

The Diocese of Greensburg, Pennsylvania

Financial Statements and Supplementary Information

Years Ended June 30, 2024 and 2023

with

Independent Auditor's Report



MaherDuessel

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THE DIOCESE OF GREENSBURG, PENNSYLVANIA

YEARS ENDED JUNE 30, 2024 AND 2023

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Independent Auditor's Report

The Most Reverend Larry J. Kulick, JCL
Bishop of the Diocese of Greensburg, Pennsylvania

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Diocese of Greensburg, Pennsylvania (Diocese), an Unincorporated Association, which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Diocese as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

As discussed in Note 1 to the financial statements, the accompanying financial statements are not intended to present all funds and related entities of the Catholic Diocese of Greensburg at June 30, 2024 and 2023 and, thus, do not represent a comprehensive financial report. This report includes only the financial statements for the Diocese. Our opinion is not modified with respect to this matter.

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 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 generally accepted auditing standards 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 generally accepted auditing standards, 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.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information listed in the table of contents 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 supplementary information is fairly stated in all material respects in relation to the financial statements as a whole.

Mahe Duessel

Pittsburgh, Pennsylvania
October 24, 2024

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2024 AND 2023

| | Current Fund | High Schools Fund | Self-Insurance Fund | Pension Accounting Fund | Education Assistance Fund | Agency Fund | Elimination | Total | |
|------------------------------------|---------------------|----------------------|------------------------|-------------------------------|---------------------------------|-----------------|---------------------|----------------------|----------------------|
| | | | | | | | | 2024 | 2023 |
| Assets | | | | | | | | | |
| Cash and cash equivalents | \$ 98,645 | \$ 389,052 | \$ - | \$ - | \$ - | \$ 3,497 | \$ - | \$ 491,194 | \$ 416,851 |
| Investments: | | | | | | | | | |
| Temporary investments and deposits | 2,751,338 | 398,251 | 1,263,619 | - | - | - | - | 4,413,208 | 3,945,516 |
| Other investments | 55,673 | - | - | - | - | - | - | 55,673 | 55,673 |
| Total investments | 2,807,011 | 398,251 | 1,263,619 | - | - | - | - | 4,468,881 | 4,001,189 |
| Receivables: | | | | | | | | | |
| Parishes and schools | 2,923,799 | - | - | - | - | - | - | 2,923,799 | 2,332,473 |
| Ordained priests | 325,929 | - | - | - | - | - | - | 325,929 | 236,145 |
| Other | 211,476 | 402,553 | 27,280 | - | - | - | (127,221) | 514,088 | 1,025,693 |
| Less: allowance for credit losses | (1,088,414) | (261,066) | - | - | - | - | - | (1,349,480) | (1,280,433) |
| Total receivables, net | 2,372,790 | 141,487 | 27,280 | - | - | - | (127,221) | 2,414,336 | 2,313,878 |
| Prepaid and other assets | 105,097 | - | - | - | - | - | - | 105,097 | 81,953 |
| Due from other funds | 1,174,728 | 490,877 | - | - | 1,194,440 | 5,133 | - | 2,865,178 | 1,659,685 |
| Due from other Diocesan entities | 221,683 | - | - | - | - | - | - | 221,683 | 1,802,281 |
| Total Assets | \$ 6,779,954 | \$ 1,419,667 | \$ 1,290,899 | \$ - | \$ 1,194,440 | \$ 8,630 | \$ (127,221) | \$ 10,566,369 | \$ 10,275,837 |

(Continued)

See accompanying notes to financial statements.

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2024 AND 2023

(Continued)

| | Current Fund | High Schools Fund | Self-Insurance Fund | Pension Accounting Fund | Education Assistance Fund | Agency Fund | Elimination | 2024 Total | 2023 |
|--|---------------------|----------------------|------------------------|-------------------------------|---------------------------------|-----------------|---------------------|----------------------|----------------------|
| Liabilities and Net Assets (Deficits) | | | | | | | | | |
| Liabilities: | | | | | | | | | |
| Accounts payable | \$ 1,091,340 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,091,340 | \$ 1,292,140 |
| Accrued expenses | 72,389 | 116,876 | 1,823,460 | - | - | - | - | 2,012,725 | 2,351,809 |
| Agency and trust accounts: | | | | | | | | | |
| Funds held in escrow for others | - | 389,052 | - | - | - | 23,065 | (127,221) | 284,896 | 384,266 |
| Total agency and trust accounts | - | 389,052 | - | - | - | 23,065 | (127,221) | 284,896 | 384,266 |
| Deferred income | 116,223 | - | - | - | - | - | - | 116,223 | 98,327 |
| Accrued pension - lay plan | - | - | - | 5,565,379 | - | - | - | 5,565,379 | 7,393,827 |
| Accrued pension - priests | - | - | - | 1,621,838 | - | - | - | 1,621,838 | 2,525,032 |
| Accrued OPEB - priests | - | - | - | 3,919,822 | - | - | - | 3,919,822 | 3,767,434 |
| Due to other funds | 1,690,451 | - | 999,066 | - | - | 175,661 | - | 2,865,178 | 1,659,685 |
| Due to other Diocesan entities | 63,763 | - | - | - | - | - | - | 63,763 | 61,034 |
| Total Liabilities | 3,034,166 | 505,928 | 2,822,526 | 11,107,039 | - | 198,726 | (127,221) | 17,541,164 | 19,533,554 |
| Net Assets (Deficits): | | | | | | | | | |
| Without donor restrictions: | | | | | | | | | |
| Undesignated | (937,404) | 469,927 | (1,531,627) | (11,107,039) | 1,095,517 | (190,096) | - | (12,200,722) | (14,587,465) |
| Designated | 401,737 | 24,200 | - | - | - | - | - | 425,937 | 382,826 |
| Total without donor restrictions | (535,667) | 494,127 | (1,531,627) | (11,107,039) | 1,095,517 | (190,096) | - | (11,774,785) | (14,204,639) |
| With donor restrictions | 4,281,455 | 419,612 | - | - | 98,923 | - | - | 4,799,990 | 4,946,922 |
| Total Net Assets (Deficits) | 3,745,788 | 913,739 | (1,531,627) | (11,107,039) | 1,194,440 | (190,096) | - | (6,974,795) | (9,257,717) |
| Total Liabilities and Net Assets (Deficits) | \$ 6,779,954 | \$ 1,419,667 | \$ 1,290,899 | \$ - | \$ 1,194,440 | \$ 8,630 | \$ (127,221) | \$ 10,566,369 | \$ 10,275,837 |

(Concluded)

See accompanying notes to financial statements.

