

A message from Msgr. Kulick

While I was only recently elected administrator of the Diocese of Greensburg, I know from my work as vicar general and a parish pastor that this was not an easy year for the Catholic Church or its faithful people.

As the 2019-20 fiscal year began, the Diocese of Greensburg was addressing the needs of the survivors of clergy sexual abuse through the Comprehensive Reconciliation Initiative and Survivors' Compensation Program.



Later in the fiscal year, the diocese had to quickly respond to the challenges of a global pandemic. That meant dispensing Catholics from the obligation to attend Mass in person to help slow the spread of COVID-19 and using technology to stay connected with our

people by streaming Masses, devotional activities and catechetical events.

During these challenging times, the mission, ministries and work of the church continued. Catholic schools and parish religious education programs continued through distance learning. Catholic Charities continued to serve people in need while responding to record levels of requests for assistance.

We were able to continue the work of the Church because of your generosity and sacrifices. That, along with our participation in the Paycheck Protection Program, enabled us to keep more than 1,000 full- and part-time employees on the payroll.

One of my responsibilities as administrator is to oversee the stewardship of the diocese's material blessings — which are the result of your charity — and to report on the diocese's financial status. Despite the challenges, we are meeting our financial obligations and providing for the pastoral and material needs of our diocese and parishes. At the same time, we are meeting the needs of the survivors of clergy sexual abuse no matter when it occurred.

In the diocese's ongoing commitment to transparency, it publicly reported in late August the status of the Survivors' Compensation Program: settlements with 72 survivors totaling \$5,908,293. This annual financial report also shows the legal fees incurred as a result of the investigations and responses to past clergy abuse that were undertaken by state and federal investigators, local officials and by the diocese.

If you have any questions about this report, please contact our chief financial officer, Sheila Murray.

I deeply appreciate your continued support of the diocese and its clergy. As we await the appointment of our new bishop, I ask for your continued prayers and support so that together we may continue to fulfill our diocesan mission and together welcome and support our new bishop.

Msgr. Larry J. Kulick is Diocesan Administrator.

Analysis from the chief financial officer

I am pleased to present the overview of the finances of the Diocese of Greensburg for the fiscal year ending June 30, 2020. The audited financial statements, as well as other supplemental financial information, are available at dioceseofgreensburg.org and theaccentonline.org. Our Catholic Church certainly looked different these past six months during the pandemic, but we continue to minister to all in our diocese in Armstrong, Fayette, Indiana and Westmoreland counties.



fees of approximately \$300,000 in fiscal year 2020. These fees were due to state and federal grand jury investigations and the establishment of the Diocese's Survivors' Compensation Program, which was part of our Comprehensive Reconciliation Initiative. No diocesan legal fees were spent to defend a priest accused of sexual abuse.

On the Statements of Financial Position, total assets have decreased about \$5 million over the past year and \$11 million over the past two years.

The decrease between fiscal years 2020 and 2019 was mainly due to a decrease in investments of \$3 million as we continued to fund our Survivors' Compensation Program. Over the two-year period between fiscal years 2018 and 2020, investments decreased by about \$5 million, which is due to settlements paid from our Survivor's Compensation Program. This initiative has resulted in settlements with 72 survivors totaling \$5.9 million, with other Catholic institutions contributing almost \$700,000 toward those settlements. Fixed assets also decreased about \$5 million over the two years, due mainly to additional depreciation expense incurred as we adjusted the lives of our fixed assets. Sale of fixed assets was not part of this decrease.

In the Liabilities section, accrued expenses decreased by about \$3.5 million. This was from settlement amounts from the Survivor's Compensation Fund that were accrued at June 30, 2019, but paid during the fiscal year ending June 30, 2020. This decrease was offset by the accrued pension-lay plan liability increase of about \$5 million due to a decrease in the discount rate and actual return on investments. The refundable advance of almost \$1.7 million represents a Small Business Administration loan that was received through the federal government's Paycheck Protection Program (PPP). The loan is allocated with \$1.1 million to the Current Fund, \$400,000 to Greens-

burg Central Catholic Junior-Senior High School (GCC) and \$200,000 to Geibel Catholic Junior-Senior High School. It is anticipated that the majority of this loan will be forgiven, pending submission and approval of the loan forgiveness application.

