lay employees and priests employed by the Diocese, its related entities and affiliates. To become eligible, participants must have completed at least 1,000 hours of service and attained the age of 21 during a given plan year. The Plan currently requires monthly employer contributions based on 8% of lay employee compensation and \$1,250 per eligible priest. Priests covered by the Plan are eligible for postretirement benefits of up to \$2,100 per month depending on length of service. Lay employees covered by the Plan are eligible to receive their accrued benefits upon their retirement or separation date. Lay participants may choose to have their benefits paid in the form of a lump sum or in one of several annuity options. Contributions made to the Plan by the Diocese for its eligible participants during the year ended June 30, 2022, totaled approximately \$452,000.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 10. Employee Benefit Plans (Continued)

The Diocese also maintains a defined contribution plan under Section 403(b) of the Internal Revenue Code, which was adopted effective April 1, 2002, and covers all full-time employees. The 403(b) plan provides for discretionary matching contributions of up to 100% for the first 3% of eligible compensation contributed and provides for a 50% match on subsequent contributions up to 5% of eligible compensation. For 2022, the 403(b) plan allows all eligible employees to contribute up to \$20,500 of their annual compensation, subject to IRS limitations on maximum contributions. Eligible employees 50 years or over at the end of the calendar year can also make catch-up contributions of up to \$6,500. During the year ended June 30, 2022, the Diocese made matching contributions of approximately \$206,000 to the 403(b) plan. Administrative costs of the 403(b) plan, other than investment advisory and recordkeeping fees, are paid by the Diocese.

Note 11. Commitments, Contingencies and Uncertainties

Commitments: The Diocese has a 40-year lease agreement for a facility that is used to provide faith-based services and ministries to students at the University of Central Florida expiring November, 2053. The following is a schedule of minimum future rental payments under the lease as of June 30, 2022:

Years ending June 30:	
2023	\$ 38,736
2024	61,332
2025	77,472
2026	77,472
2027	77,472
Thereafter	2,293,336
Minimum future rental payments	<u>\$ 2,625,820</u>

The Diocese has recorded deferred rent under this agreement, including both the liability related to the straight-line recognition of rent expense and the tenant improvement allowance, totaling approximately \$925,700, which is included in accounts payable and accrued expenses in the accompanying statement of financial position. Rent expense recognized under this agreement during the year ended June 30, 2022, totaled approximately \$69,000, and is included in education expenses in the accompanying statement of activities.

The Diocese had a two-year lease agreement for the Jefferson parking garage with the City of Orlando to provide parking for use by its employees and members, patrons, visitors, guests and invitees of the Diocese during the construction of new parking facilities by the Diocese. This lease expired during the year ended June 30, 2022, and was not renewed. Rent expense recognized under this agreement during the year ended June 30, 2022, totaled approximately \$73,100, and is included in Diocesan administration expenses in the accompanying statement of activities.

The Diocese has guaranteed loans made to certain Diocesan entities and affiliates, which total \$8,845,000 at June 30, 2022. The borrowings under these loans mature through July 2038 and the guaranties cover the entire term of the borrowings. Upon the occurrence of any triggering event or condition under the guaranties, the Diocese can liquidate certain assets to recover amounts paid under the guaranties. No amount has been accrued for the Diocese's obligation under its guaranty arrangement since a triggering event or condition has not occurred.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 11. Commitments, Contingencies and Uncertainties (Continued)

The Diocese is a party to various construction contracts involving its parishes whose total contract value approximates \$21,748,200 as of June 30, 2022. The maximum amount of undiscounted payments the Diocese would have to make in the event of default under these contracts as of June 30, 2022, is approximately \$10,989,300, as approximately \$10,758,900 in payments have been made prior to June 30, 2022.

Contingencies: The Diocese is a party to various litigation and other claims relating to allegations of personal injury and employee misconduct. The Diocese recognizes liabilities when a loss is probable and reasonably estimable. Such claims are covered under the Diocese's self-insurance program for general liability, as more fully described in Note 9, and, when appropriate, they are included in the self-insurance liability accrual in the accompanying statement of financial position.

On April 21, 2020, the Diocese applied for and received \$1,878,957 from the Paycheck Protection Program (PPP) as part of the Coronavirus Aid, Relief and Economic Security (CARES) Act. The PPP provided a loan that could be forgiven if certain criteria were met. The Diocese determined that it adhered to the criteria set forth by the PPP and recognized the forgiveness of the loan funds as contribution revenue in the accompanying statement of activities during the years ending June 30, 2020 and 2021. The Diocese received approval and forgiveness from the Small Business Administration (SBA) and lender, respectively during the year ending June 30, 2022. The loan is subject to audit by the SBA for a period of six years following forgiveness.

Note 12. Net Assets

Net assets without donor restrictions consist of the following at June 30, 2022:

Without designations	\$ (31,763,666)
Designated for self-insurance	12,847,897
Designated for bond funds	21,537,884
Designated by the Bishop for other specified purposes	19,768,597
Plant fund	14,730,643
	<u>\$ 37,121,355</u>

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 12. Net Assets (Continued)

Net assets with donor restrictions include net assets restricted in perpetuity—endowment, and net assets with donor restrictions for time and specified purposes. Net assets with donor restrictions consist of the following at June 30, 2022:

Endowment investments restricted in perpetuity, the income of which is expendable to support:

Schools	\$ 7,568,792
Vocations	5,590,541
Social services	1,680,852
Priest convocation	534,550
Parishes	375,831
	<u>15,750,566</u>
Accumulated earnings on endowment funds—purpose restricted and time restricted for appropriation	3,879,727
Contributions receivable—time restricted, Diocesan operations	16,015,832
Land, buildings and equipment, net—purpose restricted, plant fund	1,480,478
Investments and other assets—purpose restricted, program services	3,010,644
Life and gift annuity funds—time and purpose restricted agency funds	27,914
	<u>24,414,595</u>
Total net assets with donor restrictions	<u>\$ 40,165,161</u>

Note 13. Endowments

Endowment composition and activities consist of the following as of and for the year ended June 30, 2022:

	With Donor Restrictions		Total
	Restricted by Purpose and/or Time	Held in Perpetuity	
Endowment net assets—June 30, 2021	\$ 7,227,367	\$ 15,750,566	\$ 22,977,933
Total investment loss	(2,728,451)	-	(2,728,451)
Amounts appropriated for expenditures	(619,189)	-	(619,189)
Endowment net assets—June 30, 2022	<u>\$ 3,879,727</u>	<u>\$ 15,750,566</u>	<u>\$ 19,630,293</u>

Note 14. Net Assets Released from Restrictions

During the year ended June 30, 2022, net assets were released from donor restrictions by incurring expenses satisfying donor restricted purposes or by occurrence of other events specified by donors as follows:

Contributions receivable—passage of time	\$ 15,556,034
Program services—purpose restrictions accomplished	2,243,328
	<u>\$ 17,799,362</u>

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 15. Concentrations

The Diocese serves and receives substantial financial support from parishioners in the nine-county region of Central Florida. Accordingly, the financial strength of the Diocese is in large part reliant upon the general state of the local economy.