THE DIOCESE OF GREENSBURG, PENNSYLVANIA
STATEMENTS OF ACTIVITIES
YEARS ENDED JUNE 30, 2024 AND 2023

| | Current Fund | High Schools Fund | Self-Insurance Fund | Pension Accounting Fund | Education Assistance Fund | Agency Fund | Eliminations | 2024 | 2023 |
|--|-------------------|-------------------|---------------------|-------------------------|---------------------------|-----------------|--------------------|-------------------|-------------------|
| | | | | | | | | Total | |
| Net Assets Without Donor Restrictions: | | | | | | | | | |
| Revenues, gains, and other support: | | | | | | | | | |
| Diocesan billings and assessments | \$ 3,577,389 | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,577,389 | \$ 3,420,667 |
| Contributions/grants | 4,615,632 | - | - | - | - | - | - | 4,615,632 | 4,375,337 |
| Investment and endowment income | 1,146,657 | - | 70,040 | - | - | 6,856 | - | 1,223,553 | 1,177,464 |
| Auxiliary services | 659,147 | - | - | - | - | - | - | 659,147 | 680,507 |
| Other revenues | 2,762,790 | - | - | - | - | 90,542 | - | 2,853,332 | 2,760,611 |
| Diocesan high schools | - | 7,100,414 | - | - | - | - | (475,000) | 6,625,414 | 6,053,377 |
| Education and tuition assistance | - | - | - | - | 5,829,112 | - | (620,000) | 5,209,112 | 4,853,830 |
| Diocesan self-insurance program | - | - | 10,941,681 | - | - | - | - | 10,941,681 | 9,903,985 |
| Retained portion of external collections | 47,361 | - | - | - | - | - | - | 47,361 | 34,650 |
| Catholic campaign for human development | 50,999 | - | - | - | - | - | - | 50,999 | 38,689 |
| Total revenues, gains, and other support | 12,859,975 | 7,100,414 | 11,011,721 | - | 5,829,112 | 97,398 | (1,095,000) | 35,803,620 | 33,299,117 |
| Expenses and losses: | | | | | | | | | |
| Education | 2,663,424 | - | - | - | - | - | (620,000) | 2,043,424 | 1,692,310 |
| High school operations | - | 6,633,995 | - | - | - | - | - | 6,633,995 | 6,413,580 |
| Education and tuition assistance | - | - | - | - | 4,866,540 | - | (475,000) | 4,391,540 | 4,117,817 |
| Auxiliary services | 796,463 | - | - | - | - | - | - | 796,463 | 780,206 |
| Pastoral | 2,187,934 | - | - | - | - | 10,016 | - | 2,197,950 | 2,163,732 |
| Social services | 385,273 | - | - | - | - | - | - | 385,273 | 386,676 |
| Diocesan administrative offices | 5,435,532 | - | - | - | 434,584 | 98,819 | - | 5,968,935 | 5,566,328 |
| Religious personnel development | 922,290 | - | - | - | - | - | - | 922,290 | 672,966 |
| Self-insurance program | - | - | 12,099,501 | - | - | - | - | 12,099,501 | 11,371,004 |
| Victim's Comprehensive Reconciliation Initiative | - | - | 4,160 | - | - | - | - | 4,160 | 4,955 |
| Donations | 57,985 | - | - | - | - | - | - | 57,985 | 63,450 |
| Total expenses and losses | 12,448,901 | 6,633,995 | 12,103,661 | - | 5,301,124 | 108,835 | (1,095,000) | 35,501,516 | 33,233,024 |
| Excess (Deficiency) of Revenues, Gains, and Other Support Over Expenses and Losses Before Other Changes | 411,074 | 466,419 | (1,091,940) | - | 527,988 | (11,437) | - | 302,104 | 66,093 |

(Continued)

See accompanying notes to financial statements.

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

STATEMENT OF ACTIVITIES

YEARS ENDED JUNE 30, 2024 AND 2023

(Continued)

| | Current Fund | High Schools Fund | Self-Insurance Fund | Pension Accounting Fund | Education Assistance Fund | Agency Fund | Eliminations | 2024 | 2023 |
|--|---------------------|----------------------|------------------------|-------------------------------|---------------------------------|---------------------|--------------|-----------------------|-----------------------|
| | | | | | | | | Total | |
| Other changes: | | | | | | | | | |
| Change in pension and OPEB liabilities | - | - | - | 2,579,254 | - | - | - | 2,579,254 | 7,620,576 |
| Transfer from other funds | 75,000 | - | - | - | - | - | - | 75,000 | - |
| Transfer from other Diocesan entities | - | - | - | 201,661 | - | - | - | 201,661 | 3,383,216 |
| Transfer to other Diocesan entities | (239,933) | (331,222) | - | - | - | (82,010) | - | (653,165) | - |
| Transfer to other funds | - | - | - | - | (75,000) | - | - | (75,000) | (2,212,475) |
| Total other changes | <u>(164,933)</u> | <u>(331,222)</u> | <u>-</u> | <u>2,780,915</u> | <u>(75,000)</u> | <u>(82,010)</u> | <u>-</u> | <u>2,127,750</u> | <u>8,791,317</u> |
| Change in Net Assets Without Donor Restrictions | <u>246,141</u> | <u>135,197</u> | <u>(1,091,940)</u> | <u>2,780,915</u> | <u>452,988</u> | <u>(93,447)</u> | <u>-</u> | <u>2,429,854</u> | <u>8,857,410</u> |
| Net Assets with Donor Restrictions: | | | | | | | | | |
| Grants/contributions | 5,001,446 | 222,801 | - | - | 81,936 | - | - | 5,306,183 | 5,300,364 |
| Net assets released from restrictions | (5,107,394) | (207,863) | - | - | (137,858) | - | - | (5,453,115) | (4,642,226) |
| Change in Net Assets with Donor Restrictions | <u>(105,948)</u> | <u>14,938</u> | <u>-</u> | <u>-</u> | <u>(55,922)</u> | <u>-</u> | <u>-</u> | <u>(146,932)</u> | <u>658,138</u> |
| Change in Net Assets | <u>140,193</u> | <u>150,135</u> | <u>(1,091,940)</u> | <u>2,780,915</u> | <u>397,066</u> | <u>(93,447)</u> | <u>-</u> | <u>2,282,922</u> | <u>9,515,548</u> |
| Net Assets (Deficits): | | | | | | | | | |
| Beginning of year | <u>3,605,595</u> | <u>763,604</u> | <u>(439,687)</u> | <u>(13,887,954)</u> | <u>797,374</u> | <u>(96,649)</u> | <u>-</u> | <u>(9,257,717)</u> | <u>(18,773,265)</u> |
| End of year | <u>\$ 3,745,788</u> | <u>\$ 913,739</u> | <u>\$ (1,531,627)</u> | <u>\$ (11,107,039)</u> | <u>\$ 1,194,440</u> | <u>\$ (190,096)</u> | <u>\$ -</u> | <u>\$ (6,974,795)</u> | <u>\$ (9,257,717)</u> |

(Concluded)

See accompanying notes to financial statements.

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2024 AND 2023

| Cash Flows From Operating Activities: | 2024 | 2023 |
|---|--------------------|--------------------|
| Change in net assets | \$ 2,282,922 | \$ 9,515,548 |
| Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities: | | |
| Net realized/unrealized (gain) on investments | (7,374) | (16,054) |
| Changes in operating assets and liabilities: | | |
| Receivables | (100,458) | 314,115 |
| Accounts payable | (200,800) | (15,524) |
| Accrued expenses | (339,084) | 62,166 |
| Agency and trust accounts | (99,370) | (118,624) |
| Deferred income | 17,896 | (4,927,249) |
| Prepaid and other assets | (23,144) | 103,266 |
| Due to/from other Diocesan entities | 1,583,327 | (1,750,713) |
| Accrued postretirement benefits | 152,388 | 110,436 |
| Accrued pensions | <u>(2,731,642)</u> | <u>(3,647,026)</u> |
| Net cash provided by (used in) operating activities | <u>534,661</u> | <u>(369,659)</u> |
| Cash Flows From Investing Activities: | | |
| (Purchase) sale of investments | <u>(460,318)</u> | <u>376,098</u> |
| Net cash provided by (used in) investing activities | <u>(460,318)</u> | <u>376,098</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | 74,343 | 6,439 |
| Cash and Cash Equivalents: | | |
| Beginning of year | <u>416,851</u> | <u>410,412</u> |
| End of year | <u>\$ 491,194</u> | <u>\$ 416,851</u> |

See accompanying notes to financial statements.