Net assets without donor restrictions decreased \$7 million, mainly due to the Pension Accounting Fund (\$5 million) and the Pastoral Center (\$1 million). The Pastoral Center reduction of \$1 million was primarily caused by a transfer to the self-insurance fund to help fund the Survivors' Compensation Program.

GCC and Geibel Catholic continued to provide an excellent education even during the midst of the pandemic. Both schools provided online learning to their 450 students immediately after schools were closed by state order in March. One-to-one learning initiatives previously in place made a seamless transition possible.

On the Schedules of Assets, Liabilities and Net Assets, GCC reflects a positive change in its Net Assets without donor restrictions by about \$200,000. This was mainly due to an increase in Special Purpose Entity EITC funds (SPE) of about \$400,000. These funds were received during the fiscal year ending June 30, 2019, but were distributed and reflected as revenue during the fiscal year ending June 30, 2020. Geibel Catholic reflects a decrease in its Net Assets without donor restrictions by about \$130,000. This is mainly attributed to fewer students in the school resulting in less tuition revenue.

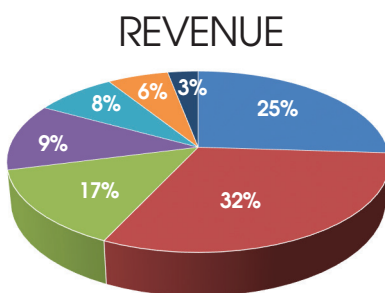
In summary, the diocesan financial report shows that the parishioners of our diocese continued to graciously support their church over this past year, even during the pandemic. Even though offertory income throughout our parishes, which is not reflected on these statements, has decreased by about 10% these past six months, we continue to livestream our Masses and offer ministry and support to the people in our diocese. Together, we continue to serve the Lord with gladness. We are most grateful to all the people who demonstrate their commitment to the Church.

FIND ADDITIONAL INFORMATION ONLINE

The Diocese of Greensburg's annual financial statements are audited by independent certified public accountants, and the Diocesan Finance Council meets with the auditor to hear the report on the results of the audit.

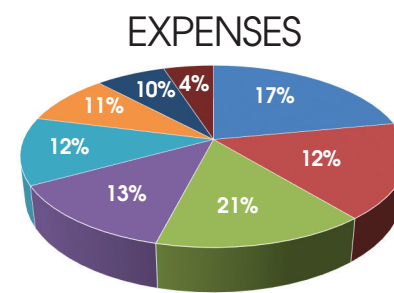
The financial information found online at theaccentonline.org is taken from those audited financial statements.

Please contact the Department of Finance at 724-837-0901 if you have any questions.



Diocesan Lenten Appeal (32%)	\$3.4 million
Diocesan assessment on parish income (25%)	\$2.7 million
Program fees & other revenue (17%)	\$1.7 million
Christ Our Shepherd Center rental, fees, food service (9%)	\$967,000
Investment & endowment income (8%)	\$836,000
Communications assessment (6%)	\$587,000
Other contributions & grants (3%)	\$352,000

TOTAL: \$10,537,892



Faith formation & Catholic education (21%)	\$2.1 million
Finance Department (17%)	\$1.7 million
Vocations, clergy formation, international priests (13%)	\$1.3 million
Corporal works of mercy (12%)	\$1.2 million
Communications & Evangelization Office (12%)	\$1.2 million
Chancery offices (11%)	\$1.1 million
Christ Our Shepherd Center (10%)	\$966,000
Other administrative (4%)	\$396,000