Financial instruments which potentially subject the Diocese to concentrations of custodial risk consist of cash, cash equivalents and investments. The Diocese places its cash, cash equivalents and investments with several financial institutions. At various times throughout the year ended, and at June 30, 2022, cash and cash equivalents balances held at various financial institutions were in excess of federally insured limits. In addition, loans receivable and advances to Diocesan entities subject the Diocese to concentrations of credit risk (see Notes 3 and 4).

Note 16. Related Parties

The Diocese has advances and loans receivable from Diocesan entities, as more fully described in Notes 3 and 4. In addition to the other Diocesan entities discussed in Note 1, there are certain other entities operating outside the auspices of the Diocese that are not included in the financial statements, but for which the Diocese has an economic interest. The entities operated by the Diocese and other Dioceses in the State of Florida are: the Regional Seminary of St. Vincent de Paul in Florida, Inc., a seminary for the education and development of candidates for priesthood; the Florida Catholic Media, a Catholic multimedia communication services provider; and the Florida Catholic Conference, Inc., a communications corporation engaged in the promotion of health, education and welfare issues that are of central importance to the Dioceses operating in the state of Florida. The Diocese, and other Dioceses in the state of Florida, provide support to each of these entities in the form of tuition, quotas, operating subsidies and capital contributions. Total payments made for the aforementioned purposes during the year ended June 30, 2022, by the Diocese to these entities were approximately \$1,004,000 (included in religious personnel development, special projects, and Diocesan administration expenses), \$6,400 (included in pastoral and education expenses) and \$90,600 (included in Diocesan administration expenses), respectively.

The Foundation was established to raise, manage and distribute funds to provide long-term, sustainable support for the parishes, schools, agencies, and other ministries in the Diocese. During fiscal year 2016, the Diocese entered into an investment agreement with the Foundation, under which the Diocese invested funds in the Foundation's investment pool, which is managed by the Foundation. The types of investment holdings in the pooled investment are substantially similar to the Diocese's own holdings. See additional disclosures related to the pooled investment in Note 5 and 6.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 17. Liquidity and Availability of Resources

As of June 30, 2022, the following reflects the Diocese's financial assets, reduced by amounts not available for general use because of contractual or donor-imposed restrictions, within one year of June 30, 2022:

Financial assets at end of year:	
Cash and cash equivalents	\$ 89,930,837
Contributions receivable, net— <i>Our Catholic Appeal</i>	16,015,832
Accrued interest receivable	703,061
Bequests and other receivables	2,183,642
Investments	<u>150,343,824</u>
Total financial assets	259,177,196
Less those unavailable for general expenditures within one year, due to:	
Commitments to fund Diocesan existing loans for ongoing projects	(6,113,300)
Diocesan savings accounts due on demand to entities and affiliates	(196,918,355)
With donor-imposed restrictions:	
Net assets with donor restrictions	<u>(40,165,161)</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 15,980,380</u>

Diocesan savings accounts are relatively stable from year to year. Outflows are normally for general operating needs or construction obligation payments, which are offset by inflows related to seasonal operational surpluses and any capital campaign proceeds received. The Diocese structures its financial assets to be available as its general expenditures, liabilities and other obligations come due. In addition, as part of its liquidity management, the Diocese invests cash in excess of daily requirements in various short-term investments which can include money market savings accounts, high yield savings accounts, certificates of deposit and short-term treasury or agency instruments.

Diocese of Orlando Administrative Offices

Notes to Financial Statements

Note 18. Functional Classification of Expenses

The following table presents expenses by both their natural and functional classification during the year ended June 30, 2022:

	Program Services									Supporting Services	
	Self-Insurance Program	Deposit and Loan Program	Pastoral	Social Services	Religious Personnel Development	Plant Activities	Education	Special Projects	Total Program Services	Diocesan Administration	Total Expenses
Interest expense	\$ -	\$ 1,686,505	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,686,505	\$ 983,929	\$ 2,670,434
Insurance claims—loss and loss adjustment expense	18,285,162	-	-	-	-	-	-	-	18,285,162	-	18,285,162
Insurance premiums	4,099,354	-	-	-	-	-	-	-	4,099,354	-	4,099,354
Professional fees	2,474,877	54,986	70,792	-	194,981	-	273,372	-	3,069,008	2,244,661	5,313,669
Seminars and conferences	-	-	278,560	-	29,652	-	96,214	-	404,426	104,481	508,907
Travel expense	-	-	19,257	-	2,927	-	51,821	-	74,005	63,038	137,043
Bad debt expense	-	-	-	-	-	-	-	-	-	4,503	4,503
Salaries and related benefits	23,278	-	2,039,116	-	1,119,452	-	1,375,560	-	4,557,406	4,947,356	9,504,762
Property tax expense	-	-	-	-	-	58,519	-	-	58,519	2,587	61,106
Advertising expense	-	-	6,416	-	-	-	68,656	-	75,072	209	75,281
Education and tuition expense	-	-	193,523	-	832,690	-	19,164	-	1,045,377	13,660	1,059,037
Depreciation	-	-	-	-	-	614,032	-	-	614,032	-	614,032
Donations expense	-	-	6,000	1,956,587	810,000	-	380,000	424,700	3,577,287	864,991	4,442,278
Program development costs	-	-	111,511	859,159	-	-	13,117	-	983,787	-	983,787
Other expense	300,020	193,212	209,141	36,042	115,504	195,132	258,717	-	1,307,768	1,028,495	2,336,263
Total	\$ 25,182,691	\$ 1,934,703	\$ 2,934,316	\$ 2,851,788	\$ 3,105,206	\$ 867,683	\$ 2,536,621	\$ 424,700	\$ 39,837,708	\$ 10,257,910	\$ 50,095,618

Independent Auditor's Report on the Supplementary Information

The Most Reverend John G. Noonan
Bishop of the Diocese of Orlando
Diocese of Orlando Administrative Offices

We have audited the financial statements of the Diocese of Orlando Administrative Offices as of and for the year ended June 30, 2022, and have issued our report thereon, which contains an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole, see pages 1 and 2. We have previously audited the Diocese of Orlando Administrative Office's 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated October 22, 2021.