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

1. Summary of Significant Accounting Policies

Reporting Entity

On March 10, 1951, Pope Pius XII, Roman Pontiff, erected the “Diocese of Greensburg” as an ecclesiastical district of the Roman Catholic Church comprising the geographic area of Armstrong, Fayette, Indiana, and Westmoreland counties in the Commonwealth of Pennsylvania. Under civil law, the Diocese of Greensburg exists as an unincorporated association (the “*Diocese*”), pursuant to and in accordance with applicable Pennsylvania law, and serves as the civil instrumentality through which the mission, ministries, and charities of the Roman Catholic Church are administered in the geographic area decreed the “Diocese of Greensburg.” Accordingly, under the leadership of the Bishop and in accordance with the Code of Canon Law (“*Canon Law*”) and applicable Pennsylvania law, the Diocese provides various services for and financial and other assistance to Catholic parishes, Catholic schools, and certain other Catholic institutions within the geographic area decreed as the “Diocese of Greensburg.” The Most Reverend Larry J. Kulick, JCL serves as the current Bishop of the Diocese and is individually responsible for the teaching, sanctification, and governance of the Diocese.

The financial statements include activities of the Diocese, including, among other funds, the following:

Current Fund – This fund accounts for financial transactions for the ordinary or central administrative operations of the Diocese. Net assets include those with and without donor restrictions.

High Schools – This fund accounts for financial transactions for the operations of the two diocesan schools, Greensburg Central Catholic Junior-Senior High School and Geibel Catholic Junior-Senior High School. Net assets include those with and without donor restrictions.

A scholarship opportunity has been established for students who wish to attend a Catholic school in the Diocese of Greensburg called the Saint Pope John Paul II Tuition Opportunity Partnership (TOP). The TOP student initiative was founded in 2020 by an anonymous donor from the local business community who received Catholic education and was profoundly influenced by Saint Pope John Paul II. The original \$2.4 million commitment provided tuition assistance for the 12 Catholic Schools in the Diocese of Greensburg to families that demonstrate a financial need and express a willingness to provide some financial contribution to the cost of the education and agree to support

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

the child's academic progress and faith life. In the fiscal year ended June 30, 2024, \$2.7 million was received for the program. Of this amount, support of \$569,025 and \$337,000 was recognized in the year ended June 30, 2024 by Greensburg Central Catholic Junior-Senior High School and Geibel Catholic Junior-Senior High School, respectively. In the fiscal year ended June 30, 2023, \$2.7 million was received for the program. Of this amount, support of \$569,025 and \$336,035 was recognized in the year ended June 30, 2023 by Greensburg Central Catholic Junior-Senior High School and Geibel Catholic Junior-Senior High School, respectively.

Self-Insurance Fund – This fund accounts for financial transactions for the self-insurance program for the central administrative operations of the Diocese, the schools in the Diocese of Greensburg, and parishes in the Diocese of Greensburg. Net assets are without donor restrictions. The fund's deficit at June 30, 2024 is expected to be funded by future billings.

Pension Accounting Fund – The pension accounting fund accounts for the total liability due to participants in the Diocese's pension and other postretirement benefits plans. Participants include diocesan and non-diocesan employees. As plan sponsor, the Diocese retains the total liability. In the statement of activities, the amount included as "change in pension and OPEB liabilities" includes actuarial gains and losses not included in current billings to participating entities, as well as changes in amounts estimated to be over/under billings to the participating entities. Net assets are without donor restrictions. At June 30, 2024, approximately 68% of the fund's deficit for the lay employees, and approximately 84% of the fund's deficit for the priests is expected to be funded by future parish billings. Diocesan operations will fund the remaining 32% and 16%, respectively. At June 30, 2023, approximately 68% of the fund's deficit for the lay employees, and approximately 81% of the fund's deficit for the priests is expected to be funded by future parish billings. Diocesan operations will fund the remaining 32% and 19%, respectively. As discussed in Note 4, investments designated for the other postretirement benefits plan are held by the Roman Catholic Diocese of Greensburg, a Pennsylvania Charitable Trust (Trust).

Education Assistance Fund - This fund accounts for the financial transactions for providing education assistance to the high schools as well as the elementary schools in the Diocese of Greensburg. Grants to the elementary schools for capital projects are also accounted for in this fund. Net assets include those with and without donor restrictions.

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

Agency Fund – This fund was established for the Society for the Propagation of the Faith (Mission Office) and Custodial Fund to operate in a fiduciary capacity, essentially as pass-through entities, to collect, hold, and remit amounts contributed by parishes and individuals for their intended purposes. The fund’s deficit at June 30, 2024 can be paid by withdrawal from its investments held in the Trust.

The Diocese receives funding from a variety of sources, including donations from the faithful, endowments of which the Diocese is a beneficiary, and certain trusts of which the Diocese is a beneficiary. In accordance with Canon Law and as permitted by Pennsylvania law, since the inception of the Diocese, property of the Diocese has been entrusted to the Bishop of the Diocese, with the Bishop of the Diocese holding all such property in trust for the benefit of the mission, ministries, and charities of the Roman Catholic Church within the “Diocese of Greensburg.” In March 2008, the Bishop of the Diocese executed a declaration of trust documenting the historical trust relationship as an express trust known as the Roman Catholic Diocese of Greensburg charitable trust (the “Trust”).

Historically, the Trust’s financial performance had been reported on a combined basis with the Diocese. Consistent with the separate reporting of the financial performance of entities like The Catholic Foundation for the Diocese of Greensburg, Pennsylvania, Catholic Charities of the Diocese of Greensburg, Pennsylvania, and Catholic Institute of Greensburg, Pennsylvania, it was determined proper to present the financial performance of the Diocese and Trust separately beginning in 2023, because each of the Diocese and Trust are separate and distinct legal entities. Assets and liabilities of the Trust at June 30, 2022 that were previously reported as part of the combined financial statements of, among others, the Diocese and Trust were as follows:

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

| | |
|--|-----------------------------|
| Plant fund: | |
| Capital assets | \$ 15,143,545 |
| Charitable Remainder Trust | 294,645 |
| Investments | 1,159,392 |
| Loans due to Catholic Institute, net | (558,439) |
| Total Plant fund | <u>16,039,143</u> |
| Current fund: | |
| Line of credit | (93,086) |
| Investments | 5,302,673 |
| Total Current fund | <u>5,209,587</u> |
| Pension fund: | |
| OPEB investments held by the Catholic Foundation | 10,622,535 |
| Mission fund: | |
| Investments | 356,770 |
| High school fund: | |
| Capital assets | 74,735 |
| Loans due to the Catholic Institute | (407,775) |
| Total High School fund | <u>(333,040)</u> |
| Total net assets of Trust, June 30, 2022 | <u><u>\$ 31,894,995</u></u> |

Separate financial statements are prepared and audited for, among other related but separate entities within the "Diocese of Greensburg," the Trust, The Catholic Foundation for the Diocese of Greensburg, Pennsylvania, Catholic Charities of the Diocese of Greensburg, Pennsylvania, and Catholic Institute of Greensburg, Pennsylvania, among others. The financial operations of individual parishes and other institutions distinct from the Diocese are not reflected in these financial statements. All significant balances and transactions between the funds presented in these financial statements have been eliminated.