TOTAL: \$10,038,053

Diocese of Greensburg and Related Activities

Statements of Financial Position As of June 30,	2020	2019	2018
Assets			
Cash and cash equivalents	\$ 499,019	\$ 421,869	\$ 561,881
Investments	11,887,714	15,230,595	16,732,828
Receivables, net of allowance for doubtful accounts	2,425,530	2,312,440	2,695,546
Bond receivable from parish	3,658,251	3,829,404	4,051,500
Pension receivable from parishes and schools	1,964,085	2,464,504	3,036,012
Assets designated for OPEB	10,002,406	9,734,042	9,096,778
Prepaid and other assets	144,392	220,218	198,664
Fixed assets, net of depreciation	15,704,533	16,240,299	19,686,542
Due from other diocesan funds	1,535,521	2,647,045	1,805,025
Due from related entities	67,297	12	1,001,163
Total Assets	\$ 47,888,748	\$ 53,100,428	\$ 58,865,939
Liabilities			
Accounts payable	\$ 960,518	\$ 1,027,433	\$ 1,166,045
Agency and trust accounts	1,179,182	1,181,321	1,048,171
Deferred income	3,374,748	2,973,392	2,814,796
Accrued expenses	2,154,289	5,676,237	1,922,334
Accrued pension - lay plan	22,886,279	18,011,251	13,868,242
Accrued pension - priests plan	5,365,599	3,819,586	2,938,085
Accrued postretirement health benefits	4,853,915	6,814,820	6,920,867
Bonds payable	3,610,000	3,840,000	4,065,000
Loans payable	1,468,299	1,617,149	1,591,754
Due to other diocesan funds	1,535,521	2,647,045	1,805,025
Due to related entities	390,562	483,419	485,089
Refundable advance	1,692,100	-	-
Due to parishes (TCTH funds)	-	-	8,077
Total Liabilities	49,471,012	48,091,653	38,633,485
Net Assets			
Net Assets Without Donor Restrictions:			
Pastoral Center	1,787,901	2,661,204	2,848,880
Self Insurance Fund	1,746,684	1,905,212	6,909,113
High Schools	(749,317)	(788,916)	(868,319)
Tuition Assistance Fund	(448,302)	(361,113)	55,119
Plant Fund fixed assets, net	15,880,656	16,249,315	20,338,996
Pension Accounting Fund	(23,864,139)	(18,699,873)	(13,435,839)
Parish Bond Fund	81,812	95,125	184,527
Capital and Endowment Campaign	(45,784)	(45,585)	(56,387)
Agency Funds	81,852	78,900	80,273
Total Unrestricted Net Assets	(5,528,637)	1,094,269	16,056,363
Net Assets With Donor Restrictions:			
Pastoral Center	3,559,447	3,569,521	3,876,107
High Schools	328,818	312,526	235,564
Tuition Assistance Fund	24,823	23,511	30,642
Plant Fund	33,285	8,948	29,079
Agency Funds	-	-	4,699
Total Temporarily Restricted Net Assets	3,946,373	3,914,506	4,176,091
Total Net Assets	(1,582,264)	5,008,775	20,232,454
Total Liabilities and Net Assets	\$47,888,748	\$53,100,428	\$58,865,939