The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

RSM US LLP

Orlando, Florida
October 13, 2022

Diocese of Orlando Administrative Offices

Schedule of Financial Position—Fund Group
 June 30, 2022
 (With Summarized Comparative Totals for June 30, 2021)

	Funds without donor restrictions			Funds with donor restrictions				Eliminations	Total 2022	Total 2021
	Operating Funds	Diocesan Savings Fund	Plant Fund	Operating Fund	Plant Fund	Endowment Funds	Life/Gift Annuity and Other Funds			
Assets										
Cash and cash equivalents	\$ 23,817,770	\$ 66,327,696	\$ 58,481	\$ 1,724,957	\$ -	\$ 931,092	\$ 545	\$ (2,929,704)	\$ 89,930,837	\$ 52,954,252
Contributions receivable, net	-	-	-	16,015,832	-	-	-	-	16,015,832	15,556,034
Prepaid expenses and other assets	3,518,569	-	13,605	37,326	-	-	-	-	3,569,500	3,205,596
Accrued interest receivable	53,891	626,802	12,604	-	-	9,764	-	-	703,061	695,605
Loans receivable, net	-	28,683,954	-	-	-	-	-	-	28,683,954	34,060,591
Advances to Diocesan entities, net	4,442,989	-	1,296,948	-	-	-	-	-	5,739,937	5,142,698
Bequests and other receivables, net	1,121,347	-	-	1,062,295	-	-	-	-	2,183,642	1,988,682
Investments	48,606,318	74,454,389	10,168,346	-	-	17,060,251	54,520	-	150,343,824	175,076,253
Land, buildings and equipment, net	-	-	31,129,462	-	1,480,478	-	-	-	32,609,940	32,494,768
Due from other funds	42,270,233	27,252,544	-	2,474,142	-	1,629,186	-	(73,626,105)	-	-
Total assets	\$ 123,831,117	\$ 197,345,385	\$ 42,679,446	\$ 21,314,552	\$ 1,480,478	\$ 19,630,293	\$ 55,065	\$ (76,555,809)	\$ 329,780,527	\$ 321,174,479
Liabilities and Net Assets										
Liabilities:										
Accounts payable and accrued expenses	\$ 2,769,133	\$ 5,392	\$ 628,732	\$ 2,288,076	\$ -	\$ -	\$ -	\$ 12,758	\$ 5,704,091	\$ 4,847,329
Self-insurance claim liabilities	3,657,496	-	-	-	-	-	-	-	3,657,496	3,256,034
Savings deposits	-	199,848,059	-	-	-	-	-	(2,929,704)	196,918,355	171,500,707
Annuities payable and other liabilities	-	-	-	-	-	-	13,368	-	13,368	39,017
Note payable, net of debt issuance costs	46,200,701	-	-	-	-	-	-	-	46,200,701	47,361,682
Due to other funds	46,305,009	-	27,320,071	-	-	-	13,783	(73,638,863)	-	-
Total liabilities	98,932,339	199,853,451	27,948,803	2,288,076	-	-	27,151	(76,555,809)	252,494,011	227,004,769
Net assets (deficit):										
Without donor restrictions:										
Undesignated	(29,255,600)	(2,508,066)	14,730,643	-	-	-	-	-	(17,033,023)	(4,921,711)
Designated for special use	54,154,378	-	-	-	-	-	-	-	54,154,378	57,858,837
Total without donor restrictions	24,898,778	(2,508,066)	14,730,643	-	-	-	-	-	37,121,355	52,937,126
With donor restrictions										
Total net assets	24,898,778	(2,508,066)	14,730,643	19,026,476	1,480,478	19,630,293	27,914	-	40,165,161	41,232,584
Total liabilities and net assets	\$ 123,831,117	\$ 197,345,385	\$ 42,679,446	\$ 21,314,552	\$ 1,480,478	\$ 19,630,293	\$ 55,065	\$ (76,555,809)	\$ 329,780,527	\$ 321,174,479

Diocese of Orlando Administrative Offices

Schedule of Activities—Fund Group
 Year Ended June 30, 2022
 (With Summarized Comparative Totals for the Year Ended June 30, 2021)

	Funds without donor restrictions			Funds with donor restrictions				Eliminations	Total 2022	Total 2021
	Operating Funds	Diocesan Savings Fund	Plant Fund	Operating Funds	Plant Fund	Endowment Funds	Life/Gift Annuity and Other Funds			
Revenues, gains and other support:										
Contributions of cash and other financial assets										
Catholic appeal contributions	\$ -	\$ -	\$ -	\$ 16,015,832	\$ -	\$ -	\$ -	\$ -	\$ 16,015,832	\$ 15,556,034
Contributions and bequests	666,764	-	-	3,413,529	-	-	-	-	4,080,293	4,796,710
Self-insurance administration fees and other service fees	31,934,684	-	-	-	-	-	-	-	31,934,684	30,777,016
Investment (loss) income, net	(7,408,334)	(7,374,834)	(1,626,885)	12,582	-	(2,728,451)	(7,202)	(1,294,496)	(20,427,620)	29,373,330
Gain on sale of land, buildings and equipment	-	-	1,188,394	-	-	-	-	-	1,188,394	3,425,362
Actuarial adjustment to life annuities payable	-	-	-	-	-	-	25,649	-	25,649	1,594
Other income	841,274	-	47,671	-	-	-	-	(493,753)	395,192	1,113,684
Total revenues, gains and other support	26,034,388	(7,374,834)	(390,820)	19,441,943	-	(2,728,451)	18,447	(1,788,249)	33,212,424	85,043,730
Expenses:										
Program services:										
Self-insurance program	25,182,691	-	-	-	-	-	-	-	25,182,691	31,752,943
Deposit and loan program	-	1,934,703	-	-	-	-	-	-	1,934,703	3,165,000
Pastoral	2,934,316	-	-	-	-	-	-	-	2,934,316	2,873,696
Social services	1,996,000	-	-	855,788	-	-	-	-	2,851,788	1,890,251
Religious personnel development	3,105,206	-	-	-	-	-	-	-	3,105,206	3,178,465
Plant activities	-	-	2,162,179	-	-	-	-	(1,294,496)	867,683	1,005,459
Education	2,536,621	-	-	-	-	-	-	-	2,536,621	2,276,923
Special projects	803,988	-	-	-	-	-	114,465	(493,753)	424,700	1,407,727
Total program services	36,558,822	1,934,703	2,162,179	855,788	-	-	114,465	(1,788,249)	39,837,708	47,550,464
Supporting services:										
Diocesan administration	10,069,854	-	-	(438,118)	-	619,189	6,985	-	10,257,910	20,335,064
Total supporting services	10,069,854	-	-	(438,118)	-	619,189	6,985	-	10,257,910	20,335,064
Total expenses	46,628,676	1,934,703	2,162,179	417,670	-	619,189	121,450	(1,788,249)	50,095,618	67,885,528
Change in net assets before transfers	(20,594,288)	(9,309,537)	(2,552,999)	19,024,273	-	(3,347,640)	(103,003)	-	(16,883,194)	17,158,202
Interfund transfers										
Change in net assets	(3,600,383)	(9,309,537)	(2,905,851)	902,742	1,480,478	(3,347,640)	(103,003)	-	(16,883,194)	17,158,202
Net assets:										
Beginning	28,499,161	6,801,471	17,636,494	18,123,734	-	22,977,933	130,917	-	94,169,710	77,011,508
Ending	\$ 24,898,778	\$ (2,508,066)	\$ 14,730,643	\$ 19,026,476	\$ 1,480,478	\$ 19,630,293	\$ 27,914	\$ -	\$ 77,286,516	\$ 94,169,710