Basis of Accounting

The accompanying financial statements are prepared using the accrual basis of accounting and include the assets, liabilities, net assets, and financial operations of certain activities of the Diocese and certain supporting trusts. Accordingly, revenues are recorded when earned and expenses are recognized when the liabilities are incurred.

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Any revenues received during the year which have not yet been earned are recorded as deferred income.

Resources are classified for accounting and reporting purposes into classes of net assets based on the existence of donor or grantor-imposed restrictions. Net assets without donor restrictions and net assets with donor restrictions are the two types of net asset classes reported. Gifts of cash and other assets are reported as contributions with donor restrictions if they are received with donor stipulations that limit the use of the assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as “net assets released from restrictions.”

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of 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.

Cash and Cash Equivalents

For purposes of the statements of cash flows, cash and cash equivalents include currency on hand and demand deposits with financial institutions. Investments in mutual funds and government agency investments are not considered cash equivalents.

At year-end, and at various times throughout the year, cash balances were maintained in excess of the federally insured limits for the years ended June 30, 2024 and 2023. The deposits were held at various financial institutions. The solvency of the financial institutions is monitored and is not a concern of management at this time.

Receivables

The Current Fund has established an allowance for credit losses that includes an amount for all parishes and schools in arrears on their monthly billing, adjusted for management’s assessment of current conditions, reasonable and supportable forecasts regarding future events, and any other factors deemed relevant. The parish and school receivable balance at July 1, 2022, the beginning of the fiscal years reported, was

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\$2,322,535. At June 30, 2023, and 2024, respectively, the end of the fiscal year, the parish and school receivable balances were \$2,332,473 and \$2,923,799. These balances include both program service revenues related to assessment and insurance billings, but also non-program billings related to employee compensation for parish and school employees which are not revenues to the Diocese.

A receivable and corresponding allowance for credit losses on student accounts is recorded in the High Schools fund related to tuition accounts from past school years. The allowance estimate is derived from a review of historical losses based on the aging of tuition accounts. This estimate is adjusted for management's assessment of current conditions, reasonable and supportable forecasts regarding future events, and any other factors deemed relevant. Student tuition receivable, net of allowance for credit losses at July 1, 2022, the beginning of the fiscal years presented, was \$136,149 and at June 30, 2023, the end of the fiscal year, student tuition receivable, net of allowance for credit losses was \$156,132. At June 30, 2024, the student tuition receivable, net of allowance for credit losses was \$104,782.

Revenue and Revenue Recognition

Unconditional promises to give are recorded as received as either net assets with or without donor restrictions, dependent upon the existence of a donor-imposed restriction. Conditional promises to give, that is, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

The Diocese recognizes revenue from billings and assessments for centralized administrative and programmatic support from the parishes and schools. The Diocese bills the parishes and schools based on standard rates that are calculated annually and allocated to each parish or school. Revenue is recognized monthly, as the performance obligation of delivering administrative and programmatic support is satisfied.

The Diocese recognizes self-insurance revenue from amounts billed to participants in the month in which the related benefit coverage is provided. Benefits are billed once per month based on calculated rates. The performance obligation of providing benefit coverage is simultaneously received and consumed by the participants; therefore, revenue is recognized as it is received.

The Diocese recognizes revenue from student tuition and fees at its high schools during the year in which the performance obligation of delivering educational services is met.

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Tuition is billed by the high schools in advance of the school year based on approved rates. Financial aid and scholarships provided to students are recorded as a reduction from the posted tuition at the time revenue is recognized. Revenue from fees for enrollment and tuition deposits received in advance prior to services being performed are deferred and recognized in the period to which the fees relate. The Diocese has no significant opening or closing contract liabilities for the years ended June 30, 2024 and 2023.

Expense Allocation

Expenses directly related to a specific program are charged to that program. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include expenses reported under the staff and operational overhead categories, which are allocated based on estimates of time and effort.

Income Taxes

The Diocese is listed in the Official Catholic Directory (OCD). All organizations listed in the OCD are exempt from federal income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code. In accordance with generally accepted accounting principles, the Diocese accounts for uncertain tax positions, if any, as required. Using the guidance, management has determined that there are no uncertain tax positions that qualify for either recognition or disclosure in the financial statements.

Adopted Accounting Standard

The provisions of this Standard Update have been adopted and incorporated into these financial statements:

ASU 2016-13, *“Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments.”* These amendments and related amendments require a financial asset (or a group of financial assets) measured at amortized cost basis to be presented at the net amount expected to be collected. This includes 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 impact of the adoption

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was not considered material to the financial statements and primarily resulted in new/enhanced disclosures only.

Reclassification

Certain amounts presented in the prior year have been reclassified in order to be consistent with the current year's presentation.

Subsequent Events

Subsequent events have been evaluated through the Independent Auditor's Report date, which is the date the financial statements were available to be issued.

2. Investments and Investment Income

In accordance with accounting principles generally accepted in the United States of America, debt and equity investments are carried at fair value. Investments at June 30, 2024 and 2023 consisted primarily of fixed income and equity securities, money market and mutual funds held by two investment companies and recorded at fair value of \$4,468,881 and \$4,001,189, respectively.

Investment and endowment income (without donor restrictions) consisted of the following for the years ended June 30, 2024 and 2023, respectively:

| | June 30, 2024 | June 30, 2023 |
|---|-----------------------------|-----------------------------|
| | <u> </u> | <u> </u> |
| Dividend and interest income, net of fees | \$ 1,216,179 | \$1,161,410 |
| Net realized and unrealized gains | 7,374 | 16,054 |
| | <u> </u> | <u> </u> |
| Investment and endowment income | <u>\$ 1,223,553</u> | <u>\$1,177,464</u> |

3. Fair Value

In accordance with accounting requirements, current guidance establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes

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the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices to active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2: Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2024 or 2023.

Money Market Funds, Mutual Funds, Fixed Income Securities, Equities and Other investments: Valued at the actively traded value of shares held at year-end.

The National Catholic Risk Retention Group (TNCRRG) Stock: Valued by the issuer at the TNCRRG fiscal year-end or whenever a shareholder withdraws.