Diocesan Central Administration — Pastoral Center

Statements of Activities Years Ended June 30,	2020	2019	2018
Revenues, Gains and Other Support:			
Diocesan Lenten Appeal	\$ 3,404,651	\$ 3,564,001	\$ 3,536,174
Diocesan assessment on parish income	2,664,369	2,859,304	2,881,866
Program fees and other revenue	1,725,989	1,632,263	1,537,390
Christ Our Shepherd Center rental fees and food service	967,410	1,298,558	1,518,895
Investment and endowment income	836,245	866,116	891,980
Communications assessment	587,546	603,216	614,017
Other contributions and grants	351,682	348,565	421,361
Total Revenues, Gains and Other Support	\$ 10,537,892	\$ 11,172,023	\$ 11,401,683
Expenses are incurred in the following areas to perform services in support of parish, Catholic education and other ministries:			
Faith Formation and Catholic Education:			
Catechesis, Evangelization, Youth and Worship	\$ 518,576	\$ 538,109	\$ 712,424
Contribution to diocesan high schools	475,000	525,000	525,000
Government funded educational programs	515,868	506,490	407,541
Office for Catholic Schools	342,269	360,028	364,774
Lay ecclesial ministry	116,777	104,725	263,970
Elementary schools tuition assistance	145,000	165,000	165,000
Total Faith Formation and Catholic Education	2,113,490	2,199,352	2,438,709
Corporal Works of Mercy:			
Hospital ministry program	536,797	473,519	506,444
Contribution to Catholic Charities	378,250	535,000	535,000
Tribunal/Marriage Office	200,565	173,017	174,024
Donations and other grants	102,732	98,800	97,400
Other special ministries	25,995	24,643	13,837
Total Corporal Works of Mercy	1,244,339	1,304,979	1,326,705
Vocations, Clergy Formation and International Priests:			
Office for Vocations	334,978	248,250	238,863
Unassigned priests	312,280	287,007	167,690
Neumann House, net of residence fees	206,767	179,506	187,710
Pension and retired priests' health care	126,958	188,104	44,719
Clergy Development	55,114	190,858	137,535
International Priests	181,526	199,562	110,645
Office for the Permanent Diaconate	103,649	121,286	92,677
Total Vocations, Clergy Formation and International Priests	1,321,272	1,414,573	979,839
Chancery Offices:			
Bishop's Office	427,460	425,881	427,836
Development and Stewardship Education	264,698	376,586	430,000
Chancellor's Office/Human Resources	116,812	127,124	259,080
Vicar General's Office	137,926	140,318	136,347
Retired Bishop's Office	96,141	117,461	134,903
Curator/Archivist	12,179	10,363	78,948
Diocesan Planning Office	-	-	55,024
Purchasing and facilities services	44,247	46,098	46,186
Total Chancery Offices	1,099,463	1,243,831	1,568,324
Finance Department:			
Information technologies	740,914	777,229	812,660
Financial operations and services	752,881	723,664	682,664
Engineering and facilities management	220,062	208,580	199,281
Total Finance Department	1,713,857	1,709,473	1,694,605
Total Christ Our Shepherd Center	966,859	1,159,444	1,334,090
Total Communications and Evangelization Office	1,183,035	1,166,088	747,082
Other Administrative:			
Legal and professional fees	315,921	657,067	432,285
Regional and national dues	123,655	140,240	134,120
General diocesan administration	132,676	119,781	121,515
Special events	14,250	3,704	4,784
Diocesan sites maintenance	6,009	5,546	4,327
Bad debt expense	1,518	3,548	958,193
Lay employee pension plan (credit) expense	(198,291)	(221,880)	(285,841)
Total Other Administrative	395,738	708,006	1,369,383
Total Expenses	10,038,053	10,905,746	11,458,737
Change in Unrestricted Net Assets Before Adj. and Transfers:	499,839	266,277	(57,054)
Transfers from other funds	-	-	12,499
Transfers to other funds	(1,373,142)	(453,953)	(1,002,290)
Change in Unrestricted Net Assets Temporarily Restricted Net Assets:	(873,303)	(187,676)	(1,046,845)
Contributions	3,572,834	3,570,740	3,864,724
Released from restrictions	(3,582,908)	(3,877,326)	(3,865,714)
Change in Temporarily Restricted Net Assets	(10,074)	(306,586)	(990)
Net Assets, Beginning of Year	6,230,725	6,724,987	7,772,822
Net Assets, End of Year	\$ 5,347,348	\$ 6,230,725	\$ 6,724,987