Diocese of Orlando Administrative Offices

Combining Schedule of Financial Position Information—Operating Funds

June 30, 2022

(With Summarized Comparative Totals for June 30, 2021)

	Funds Without Donor Restrictions			Funds With Donor Restrictions	Total 2022	Total 2021
	Current Undesignated Fund	Current Designated Funds	Designated for Self-Insurance Funds	Current Donor Restricted Funds		
Assets						
Cash and cash equivalents	\$ 7,801,248	\$ 3,090,484	\$ 12,926,038	\$ 1,724,957	\$ 25,542,727	\$ 21,047,615
Contributions receivable, net	-	-	-	16,015,832	16,015,832	15,556,034
Prepaid expenses and other assets	105,216	46,644	3,366,709	37,326	3,555,895	3,195,379
Accrued interest receivable	9,264	44,627	-	-	53,891	44,616
Advances to Diocesan entities, net	-	4,442,989	-	-	4,442,989	5,077,837
Bequests and other receivables, net	-	613	1,120,734	1,062,295	2,183,642	1,988,682
Investments	10,554,012	37,924,005	128,301	-	48,606,318	57,203,618
Due from other funds	-	42,270,233	-	2,474,142	44,744,375	45,024,438
Total assets	\$ 18,469,740	\$ 87,819,595	\$ 17,541,782	\$ 21,314,552	\$ 145,145,669	\$ 149,138,219
Liabilities and Net Assets (Deficit)						
Liabilities:						
Accounts payable and accrued expenses	\$ 1,502,646	\$ 294,691	\$ 971,796	\$ 2,288,076	\$ 5,057,209	\$ 4,076,628
Self-insurance claim liabilities	-	-	3,657,496	-	3,657,496	3,256,034
Note payable, net of debt issuance costs	-	46,200,701	-	-	46,200,701	47,361,682
Due to other funds	46,222,694	17,722	64,593	-	46,305,009	47,820,980
Total liabilities	47,725,340	46,513,114	4,693,885	2,288,076	101,220,415	102,515,324
Net assets (deficit):						
Without donor restrictions						
Undesignated	(29,255,600)	-	-	-	(29,255,600)	(29,359,676)
Designated for special use	-	41,306,481	12,847,897	-	54,154,378	57,858,837
Total net assets (deficit) without donor restrictions	(29,255,600)	41,306,481	12,847,897	-	24,898,778	28,499,161
With donor restrictions	-	-	-	19,026,476	19,026,476	18,123,734
Total net assets (deficit)	(29,255,600)	41,306,481	12,847,897	19,026,476	43,925,254	46,622,895
Total liabilities and net assets (deficit)	\$ 18,469,740	\$ 87,819,595	\$ 17,541,782	\$ 21,314,552	\$ 145,145,669	\$ 149,138,219

Diocese of Orlando Administrative Offices

Combining Schedule of Activities Information—Operating Funds
 Year Ended June 30, 2022
 (With Summarized Comparative Totals for the Year Ended June 30, 2021)

	Funds Without Donor Restrictions			Funds With Donor Restrictions	Total 2022	Total 2021
	Current Undesignated Fund	Current Designated Funds	Designated for Self-Insurance Funds	Current Donor Restricted Funds		
Revenues, gains and other support:						
Contributions of cash and other financial assets						
Catholic appeal contributions	\$ -	\$ -	\$ -	\$ 16,015,832	\$ 16,015,832	\$ 15,556,034
Contributions and bequests	238,886	427,878	-	3,413,529	4,080,293	4,493,223
Self-insurance administration fees and other service fees	4,042,115	63,178	27,829,391	-	31,934,684	30,777,016
Investment (loss) income, net	(1,639,632)	(5,790,663)	21,961	12,582	(7,395,752)	12,266,943
Other income	754,609	-	86,665	-	841,274	1,565,410
Total revenues, gains and other support	3,395,978	(5,299,607)	27,938,017	19,441,943	45,476,331	64,658,626
Expenses:						
Program services:						
Self-insurance program	-	-	25,182,691	-	25,182,691	31,752,943
Pastoral	2,934,316	-	-	-	2,934,316	2,873,696
Social services	1,996,000	-	-	855,788	2,851,788	1,890,251
Religious personnel development	3,076,252	28,954	-	-	3,105,206	3,178,465
Education	2,536,621	-	-	-	2,536,621	2,276,923
Special projects	769,511	34,477	-	-	803,988	1,503,952
Total program services	11,312,700	63,431	25,182,691	855,788	37,414,610	43,476,230
Supporting services:						
Diocesan administration	9,036,014	1,033,840	-	(438,118)	9,631,736	20,530,854
Total expenses	20,348,714	1,097,271	25,182,691	417,670	47,046,346	64,007,084
Excess (deficiency) of revenues, gains and other support over expenses	(16,952,736)	(6,396,878)	2,755,326	19,024,273	(1,570,015)	651,542
Transfers:						
Transfers (to) from operating	15,556,034	-	-	(16,641,053)	(1,085,019)	(989,085)
Transfers (to) from non-operating	1,500,778	(62,907)	-	(1,480,478)	(42,607)	560,561
Total net transfers	17,056,812	(62,907)	-	(18,121,531)	(1,127,626)	(428,524)
Change in net assets	104,076	(6,459,785)	2,755,326	902,742	(2,697,641)	223,018
Net assets (deficit):						
Beginning	(29,359,676)	47,766,266	10,092,571	18,123,734	46,622,895	46,399,877
Ending	\$ (29,255,600)	\$ 41,306,481	\$ 12,847,897	\$ 19,026,476	\$ 43,925,254	\$ 46,622,895