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The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Diocese believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, assets at fair value as of June 30, 2024:

| | <u>Level 1</u> | <u>Level 2</u> | <u>Total</u> |
|--|---------------------|------------------|---------------------|
| Money market funds | \$ 4,014,957 | \$ - | \$ 4,014,957 |
| Other investments | 398,251 | - | 398,251 |
| National Catholic Risk Retention Stock | - | 55,673 | 55,673 |
| | <u>\$ 4,413,208</u> | <u>\$ 55,673</u> | <u>\$ 4,468,881</u> |

The following table sets forth by level, within the fair value hierarchy, assets at fair value as of June 30, 2023:

| | <u>Level 1</u> | <u>Level 2</u> | <u>Total</u> |
|--|---------------------|------------------|---------------------|
| Money market funds | \$ 2,175,262 | \$ - | \$ 2,175,262 |
| Fixed income | 1,066,726 | - | 1,066,726 |
| Equities | 327,527 | - | 327,527 |
| Other investments | 376,001 | - | 376,001 |
| National Catholic Risk Retention Stock | - | 55,673 | 55,673 |
| | <u>\$ 3,945,516</u> | <u>\$ 55,673</u> | <u>\$ 4,001,189</u> |

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4. Pension Plans and Other Postretirement Benefits

Pension Plans

The Diocese sponsors two defined benefit pension plans (plans) covering substantially all of its lay employees and its priests, respectively. Certain administrative costs of sponsoring the plans are paid by the Diocese in its role as plan sponsor. As prescribed under Canon law regarding various types of Diocesan expenses, the parishes and other Diocesan organizations whose employees and priests participate in the plans are required to contribute to the plans. The parishes and other participating agencies are billed for their share of annual plan contributions based on a percentage of their annual salaries and wages (5.33% in fiscal year 2023-2024). Contributions are made to the plans based upon actuarially recommended amounts. Monthly benefits from the Lay Employees Plan are based upon years of service and annual earnings while employed with the Diocese. Monthly benefits from the Priests Plan are a fixed monthly amount. These plans are considered to be "church plans" and are therefore exempt from the Employee Retirement Income Security Act of 1974 (ERISA).

The following table sets forth the plans' funded status and amounts recognized in the Diocese's financial statements at June 30, 2024:

| | <u>Lay Employees</u> | <u>Priests</u> |
|--|----------------------|----------------|
| Actuarial present value of benefit obligations | \$ 29,401,740 | \$ 10,377,451 |
| Projected benefit obligation (PBO) for services rendered to date | \$ 29,401,740 | \$ 10,377,451 |
| Plan assets at fair value | 23,836,361 | 8,755,613 |
| Accrued pension cost | \$ (5,565,379) | \$ (1,621,838) |

Items not yet recognized as a component of net periodic pension cost:

| | <u>Lay Employees</u> | <u>Priests</u> |
|--------------------|----------------------|---------------------|
| Prior service cost | \$ - | \$ 775,550 |
| Net loss | 5,767,744 | 1,504,326 |
| | <u>\$ 5,767,744</u> | <u>\$ 2,279,876</u> |

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The following table sets forth the plans' funded status and amounts recognized in the Diocese's financial statements at June 30, 2023:

| | <u>Lay Employees</u> | <u>Priests</u> |
|--|----------------------|----------------|
| Actuarial present value of benefit obligations | \$ 30,617,408 | \$ 11,002,869 |
| Projected benefit obligation (PBO) for services rendered to date | \$ 30,617,408 | \$ 11,002,869 |
| Plan assets at fair value | 23,223,581 | 8,477,837 |
| Accrued pension cost | \$ (7,393,827) | \$ (2,525,032) |

Items not yet recognized as a component of net periodic pension cost:

| | <u>Lay Employees</u> | <u>Priests</u> |
|--------------------|----------------------|---------------------|
| Prior service cost | \$ - | \$ 606,924 |
| Net loss | 7,056,530 | 2,689,263 |
| | <u>\$ 7,056,530</u> | <u>\$ 3,296,187</u> |

The projected benefit obligations (PBO) decreased by approximately \$1.8 million between June 30, 2024 and 2023. The main contributing factor to the change was a result of a gain due to an increase in the discount rate. Other changes included a return on assets higher than the actuarial assumption, offset by updates to census data and the passage of time.

Benefits paid during the year ended June 30, 2024 and 2023 for the Lay Employees Plan were \$2,531,033 and \$2,518,631, respectively. Benefits paid during the year ended June 30, 2024 and 2023 for the Priests Plan were \$859,902 and \$879,297, respectively.

The preceding table setting forth the plans' funded status at June 30, 2024 and 2023 give effect to the establishment in February 1997 of separate trusts for the plans. Plan assets are segregated in a trust and cannot be used by the Diocese for other purposes. Plan assets for the Lay Employees Plan include 51% in equity securities, 45% in fixed income investments, and 4% in mutual fund investments and cash equivalents, which reflects the liability hedge as the Diocese moves forward to fully funded status. Plan assets for the Priests Plan at June 30, 2024 include 57% in equity securities, 39% in fixed income investments, and 4% in mutual fund investments and cash equivalents. Plan

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assets are considered to be Level 1 assets as described in Note 3. No changes have been made in valuation techniques.

To develop the expected long-term rate of return on asset assumptions, the Diocese considered the historical returns and the future expectations for returns for each asset class, as well as the target asset allocation of the pension portfolio. This resulted in the selection of 7.20% and 6.80% long-term rates of return on assets assumptions for the Lay and Priest plans for the 2023-2024 fiscal year and 6.70% and 6.25% for the 2022-2023 fiscal year.

The Diocese employs a conservative investment style for its plan assets. A high priority is placed on preservation of principal; therefore, a diversified, high-quality, low-turnover, long-term, investment strategy is used. The primary objective is a total return exceeding the relevant indices. The fund manager is provided with investment guidelines. These guidelines exclude investments in companies whose products or services are morally or socially inconsistent with the teachings of the Catholic Church.

The target asset allocation for the Priests Plan is fifty-five percent (55.0%) equities, thirty-three percent (33.0%) fixed income, ten percent (10.0%) alternative securities, and two percent (2.0%) cash. The target allocation for the Lay Plan is sixty-five percent (65.0%) equities, twenty-five percent (25.0%) fixed income, and ten percent (10.0%) alternative securities. Investments are to be reasonably diversified by industry and companies within an industry where exposure to any single issuer will not exceed 5.0% of the portfolio market value. Exceptions are made for U.S. Treasuries and Agencies. The fund manager is not permitted to purchase equity securities on margin, sell short, trade commodities futures, or deal in put or call option contracts except as provided for regarding alternative investments, which may be used to reduce, not increase, market risk in the portfolio. Investments are to be made in marketable securities, which therefore excludes private placements and public issues for which the market is severely restricted.

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Net Diocesan periodic pension cost (credit) included the following components for the year ended June 30, 2024:

| | Lay | |
|--|-------------------|-------------------|
| | Employees | Priests |
| Service cost - benefits earned during the year | \$ - | \$ 22,404 |
| Interest cost on projected benefit obligation | 1,581,727 | 568,310 |
| Net amortization and deferral | 215,236 | 240,547 |
| Expected return on assets | (1,582,133) | (545,054) |
| Net periodic pension cost (credit) | <u>\$ 214,830</u> | <u>\$ 286,207</u> |

Net Diocesan periodic pension cost (credit) included the following components for the year ended June 30, 2023:

| | Lay | |
|--|-------------------|-------------------|
| | Employees | Priests |
| Service cost - benefits earned during the year | \$ - | \$ 29,033 |
| Interest cost on projected benefit obligation | 1,433,778 | 490,618 |
| Net amortization and deferral | 356,166 | 259,602 |
| Expected return on assets | (1,438,195) | (499,786) |
| Net periodic pension cost (credit) | <u>\$ 351,749</u> | <u>\$ 279,467</u> |

The Diocese billed other participants approximately \$821,000 and \$643,000, for the years ended June 30, 2024 and 2023, respectively.