DIOCESAN FINANCE COUNCIL

The Diocesan Finance Council is a consultative body for the diocesan bishop and, as with parish finance councils, is required by the Code of Canon Law, the universal law of the Catholic Church. The specific responsibilities of the diocesan finance council, as outlined by canon law, include reviewing the annual budget, annual financial statements and the independent auditors' report, and providing consultation in specific financial areas. In the Diocese of Greensburg, there are statutes that provide further direction for the council, including advising the bishop and his staff in the Department of Finance. The members of the Diocesan Finance Council for 2019-20, appointed by the bishop, were:

DIOCESAN REPRESENTATIVES

- The Most Reverend Edward C. Malesic, JCL
- The Rev. Msgr. Larry J. Kulick, JCL, Ex Officio Member
- The Rev. Msgr. William R. Rathgeb
- The Rev. Msgr. Raymond E. Riffle
- Joseph DiMario
- Margaret DiVirgilio
- Dr. Maureen Marsteller
- Jennifer Miele
- Sheila Murray, CFO

OUTSIDE MEMBERS

- William Thalman
- Dick K. Barton
- Jeffrey D. Erdely
- Ruth Grant
- The Rev. James H. Loew, OSB
- John N. Stevens
- John J. Dolan

Greensburg Central Catholic Junior-Senior High School

SCHEDULE OF ASSETS, LIABILITIES AND NET ASSETS

As of June 30,	2020	2019	2018
Assets:			
Temporary investments and deposits	\$ 146,257	\$ 122,572	\$ 187,602
Student activity accounts	234,967	240,192	329,934
Tuition receivable	201,659	221,891	1,182,285
Less allowance for doubtful accounts	(134,293)	(175,057)	(1,001,094)
Computer equipment	152,471	203,295	-
Other receivables	69,015	17,393	18,593
Total Assets	\$ 670,076	\$ 630,286	\$ 717,320
Liabilities and Net Assets			
Liabilities:			
Catholic Institute loan payable	\$548,663	\$631,855	\$566,683
Funds held in escrow for others	234,967	240,192	316,619
Accrued expenses	208,863	247,022	285,078
Refundable advance	433,670	-	-
Due to other funds	139,556	593,604	631,064
Total Liabilities	1,565,719	1,712,673	1,799,444
Net Assets:			
Without donor restriction	(1,059,682)	(1,230,200)	(1,210,912)
With donor restriction	164,039	147,813	128,788
Total Net Assets	(895,643)	(1,082,387)	(1,082,124)
Total Liabilities and Net Assets	\$ 670,076	\$ 630,286	\$ 717,320

SCHEDULE OF REVENUES AND EXPENSES

Years Ended June 30,	2020	2019	2018
Tuition and Other Revenue:			
Tuition	\$ 2,173,966	\$ 2,174,170	\$ 2,285,131
Technology fee	115,627	112,636	125,053
Cafeteria, fine arts and drivers ed	15,274	26,161	18,374
Athletic income	41,490	52,147	46,300
Total Revenue	2,346,357	2,365,114	2,474,858
GCCHS receives support from:			
Parishes of the Diocese of Greensburg	880,551	1,052,096	1,056,020
Diocese of Greensburg	257,881	283,500	283,800
Contributions and development	732,585	295,501	255,772
Total Support	1,871,017	1,631,097	1,595,592
Educational Expenses:			
Instruction	2,132,245	2,028,829	1,963,301
Administrative	694,850	773,474	724,736
Operation and maintenance	480,103	467,643	487,855
Student body activities	322,072	404,092	386,505
Transportation service	123,380	169,685	164,000
Other	89,519	55,988	6,860
Total Expenses	3,842,169	3,899,711	3,733,257
Operating surplus/(deficit)	375,205	96,500	337,193
Other changes to net assets:			
Transfers from Current Fund	-	-	10,000
Capital improvements	(204,687)	(115,788)	(60,250)
Change in net assets without donor restrictions	170,518	(19,288)	286,943
Net assets with donor restrictions:			
Contributions	74,793	31,051	30,600
Released from restrictions	(58,567)	(12,026)	(25,101)
Change in net assets with donor restrictions	16,226	19,025	5,499
Change in net assets	186,744	(263)	292,442
Net assets, beginning of year	(1,082,387)	(1,082,124)	(1,374,566)
Net assets, end of year	\$ (895,643)	\$(1,082,387)	\$(1,082,124)