Diocese of Orlando Administrative Offices

Schedule of Financial Position Information—Current Undesignated Fund
 June 30, 2022
 (With Summarized Comparative Totals for June 30, 2021)

	2022	2021
Assets		
Cash and cash equivalents	\$ 7,801,248	\$ 7,363,655
Prepaid expenses and other assets	105,216	158,365
Accrued interest receivable	9,264	8,613
Bequests and other receivables, net	-	50,488
Investments	10,554,012	12,253,814
	<u>10,554,012</u>	<u>12,253,814</u>
Total assets	\$ 18,469,740	\$ 19,834,935
Liabilities and Net Assets (Deficit) Without Donor Restrictions		
Liabilities:		
Accounts payable and accrued expenses	\$ 1,502,646	\$ 1,820,429
Due to other funds	46,222,694	47,374,182
Total liabilities	47,725,340	49,194,611
Net assets (deficit) without donor restrictions	<u>(29,255,600)</u>	<u>(29,359,676)</u>
Total net assets (deficit) without donor restrictions	(29,255,600)	(29,359,676)
Total liabilities and net assets (deficit) without donor restrictions	\$ 18,469,740	\$ 19,834,935

Diocese of Orlando Administrative Offices

Schedule of Activities Information—Current Undesignated Fund
Year Ended June 30, 2022

(With Summarized Comparative Totals for the Year Ended June 30, 2021)

	2022	2021
Revenues, gains and other support:		
Contributions of cash and other financial assets		
Contributions and bequests	\$ 238,886	\$ 451,230
Other service fees	4,042,115	2,813,400
Investment (loss) income, net	(1,639,632)	2,735,365
Other income	754,609	859,302
Total revenues, gains and other support	3,395,978	6,859,297
Expenses:		
Program services:		
Pastoral	2,934,316	2,873,696
Social services	1,996,000	1,285,000
Religious personnel development	3,076,252	3,151,978
Education	2,536,621	2,276,923
Special projects	769,511	1,292,276
Supporting services:		
Diocesan administration	9,036,014	8,332,860
Total expenses	20,348,714	19,212,733
Deficiency of support and revenue over expenses	(16,952,736)	(12,353,436)
Transfers:		
Transfer from operating funds	15,556,034	15,127,057
Transfer from (to) nonoperating funds	1,500,778	(58,466,029)
Total transfers	17,056,812	(43,338,972)
Change in net assets	104,076	(55,692,408)
Net assets (deficit) without donor restrictions:		
Beginning	(29,359,676)	26,332,732
Ending	\$ (29,255,600)	\$ (29,359,676)

Diocese of Orlando Administrative Offices

Combining Schedule of Financial Position Information—Current Designated Funds

June 30, 2022

(With Summarized Comparative Totals for June 30, 2021)

	Bond Sinking Fund	2021 Bond Fund	Florida Manor Fund	Long-Term Care Fund for Priests	Orlando Catholic Education Foundation Fund	Communications Fund	Clergy Fund	Bond Fund Reserve	Total 2022	Total 2021
Assets										
Cash and cash equivalents	\$ 115,767	\$ 580,353	\$ 90,472	\$ 1,919,220	\$ -	\$ -	\$ 384,672	\$ -	\$ 3,090,484	\$ 4,012,025
Prepaid expenses and other assets	-	-	-	46,644	-	-	-	-	46,644	5,154
Accrued interest receivable	22,328	5,306	16,993	-	-	-	-	-	44,627	36,003
Advances to Diocesan entities, net	-	4,442,989	-	-	-	-	-	-	4,442,989	5,077,837
Bequests and other receivables, net	-	-	-	613	-	-	-	-	613	-
Investments	18,840,265	4,305,970	14,777,770	-	-	-	-	-	37,924,005	44,832,379
Due from other funds	2,515,340	35,364,941	1,329,284	1,295,348	31,008	37,583	62,179	1,634,550	42,270,233	41,763,875
Total assets	\$ 21,493,700	\$ 44,699,559	\$ 16,214,519	\$ 3,261,825	\$ 31,008	\$ 37,583	\$ 446,851	\$ 1,634,550	\$ 87,819,595	\$ 95,727,273
Liabilities and Net Assets (Deficit)										
Without Donor Restrictions										
Liabilities:										
Accounts payable and accrued expenses	\$ 7,501	\$ 81,723	\$ 2,500	\$ 202,967	\$ -	\$ -	\$ -	\$ -	\$ 294,691	\$ 152,527
Note payable, net of debt issuance costs	-	46,200,701	-	-	-	-	-	-	46,200,701	47,361,682
Due to other funds	-	-	-	17,722	-	-	-	-	17,722	446,798
Total liabilities	7,501	46,282,424	2,500	220,689	-	-	-	-	46,513,114	47,961,007
Net assets (deficit) without donor restrictions	21,486,199	(1,582,865)	16,212,019	3,041,136	31,008	37,583	446,851	1,634,550	41,306,481	47,766,266
Total liabilities and net assets (deficit) without donor restrictions	\$ 21,493,700	\$ 44,699,559	\$ 16,214,519	\$ 3,261,825	\$ 31,008	\$ 37,583	\$ 446,851	\$ 1,634,550	\$ 87,819,595	\$ 95,727,273

Diocese of Orlando Administrative Offices

**Combining Schedule of Activities Information—Current Designated Funds
Year Ended June 30, 2022
(With Summarized Comparative Totals for the Year Ended June 30, 2021)**

	Bond Sinking Fund	2021 Bond Fund	Florida Manor Fund	Long-term Care Fund for Priests	Orlando Catholic Education Foundation Fund	Communications Fund	Quasi/ Clergy Endowment Fund	Bond Fund Reserve	Total 2022	Total 2021
Revenues, gains and other support:										
Contributions of cash and other financial assets										
Contributions and bequests	\$ -	\$ -	\$ -	\$ 370,678	\$ -	\$ -	\$ 57,200	\$ -	\$ 427,878	\$ 2,400,405
Other service fees	-	28,971	-	-	-	-	-	34,207	63,178	72,857
Investment (loss) income, net	(2,994,317)	(499,239)	(2,297,594)	108	-	-	379	-	(5,790,663)	9,488,218
Total revenues, gains and other support	(2,994,317)	(470,268)	(2,297,594)	370,786	-	-	57,579	34,207	(5,299,607)	11,961,480
Expenses:										
Program services:										
Religious personnel development	16,346	-	12,608	-	-	-	-	-	28,954	26,487
Special projects	19,482	-	14,995	-	-	-	-	-	34,477	127,771
Supporting services:										
Diocesan administration	-	993,458	-	40,382	-	-	-	-	1,033,840	12,542,727
Total expenses	35,828	993,458	27,603	40,382	-	-	-	-	1,097,271	12,696,985
Transfer in (out)	(390,000)	-	-	-	-	-	327,093	-	(62,907)	59,026,590
Total net transfers	(390,000)	-	-	-	-	-	327,093	-	(62,907)	59,026,590
Change in net assets	(3,420,145)	(1,463,726)	(2,325,197)	330,404	-	-	384,672	34,207	(6,459,785)	58,291,085
Net assets (deficit) without donor restrictions:										
Beginning	24,906,344	(119,139)	18,537,216	2,710,732	31,008	37,583	62,179	1,600,343	47,766,266	(10,524,819)
Ending	\$ 21,486,199	\$ (1,582,865)	\$ 16,212,019	\$ 3,041,136	\$ 31,008	\$ 37,583	\$ 446,851	\$ 1,634,550	\$ 41,306,481	\$ 47,766,266