During 2023, the Diocese changed their accounting for the pension plans to exclude amounts attributable to parishes and schools related to their portion of the liabilities. The receivable from parishes and schools of \$772,210 and deferred income of \$998,761 as of June 30, 2022 was removed and recorded on the statement of activities as change in pension and OPEB liabilities for the year ended June 30, 2023.

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Actuarial assumptions used in the determination of net periodic pension cost and the projected benefit obligation for the plans were as follows:

| | 2024 | 2023 |
|---|------|------|
| Rate of increase in future compensation levels (Lay Employees Plan only) | N/A | N/A |
| Weighted-average discount rate | 5.6% | 5.3% |

The following table indicates the benefits expected to be paid in each of the next five fiscal years and in the aggregate for the five fiscal years thereafter in both the Lay Employees and Priests pension plans:

| Period from: | Lay | |
|-------------------------------|--------------|------------|
| | Employees | Priests |
| July 1, 2024 to June 30, 2025 | \$ 2,645,511 | \$ 925,454 |
| July 1, 2025 to June 30, 2026 | 2,630,448 | 931,332 |
| July 1, 2026 to June 30, 2027 | 2,594,983 | 923,928 |
| July 1, 2027 to June 30, 2028 | 2,558,778 | 910,117 |
| July 1, 2028 to June 30, 2029 | 2,517,568 | 887,621 |
| Next five years | 11,643,907 | 4,004,433 |

Employer contributions paid during the fiscal years ended June 30, 2024 and 2023 for the Lay Employees' pension plan were \$844,751 and \$658,537, respectively. Employer contributions paid during the fiscal years ended June 30, 2024 and 2023 for the Priests pension plan were \$173,091 and \$184,848, respectively. There were no participant contributions. Expected contributions to be paid to the Lay Employees and Priests pension plans during the fiscal year ending June 30, 2025 are \$860,000 and \$246,000, respectively.

The measurement date used to determine pension and other postretirement benefit measurements was June 30, 2024.

Defined Contribution Plan

The Diocese offers all of its employees the opportunity to participate in its 403(b) defined contribution plan. The Diocese provides 100% match on first 2% employee contribution; 50% match on next 3% employee contribution, with a maximum of 3.5%

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match on 5% or greater employee contribution. For the years ended June 30, 2024 and 2023, expenses for this part of the plan were \$228,576 and \$223,552, respectively.

Effective July 1, 2015, the Diocese froze accruals and participation in its Lay Employee Defined Benefit Pension Plan described above. The defined benefit plan was replaced with an enhanced 403(b) plan which is non-elective for the employee. Eligibility requirements to participate in the plan are the same that applied to the defined benefit plan.

The non-contributory payment for employees meeting the eligibility requirements (1,000 hours and two years of service), is based on each employee's "points." Points are calculated by adding an employee's age and their years of service, as of July 1.

| | |
|----------------|--------------------|
| <55 points | 2% of employee pay |
| 55 – 79 points | 4% of employee pay |
| 80+ points | 6% of employee pay |

For the years ended June 30, 2024 and 2023, expenses for this part of the plan were \$208,228 and \$204,475, respectively.

Other Postretirement Benefits

The Diocese also provides other postretirement benefits to its priests upon their retirement. These benefits include health care coverage and disability benefits. As allowed under accounting principles generally accepted in the United States of America, the Diocese has elected to delay recognition of the initial transition obligation.

The following sets forth the postretirement benefit plan's funded status reconciled with the amounts recognized in the statement of financial position at June 30, 2024 and 2023.

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Accumulated postretirement benefit obligations (APBO) at June 30, 2024 and 2023:

| | 2024 | 2023 |
|--|-----------------------|-----------------------|
| Retirees | \$ (2,293,467) | \$ (2,132,895) |
| Fully eligible active participants | (971,487) | (1,020,960) |
| Other active participants | (654,868) | (613,579) |
| Benefit obligations | <u>\$ (3,919,822)</u> | <u>\$ (3,767,434)</u> |
| Unrecognized net (gain) loss | <u>\$ (3,142,460)</u> | <u>\$ (3,331,335)</u> |
| Total not yet recognized in net periodic benefit cost (credit) | <u>\$ (3,142,460)</u> | <u>\$ (3,331,335)</u> |

The discount rates used in determining the Actuarial Present Value of Benefit Obligations (APBO) was 5.62% and 5.32% at June 30, 2024 and 2023, respectively.

The Diocese previously recorded deferred income for the portion of income earned by other postretirement benefit assets attributed to outside participants. Other postretirement assets are held by the Trust and accordingly, the deferred revenue has been adjusted as a component of "Change in pension and OPEB liabilities" on the Statement of Activities.

Net Diocesan postretirement benefit expense included the following components for the year ended June 30, 2024 and 2023, respectively:

| | 2024 | 2023 |
|------------------------------------|---------------------|---------------------|
| Service cost | \$ 29,853 | \$ 34,796 |
| Interest cost | 197,316 | 163,929 |
| Expected return on plan assets | (886,618) | (727,644) |
| Net amortization and deferral | <u>(201,809)</u> | <u>(136,698)</u> |
| Net periodic benefit cost (credit) | <u>\$ (861,258)</u> | <u>\$ (665,617)</u> |

The assumed rate of increase in the per capita cost of covered benefits (the health care cost trend rate) for health care plans is 7.95% for 2024 and is assumed to decrease to 4.0% by 2049 and remain at that level thereafter. The health care cost trend rate assumption has a significant effect on the amounts reported.

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5. Diocesan Insurance Program

Through its insurance program, the Diocese seeks to minimize its insurance costs through central administration, self-insurance of property and liability claims and placement of insurance coverage. The pro rata share of the cost of coverage through self-insurance and the cost of insurance premiums are billed to parishes and other participating Diocesan organizations. As of June 30, 2024 and 2023, the Diocese has accrued \$1,823,460 and \$1,989,591, respectively, in claims that were incurred prior to the end of the fiscal year but were not paid. The Diocese is actively defending these claims with their legal counsel, and any potential costs would be paid from the Self-Insurance fund.

6. Net Assets With Donor Restrictions

Net assets with donor restrictions are available for the following purposes:

| | June 30, 2024 | June 30, 2023 |
|---|---------------------|---------------------|
| Diocesan Lenten Appeal contributions for periods after June 30 (time restricted) | \$ 3,774,048 | \$ 3,662,211 |
| High Schools (use restricted) | 419,612 | 559,519 |
| Department of Education (use restricted) | 327,851 | 218,163 |
| Permanent Diaconate Program (use restricted) | 88,267 | 47,443 |
| Diocesan Council of Catholic Women (use restricted) | 4,122 | 4,122 |
| School Safety (use restricted) | 112,555 | 341,004 |
| Neumann House (use restricted) | 7,853 | 7,853 |
| Diocesan Heritage Center (use restricted) | 65,682 | 56,607 |
| Education of seminarians and clergy (use restricted) | - | 50,000 |
| | <u>\$ 4,799,990</u> | <u>\$ 4,946,922</u> |

7. Net Assets Released from Restrictions

Net assets of \$5,453,115 and \$4,642,226 were released from donor restrictions during the fiscal year ended June 30, 2024 and 2023, respectively, by incurring expenses satisfying the restricted purpose of \$1,790,904 and \$1,100,411, respectively, or the lapsing of a time restriction of \$3,662,211 and \$3,541,815, respectively.