GREENSBURG CENTRAL CATHOLIC ADVISORY BOARD MEMBERS

Dr. Gregory Bisignani	Ralph Liberatore	Marybeth Pultz
Father Daniel L. Blout	William McGarrity	Dr. Mary Beth Spore
Bibiana Boerio	Dr. Tracy McNelly	Donald Teti
Rob Dlugos		

Geibel Catholic Junior-Senior High School

SCHEDULE OF ASSETS, LIABILITIES AND NET ASSETS

As of June 30,	2020	2019	2018
Assets:			
Temporary investments and deposits	\$ 189,789	\$ 187,735	\$ 129,501
Student activity accounts	56,574	78,502	114,826
Tuition receivable	199,835	186,461	567,707
Less allowance for doubtful accounts	(84,252)	(71,250)	(403,859)
Other receivables	-	1,261	-
Computer equipment	71,734	95,646	-
Due from other funds	387,598	350,651	199,426
Total Assets	\$ 821,278	\$ 829,006	\$ 607,601
Liabilities and Net Assets			
Liabilities:			
Catholic Institute loan payable	\$ 72,220	\$ 95,646	\$ -
Funds held in escrow for others	56,574	78,502	114,826
Accrued expenses	42,551	48,861	43,406
Refundable advance	174,789	-	-
Total Liabilities	346,134	223,009	158,232
Net Assets:			
Without donor restriction	310,365	441,284	342,593
With donor restriction	164,779	164,713	106,776
Total Net Assets	475,144	605,997	449,369
Total Liabilities and Net Assets	\$ 821,278	\$ 829,006	\$ 607,601

SCHEDULE OF REVENUES AND EXPENSES

Years Ended June 30,	2020	2019	2018
Tuition and Other Revenue:			
Tuition	\$716,432	\$855,406	\$973,661
Technology fee	48,410	43,800	43,477
Cafeteria, fine arts and drivers ed	86,735	150,990	144,572
Athletic income	16,954	21,979	19,374
Total Revenue	868,531	1,072,175	1,181,084
GHS receives support from:			
Parishes of the Diocese of Greensburg	425,527	494,589	504,060
Diocese of Greensburg	246,720	272,000	272,200
Contributions and development	164,309	223,564	208,610
Total Support	836,556	990,153	984,870
Educational Expenses:			
Instruction	976,439	994,939	934,700
Administrative	280,664	236,332	208,588
Operation and maintenance	188,042	236,500	240,879
Student body activities	130,987	178,717	160,994
Transportation service	105,300	157,950	155,750
Other	112,074	104,234	87,822
Total Expenses	1,793,506	1,908,672	1,788,733
Operating surplus	(88,419)	153,656	377,221
Other changes to net assets:			
Capital improvements	(42,500)	(54,965)	(51,065)
Change in net assets without donor restrictions	(130,919)	98,691	326,156
Net assets with donor restrictions:			
Contributions	63,649	116,188	87,609
Released from restrictions	(63,583)	(58,251)	(96,170)
Change in net assets with donor restrictions	66	57,937	(8,561)
Change in net assets	(130,853)	156,628	317,595
Net assets, beginning of year	605,997	449,369	131,774
Net assets, end of year	\$ 475,144	\$ 605,997	\$ 449,369

GEIBEL CATHOLIC ADVISORY BOARD MEMBERS

Melinda Alvarez	Stephanie Connell	Lori Omatick
John Coleman	Michael Delmar	Mary Jane Speeny
Michael Connell	Father William J. Lechnar	