Diocese of Orlando Administrative Offices

**Combining Schedule of Financial Position Information—Current Donor Restricted Funds
June 30, 2022
(With Summarized Comparative Totals for June 30, 2021)**

	Assets						Total	Liabilities	Net Assets	Total
	Cash and Cash Equivalents	Contributions Receivable, Net	Prepaid Expenses and Other Assets	Bequests and Other Receivables, Net	Land, Buildings and Equipment, Net	Due From (To) Other Funds		Accounts Payable and Accrued Expenses	With Donor Restrictions	Liabilities and Net Assets With Donor Restrictions
Current donor restricted funds, operating										
Bishop Dorsey Colloquium Fund	\$ 6,596	\$ -	\$ -	\$ -	\$ -	\$ 19,031	\$ 25,627	\$ -	\$ 25,627	\$ 25,627
Campus Ministry Fund	135,300	-	-	-	-	-	135,300	-	135,300	135,300
Custodian Missionary Co-op/ Custodial Collections Funds	-	-	-	-	-	2,280,880	2,280,880	2,229,874	51,006	2,280,880
Disaster Relief Fund	-	-	-	-	-	238,428	238,428	-	238,428	238,428
Papenbrock (Needy Children) Fund	-	-	-	-	-	9,750	9,750	-	9,750	9,750
Propagation of the Faith Fund	-	-	-	-	-	1,221,348	1,221,348	-	1,221,348	1,221,348
Sister Diocese Fund	1,121,986	-	37,326	-	-	-	1,159,312	58,149	1,101,163	1,159,312
Seminarian Support Fund	-	-	-	-	-	53	53	53	-	53
Long Term Care for Priests—Emmaus Campaign	461,075	-	-	1,062,295	-	(1,295,348)	228,022	-	228,022	228,022
Bishop's Appeal Fund	-	16,015,832	-	-	-	-	16,015,832	-	16,015,832	16,015,832
Total current donor restricted operating funds, June 30, 2022	\$ 1,724,957	\$ 16,015,832	\$ 37,326	\$ 1,062,295	\$ -	\$ 2,474,142	\$ 21,314,552	\$ 2,288,076	\$ 19,026,476	\$ 21,314,552
Current donor restricted funds, nonoperating										
Plant Fund—Emmaus Campaign	-	-	-	-	1,480,478	-	1,480,478	-	1,480,478	1,480,478
Total current donor restricted nonoperating funds, June 30, 2022	\$ -	\$ -	\$ -	\$ -	\$ 1,480,478	\$ -	\$ 1,480,478	\$ -	\$ 1,480,478	\$ 1,480,478
Total current donor restricted funds, June 30, 2022	\$ 1,724,957	\$ 16,015,832	\$ 37,326	\$ 1,062,295	\$ 1,480,478	\$ 2,474,142	\$ 22,795,030	\$ 2,288,076	\$ 20,506,954	\$ 22,795,030
Total current donor restricted funds, June 30, 2021	\$ 1,111,232	\$ 15,556,034	\$ -	\$ -	\$ -	\$ 3,146,916	\$ 19,814,182	\$ 1,690,448	\$ 18,123,734	\$ 19,814,182

Diocese of Orlando Administrative Offices

Combining Schedule of Activities Information—Current Donor Restricted Funds
 Year Ended June 30, 2022
 (With Summarized Comparative Totals for the Year Ended June 30, 2021)

	Revenues, Gains and Other Support				Expenses and Other Deductions						Change in Net Assets	Net Assets With Donor Restrictions Beginning of Year	Net Assets With Donor Restrictions End of Year	
	Contributions of cash and other financial assets				Programs Services		Supporting Services							
	Catholic Appeal Contributions	Contributions and Bequests	Investment Income, net	Other Income	Total	Social Services	Special Projects	Diocesan Administration	Transfers Out of (Into)	Total				
Current donor restricted funds, operating														
Bishop Dorsey Colloquium Fund	\$ -	\$ -	\$ 66	\$ -	\$ 66	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 66	\$ 25,561	\$ 25,627	
Campus Ministry Fund	-	118,000	1,520	-	119,520	-	-	5,740	76,868	82,608	36,912	98,388	135,300	
Custodian Missionary Co-op/ Custodial Collections Funds	-	-	-	-	-	-	-	(443,858)	443,858	-	-	51,006	51,006	
Disaster Relief Fund	-	-	-	-	-	-	-	-	-	-	-	238,428	238,428	
Papenbrock (Needy Children) Fund	-	-	-	-	-	-	-	-	-	-	-	9,750	9,750	
Propagation of the Faith Fund	-	-	-	-	-	-	-	-	-	-	-	1,221,348	1,221,348	
Sister Diocese Fund	-	1,318,852	10,996	-	1,329,848	855,788	-	-	296,222	1,152,010	177,838	923,325	1,101,163	
Seminarian Support Fund	-	268,177	-	-	268,177	-	-	-	268,071	268,071	106	(106)	-	
Long Term Care for Priests—Emmaus Campaign	-	1,708,500	-	-	1,708,500	-	-	-	1,480,478	1,480,478	228,022	-	228,022	
Bishop's Appeal Fund	16,015,832	-	-	-	16,015,832	-	-	-	15,556,034	15,556,034	459,798	15,556,034	16,015,832	
Total current donor restricted, operating funds, June 30, 2022	\$ 16,015,832	\$ 3,413,529	\$ 12,582	\$ -	\$ 19,441,943	\$ 855,788	\$ -	\$ (438,118)	\$ 18,121,531	\$ 18,539,201	\$ 902,742	\$ 18,123,734	\$ 19,026,476	
Current donor restricted funds, nonoperating														
Plant Fund - Emmaus Campaign	-	-	-	-	-	-	-	-	(1,480,478)	(1,480,478)	1,480,478	-	1,480,478	
Total current donor restricted, nonoperating funds, June 30, 2022	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,480,478)	\$ (1,480,478)	\$ 1,480,478	\$ -	\$ 1,480,478	
Total current donor restricted funds, June 30, 2022	\$ 16,015,832	\$ 3,413,529	\$ 12,582	\$ -	\$ 19,441,943	\$ 855,788	\$ -	\$ (438,118)	\$ 16,641,053	\$ 17,058,723	\$ 2,383,220	\$ 18,123,734	\$ 20,506,954	
Total current donor restricted funds, June 30, 2021	\$ 15,556,034	\$ 1,641,588	\$ 12,955	\$ 38,800	\$ 17,249,377	\$ 605,251	\$ 83,905	\$ (344,733)	\$ 16,116,142	\$ 16,460,565	\$ 788,812	\$ 17,334,922	\$ 18,123,734	