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For financial statement purposes, net assets released from restrictions are classified as such in the net assets with donor restrictions section of the statements of activities but are combined with revenues, gains, and other support in the net assets without donor restrictions.

8. Net Assets Without Donor Restrictions

Designated net assets are outlined in the following table:

| | <u>June 30, 2024</u> | <u>June 30, 2023</u> |
|--|----------------------|----------------------|
| Current Fund: | | |
| Charitable contributions | \$ 210,597 | \$ 205,172 |
| Diocesan Poverty Relief Fund | 97,976 | 59,492 |
| Government school programs | 2,587 | 6,152 |
| General use of the Diocese | 20,050 | 20,050 |
| Societies of the Diocese | 13,383 | 10,698 |
| Vocations program | 7,000 | 7,000 |
| Fayette Room | 12,500 | 12,500 |
| Faith Formation and Discipleship program | 35,702 | 35,702 |
| Worship and word program | 1,942 | 2,257 |
| | <u>\$ 401,737</u> | <u>\$ 359,023</u> |
| High Schools: | | |
| Tuition assistance designated | <u>\$ 24,200</u> | <u>\$ 23,803</u> |

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9. Expenses

The Diocese provides administrative services to parishes and schools of the Diocese of Greensburg. Expenses on a functional and natural basis are as follows for the year ended June 30, 2024:

| | <u>Program</u> | <u>General and Administrative</u> | <u>Fundraising</u> | <u>Total</u> |
|--|---------------------|---------------------------------------|--------------------|---------------------|
| Insurance claims and settlements expense | \$11,796,898 | \$ 218,729 | \$ - | \$12,015,627 |
| Compensation and benefits | 3,180,321 | 2,976,236 | 473,090 | 6,629,647 |
| Evangelization expenses | 1,539,723 | - | - | 1,539,723 |
| Ministry expenses | 771,775 | - | - | 771,775 |
| Office expenses | 601,107 | 744,806 | 323,805 | 1,669,718 |
| Occupancy | 506,667 | 6,576 | 27,926 | 541,169 |
| Education services: | | | | |
| Compensation and benefits | 4,702,035 | - | - | 4,702,035 |
| Ops and maintenance | 953,528 | - | - | 953,528 |
| Tuition assistance | 4,651,220 | - | - | 4,651,220 |
| Other operating costs | <u>2,027,074</u> | - | - | <u>2,027,074</u> |
| Total education services | <u>12,333,857</u> | - | - | <u>12,333,857</u> |
| Total | <u>\$30,730,348</u> | <u>\$ 3,946,347</u> | <u>\$ 824,821</u> | <u>\$35,501,516</u> |

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

Expenses on a functional and natural basis are as follows for the year ended June 30, 2023:

| | Program | General and Administrative | Fundraising | Total |
|--|---------------------|----------------------------|-------------------|---------------------|
| Insurance claims and settlements expense | \$11,139,532 | \$ 194,690 | \$ - | \$11,334,222 |
| Compensation and benefits | 2,781,659 | 2,741,158 | 405,016 | 5,927,833 |
| Evangelization expenses | 1,324,538 | - | - | 1,324,538 |
| Ministry expenses | 708,905 | - | - | 708,905 |
| Office expenses | 574,633 | 670,322 | 286,566 | 1,531,521 |
| Occupancy | 589,609 | 6,400 | 27,399 | 623,408 |
| Education services: | | | | |
| Compensation and benefits | 4,560,140 | - | - | 4,560,140 |
| Ops and maintenance | 872,474 | - | - | 872,474 |
| Tuition assistance | 4,117,817 | - | - | 4,117,817 |
| Other operating costs | 2,232,166 | - | - | 2,232,166 |
| Total education services | 11,782,597 | - | - | 11,782,597 |
| Total | <u>\$28,901,473</u> | <u>\$ 3,612,570</u> | <u>\$ 718,981</u> | <u>\$33,233,024</u> |

10. Liquidity and Availability

The Diocese manages its liquid resources by focusing on budgeting efforts to ensure that there are adequate income sources to cover the cost of all programs that are being conducted. The Diocese prepares very detailed budgets and has been very active in fiscal management to ensure the entity remains liquid.

The Diocese is the beneficiary of certain funds owned by the Catholic Foundation. These funds are subject to the Total Return Spending Policy of the Foundation. Under this policy, 4.6% of the rolling three-year average market value of each individual applicable endowment is distributed to support Diocesan operations and, in some cases, specific programs.

The total return is subject to annual appropriation to the operating budget, when approved annually by the Catholic Foundation Board of Members and Board of Trustees as part of the budget process.

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

The Diocese receives funding for its operational needs from third parties and the Roman Catholic Diocese of Greensburg charitable trust (the "Trust"). Those amounts are typically sufficient to fund the operational needs of the Diocese.

On an annual basis the Trust distributes income or principal as the Bishop as trustee deems appropriate, in the Bishop's sole discretion, for the purposes of carrying out the mission, ministry, and other charities of the Roman Catholic Church within the Diocese.

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date, comprise the following:

| | 2024 | 2023 |
|--|---------------------|---------------------|
| Total assets, at year-end | \$ 10,566,369 | \$ 10,275,837 |
| Parish receivables in arrears | (994,835) | (556,080) |
| Funds held on behalf of others | (284,896) | (384,266) |
| Prepays and other assets | (105,097) | (81,953) |
| Receivables not expected in one year | (104,782) | (425,281) |
| Board-designated net assets | (425,937) | (382,826) |
| Net assets restricted by donor with purpose restrictions | <u>(1,025,942)</u> | <u>(1,284,711)</u> |
| Financial assets available to meet cash needs for general expenditures within one year | <u>\$ 7,624,880</u> | <u>\$ 7,160,720</u> |

11. Commitments and Contingencies

The Diocese announced a Comprehensive Reconciliation Initiative (Initiative) in February 2019 to help survivors of clergy sexual abuse. The Initiative included a Survivors' Compensation Program (Program), an opportunity for survivors to have personal interaction with an objective program administrator, as well as counseling, spiritual guidance, and pastoral care for anyone impacted by clergy abuse in the Diocese. The Program was administered by Commonwealth Mediation and Conciliation, Inc. (CMCI) of Boston, a private dispute resolution firm experienced in mediation and arbitration services. Claims were submitted directly to CMCI, which administered them by conducting in-person meetings with claimants. Although the Program has since closed, the Initiative is continuing and ongoing. As of August 31, 2024, the Initiative has resulted in settlements with 84 survivors totaling \$8,218,218, with other catholic institutions contributing \$676,067 toward those settlements, and insurance

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

reimbursement in the amount of \$750,000 from The National Catholic Risk Retention Group, which is the Diocese's excess liability insurance carrier. The balance of the settlements have been funded by the Self-Insurance Fund (57%), Plant Fund (7%), and Current Fund (36%). The Diocese has also incurred \$22,115 in counseling fees and \$204,062 in fees paid to CMCI to administer the Program.