Diocese of Orlando Administrative Offices

Combining Schedule of Financial Position Information—Designated for Self-Insurance Funds

June 30, 2022

(With Summarized Comparative Totals for June 30, 2021)

	Property and General Liability Fund	Accident and Health Fund	Unemployment Compensation Fund	Total 2022	Total 2021
Assets					
Cash and cash equivalents	\$ 7,074,560	\$ 2,553,899	\$ 3,297,579	\$ 12,926,038	\$ 8,560,703
Prepaid expenses and other assets	3,366,709	-	-	3,366,709	3,031,860
Bequests and other receivables, net	552,581	567,983	170	1,120,734	1,938,194
Investments	128,301	-	-	128,301	117,425
Due from other funds	-	-	-	-	113,647
Total assets	\$ 11,122,151	\$ 3,121,882	\$ 3,297,749	\$ 17,541,782	\$ 13,761,829
Liabilities and Net Assets Without Donor Restrictions					
Liabilities:					
Accounts payable and accrued expenses	\$ 590,479	\$ 381,317	\$ -	\$ 971,796	\$ 413,224
Due to other funds	64,593	-	-	64,593	-
Self-insurance claim liabilities	2,501,936	1,125,560	30,000	3,657,496	3,256,034
Total liabilities	3,157,008	1,506,877	30,000	4,693,885	3,669,258
Net assets without donor restrictions, designated for special use, self-insurance fund	7,965,143	1,615,005	3,267,749	12,847,897	10,092,571
Total liabilities and net assets without donor restrictions	\$ 11,122,151	\$ 3,121,882	\$ 3,297,749	\$ 17,541,782	\$ 13,761,829

Diocese of Orlando Administrative Offices

Combining Schedule of Activities Information—Designated for Self-Insurance Funds
 Year Ended June 30, 2022
 (With Summarized Comparative Totals for the Year Ended June 30, 2021)

	Property and General Liability Fund	Accident and Health Fund	Unemployment Compensation Fund	Total 2022	Total 2021
Revenues, gains and other support:					
Self-insurance administration fees and other service fees	\$ 8,101,529	\$ 19,230,332	\$ 497,530	\$ 27,829,391	\$ 27,890,759
Investment income, net	18,137	3,448	376	21,961	30,405
Other income	86,665	-	-	86,665	667,308
Total revenues, gains and other support	8,206,331	19,233,780	497,906	27,938,017	28,588,472
Expenses:					
Program services:					
Self-insurance program	9,369,552	15,751,001	62,138	25,182,691	31,752,943
Change in net assets without donor restrictions	(1,163,221)	3,482,779	435,768	2,755,326	(3,164,471)
Net assets (deficit) without donor restrictions:					
Beginning	9,128,364	(1,867,774)	2,831,981	10,092,571	13,257,042
Ending	\$ 7,965,143	\$ 1,615,005	\$ 3,267,749	\$ 12,847,897	\$ 10,092,571

Diocese of Orlando Administrative Offices

Schedule of Financial Position Information—Diocesan Savings Fund
 June 30, 2022
 (With Summarized Comparative Totals for June 30, 2021)

	2022	2021
Assets		
Cash and cash equivalents	\$ 66,327,696	\$ 33,134,458
Accrued interest receivable	626,802	632,157
Loans receivable, net	28,683,954	34,060,591
Investments	74,454,389	85,218,564
Due from other funds	27,252,544	27,252,544
	<u>27,252,544</u>	<u>27,252,544</u>
Total assets	\$ 197,345,385	\$ 180,298,314
Liabilities and Net Assets Without Donor Restrictions		
Liabilities:		
Accounts payable and accrued expenses	\$ 5,392	\$ 166,977
Savings deposits	199,848,059	173,329,866
Total liabilities	199,853,451	173,496,843
	<u>199,853,451</u>	<u>173,496,843</u>
Net (deficit) assets without donor restrictions	(2,508,066)	6,801,471
	<u>(2,508,066)</u>	<u>6,801,471</u>
Total liabilities and net assets without donor restrictions	\$ 197,345,385	\$ 180,298,314
	<u>\$ 197,345,385</u>	<u>\$ 180,298,314</u>

Diocese of Orlando Administrative Offices

Schedule of Activities Information—Diocesan Savings Fund

Year Ended June 30, 2022

(With Summarized Comparative Totals for the Year Ended June 30, 2021)

	2022	2021
Revenues, gains and other support:		
Investment (loss) income, net	\$ (7,374,834)	\$ 8,762,105
Total revenues, gains and other support	(7,374,834)	8,762,105
Expenses:		
Program services:		
Deposit and loan program	1,934,703	2,359,315
Change in net assets without donor restrictions	(9,309,537)	6,402,790
Net assets (deficit) assets without donor restrictions:		
Beginning	6,801,471	398,681
Ending	\$ (2,508,066)	\$ 6,801,471

Diocese of Orlando Administrative Offices

Schedule of Financial Position Information—Plant Fund
 June 30, 2022
 (With Summarized Comparative Totals for June 30, 2021)

	2022	2021
Assets		
Cash and cash equivalents	\$ 58,481	\$ 45,406
Prepaid expenses and other assets	13,605	10,217
Accrued interest receivable	12,604	11,910
Advances to Diocesan entities, net	1,296,948	64,861
Investments	10,168,346	12,209,785
Land, buildings and equipment, net	32,609,940	32,494,768
	<u>44,159,924</u>	<u>44,836,947</u>
Total assets	\$ 44,159,924	\$ 44,836,947
Liabilities and Net Assets Without Donor Restrictions		
Liabilities:		
Accounts payable and accrued expenses	\$ 628,732	\$ 680,522
Due to other funds	27,320,071	26,519,931
Total liabilities	<u>27,948,803</u>	<u>27,200,453</u>
Net assets:		
With donor restrictions	1,480,478	-
Without donor restrictions	14,730,643	17,636,494
Total net assets	<u>16,211,121</u>	<u>17,636,494</u>
Total liabilities and net assets	<u>\$ 44,159,924</u>	<u>\$ 44,836,947</u>

Diocese of Orlando Administrative Offices

**Schedule of Activities Information—Plant Fund
Year Ended June 30, 2022**

(With Summarized Comparative Totals for the Year Ended June 30, 2021)

	2022	2021
Revenues, gains and other support:		
Contributions of cash and other financial assets		
Contributions and bequests	\$ -	\$ 236,362
Investment (loss) income, net	(1,626,885)	5,184,438
Gain on sale of land, buildings and equipment	1,188,394	3,425,362
Other income	47,671	29,499
Total revenues, gains and other support	(390,820)	8,875,661
Expenses:		
Program services:		
Plant activities	2,162,179	2,301,385
Special projects	-	385,000
Total expenses	2,162,179	2,686,385
Transfers:		
Transfers with donor restrictions from other funds	1,480,478	-
Transfers without donor restrictions (to) from other funds	(352,852)	605,029
Change in net assets without donor restrictions	(1,425,373)	6,794,305
Net assets:		
With donor restrictions		
Without donor restrictions	17,636,494	10,842,189
Beginning	17,636,494	10,842,189
With donor restrictions		
Without donor restrictions	1,480,478	-
	14,730,643	17,636,494
Ending	\$ 16,211,121	\$ 17,636,494

Diocese of Orlando Administrative Offices

Combining Schedule of Financial Position Information—Endowment Funds
 June 30, 2022
 (With Summarized Comparative Totals for June 30, 2021)

	Seminarian Burse Fund	St. Anne's Shrine Fund	Pelletier Fund	Parish Endowment Fund	Papenbrock Fund	School Endowment Fund	Alive in Christ Endowment Fund	Bishop Dorsey Fund	Total 2022	Total 2021
Assets										
Cash and cash equivalents	\$ 2,878	\$ -	\$ -	\$ 237,728	\$ 11,450	\$ -	\$ 143,438	\$ 535,598	\$ 931,092	\$ 554,015
Accrued interest receivable	7,851	-	-	-	-	-	1,913	-	9,764	6,922
Investments	4,473,784	-	-	279,672	199,441	-	12,107,354	-	17,060,251	20,262,486
Due from (to) other funds	73,803	31,223	24,936	-	-	1,504,360	(5,136)	-	1,629,186	2,154,510
Total assets	\$ 4,558,316	\$ 31,223	\$ 24,936	\$ 517,400	\$ 210,891	\$ 1,504,360	\$ 12,247,569	\$ 535,598	\$ 19,630,293	\$ 22,977,933
Liabilities and Net Assets with Donor Restrictions										
Net assets with donor restrictions	\$ 4,558,316	\$ 31,223	\$ 24,936	\$ 517,400	\$ 210,891	\$ 1,504,360	\$ 12,247,569	\$ 535,598	\$ 19,630,293	\$ 22,977,933
Total liabilities and net assets with donor restrictions	\$ 4,558,316	\$ 31,223	\$ 24,936	\$ 517,400	\$ 210,891	\$ 1,504,360	\$ 12,247,569	\$ 535,598	\$ 19,630,293	\$ 22,977,933

Diocese of Orlando Administrative Offices

Combining Schedule of Activities Information—Endowment Funds

Year Ended June 30, 2022

(With Summarized Comparative Totals for the Year Ended June 30, 2021)

	Seminarian Burse Fund	St. Anne's Shrine Fund	Pelletier Fund	Parish Endowment Fund	Papenbrock Fund	School Endowment Fund	Alive in Christ Endowment Fund	Bishop Dorsey Fund	Total 2022	Total 2021
Revenue, gains, and other support:										
Contributions of cash and other financial assets										
Contributions and bequests	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 67,125
Investment (loss) income, net	(681,233)	-	-	(38,195)	(31,596)	-	(1,977,714)	287	(2,728,451)	4,439,879
Total revenue, gains and other support	(681,233)	-	-	(38,195)	(31,596)	-	(1,977,714)	287	(2,728,451)	4,507,004
Expenses:										
Supporting services:										
Diocese administration	3,087	-	-	5,577	5,403	15,776	589,346	-	619,189	600,802
Transfers:										
Transfers to current unrestricted fund	-	-	-	-	-	-	-	-	-	(237,000)
Transfers from current restricted fund	-	-	-	-	-	-	-	-	-	60,495
Total transfers	-	-	-	-	-	-	-	-	-	(176,505)
Change in net assets with donor restrictions	(684,320)	-	-	(43,772)	(36,999)	(15,776)	(2,567,060)	287	(3,347,640)	3,729,697
Net assets with donor restrictions:										
Beginning	5,242,636	31,223	24,936	561,172	247,890	1,520,136	14,814,629	535,311	22,977,933	19,248,236
Ending	\$ 4,558,316	\$ 31,223	\$ 24,936	\$ 517,400	\$ 210,891	\$ 1,504,360	\$ 12,247,569	\$ 535,598	\$ 19,630,293	\$ 22,977,933

Diocese of Orlando Administrative Offices

Combining Schedule of Financial Position Information—Life/Gift Annuity and Other Funds
 June 30, 2022
 (With Summarized Comparative Totals for June 30, 2021)

	2022	2021
Assets		
Cash and cash equivalents	\$ 545	\$ 1,917
Investments	54,520	181,800
Total assets	\$ 55,065	\$ 183,717
Liabilities and Net Assets With Donor Restrictions		
Liabilities:		
Annuities payable	\$ 13,368	\$ 39,017
Due to other funds	13,783	13,783
Total liabilities	27,151	52,800
Net assets with donor restrictions	27,914	130,917
Total liabilities and net assets with donor restrictions	\$ 55,065	\$ 183,717

Diocese of Orlando Administrative Offices

**Combining Schedule of Activities Information—Life/Gift Annuity and Other Funds
Year Ended June 30, 2022
(With Summarized Comparative Totals for the Year Ended June 30, 2021)**

	Total 2022	Total 2021
Revenues, gains and other support:		
Investment (loss) income, net	\$ (7,202)	\$ 37,091
Actuarial adjustment to annuities payable	25,649	1,594
Total revenues, gains and other support	18,447	38,685
Expenses:		
Program services:		
Special projects	114,465	22,437
Supporting services:		
Diocese administration	6,985	7,856
Total expenses	121,450	30,293
Change in net assets with donor restrictions	(103,003)	8,392
Net assets with donor restrictions:		
Beginning	130,917	122,525
Ending	\$ 27,914	\$ 130,917