Management is aware that there could be potential legislation brought forward by the Commonwealth of Pennsylvania in 2024-2025 to change the Statute of Limitations for claims of child sexual abuse. At this time, the Diocese is unable to determine the ultimate outcome of potential future actions in connection with this possible change in the law. No material amounts have been recorded for settlement of these matters, as the potential financial impact on the Diocese is not presently determinable. However, it is possible that the ultimate resolution of these matters could have a material adverse impact on the Diocese's results of operations, liquidity and financial position. In addition, it is possible that the ultimate number of actions against the Diocese could increase from those presently known.

The Diocese is a named defendant in a class action lawsuit, captioned *O'Connor v Roman Catholic Diocese of Pittsburgh, et al.*, GD-18-011983, currently pending in the Court of Common Pleas of Allegheny County. Plaintiffs' class action lawsuit asserts claims for public nuisance and mandamus, and seeks only declaratory and injunctive relief (not monetary damages). Specifically, plaintiffs' class action lawsuit seeks the production of all of the records produced by the Diocese to the 40th Statewide Investigative Grand Jury, which resulted in the 2018 Grand Jury Report. Plaintiffs' original complaint was dismissed for lack of standing as to the Diocese. Plaintiffs recently filed a third amended complaint, naming a Greensburg-specific plaintiff. The Diocese has again moved to dismiss plaintiffs' complaint for lack of standing and for failure to state of a claim of either public nuisance or mandamus against the Diocese. That motion remains pending before the Court.

The Diocese has received and responded to three separate third-party subpoenas it has been served with related to three separate cases filed in New York state court pursuant to the New York Child Victims Act. See *McNierney v. Archdiocese of New York, et al.*, No. 950415/2020; *Batka v. Roman Catholic Archdiocese of New York, et al.*, No. 950718/2020; *Clements v. Roman Catholic Archdiocese of New York, et al.*, No. 950799/2021. All three third-party subpoenas sought records related to an Archdiocese of New York priest who briefly served in the Diocese, but was never incardinated in the Diocese. The Diocese has produced the responsive records it has in its possession in

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

response to the three third-party subpoenas. The Diocese is not a named defendant in any of the three cases pending in New York state court.

In the ordinary course of conducting charitable, religious, social, and educational ministries, the Diocese is exposed to risks of loss for which the Diocese carries commercial insurance. There are various matters of pending or threatened litigation in which the Diocese is involved. In the opinion of the Diocese's management, the effect on the financial statements of potential losses associated with any such claim and/or lawsuit should not be material. Accordingly, the financial statements do not include an adjustment for any potential liability that may arise from pending claims.

SUPPLEMENTARY INFORMATION

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

SCHEDULES OF CURRENT FUND REVENUES AND OTHER SUPPORT - WITHOUT DONOR RESTRICTIONS

YEARS ENDED JUNE 30, 2024 AND 2023

| Diocesan Billings and Assessments: | 2024 | 2023 |
|---|---------------|---------------|
| Diocesan assessment | \$ 2,947,446 | \$ 2,811,296 |
| Accent assessment | 549,852 | 555,671 |
| Education and Spiritual Formation | 80,091 | 53,700 |
| Total Diocesan billings and assessments | 3,577,389 | 3,420,667 |
| Contributions/Grants: | | |
| Diocesan Lenten Appeal | 3,778,675 | 3,587,166 |
| Seminarian and clergy formation collection | 372,899 | 311,160 |
| Donations and bequests | 59,800 | 316,775 |
| Lay ministry education programs | 404,258 | 160,236 |
| Total contributions/grants | 4,615,632 | 4,375,337 |
| Investment and Endowment Income: | | |
| Current Fund investments | 445,298 | 366,262 |
| Endowment Fund income for education of priests and lay ministers | 390,506 | 404,972 |
| Endowment Fund income for evangelization and faith formation | 310,853 | 299,912 |
| Total investment and endowment income | 1,146,657 | 1,071,146 |
| Auxiliary Services: | | |
| Income derived from utilization of the Christ Our Shepherd Center | 659,147 | 680,507 |
| Other Revenues: | | |
| Hospital ministry | 580,838 | 588,611 |
| Management fees | 401,187 | 313,677 |
| Government programs | 593,992 | 624,657 |
| Neumann House residence fees | 164,080 | 167,437 |
| Advertising and subscription revenues | 203,239 | 128,382 |
| Dispensations | 950 | 975 |
| Communication media collection | 7,562 | 7,537 |
| Other | 810,728 | 712,033 |
| Rents and royalties | 214 | 638 |
| Total other revenues | 2,762,790 | 2,543,947 |
| Other Diocesan Programs: | | |
| Retained portion of external collections | 47,361 | 34,650 |
| Diocesan Poverty Relief Fund | 50,999 | 38,689 |
| Total other Diocesan programs | 98,360 | 73,339 |
| Total Current Fund Revenues and Other Support - Without Donor Restrictions | \$ 12,859,975 | \$ 12,164,943 |

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

SCHEDULES OF CURRENT FUND EXPENSES WITHOUT DONOR RESTRICTIONS

YEARS ENDED JUNE 30, 2024 AND 2023

| Education: | 2024 | 2023 |
|--|--------------|--------------|
| Education and Spiritual Formation | \$ 1,220,752 | \$ 1,067,011 |
| Secondary education contribution to tuition assistance fund | 475,000 | 475,000 |
| Elementary education contribution to tuition assistance fund | 145,000 | 145,000 |
| Government programs | 822,672 | 625,299 |
| Total education | 2,663,424 | 2,312,310 |
| Auxiliary Services: | | |
| Operation and maintenance of the Christ Our Shepherd Center | 796,463 | 780,206 |
| Pastoral: | | |
| Hospital ministries | 546,621 | 587,380 |
| Retired, sick, and unassigned priests | 311,868 | 315,213 |
| General diocesan administration | 549,518 | 531,771 |
| Matrimonial office | 180,861 | 169,713 |
| Special events | 132,333 | 95,198 |
| Operations - Neumann House | 378,167 | 366,481 |
| Curator / archives | 26,724 | 30,249 |
| Future parish sites maintenance | 6,978 | 7,003 |
| Cursillo movement/charismatic renewal | 19,714 | 11,503 |
| Diocesan cemeteries office | 1,085 | 1,075 |
| Lay pension actuarial adjustment | 34,065 | 32,654 |
| Total pastoral | 2,187,934 | 2,148,240 |
| Social Services: | | |
| Catholic Charities subsidy | 378,250 | 378,250 |
| Diocesan Council of Catholic Women | 7,023 | 8,426 |
| Total social services | 385,273 | 386,676 |

(Continued)

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

SCHEDULES OF CURRENT FUND EXPENSES WITHOUT DONOR RESTRICTIONS

YEARS ENDED JUNE 30, 2024 AND 2023
(Continued)

| Diocesan Administrative Offices: | 2024 | 2023 |
|--|---------------|---------------|
| Communications and Evangelization office | 1,539,723 | 1,324,538 |
| Information technology office | 1,208,283 | 1,126,162 |
| Finance office | 891,947 | 805,923 |
| Development office | 692,488 | 623,783 |
| Bishop's office | 258,498 | 260,318 |
| Bishops' residence | 136,051 | 167,778 |
| Engineering and Facilities Management office | 237,830 | 240,432 |
| Vicar General's office | 162,346 | 145,880 |
| Permanent Diaconate office | 39,970 | 64,218 |
| Human Resources office | 130,695 | 101,595 |
| Services and Facilities office | 4,656 | 4,573 |
| Retired Bishop's office and residence | 133,045 | 131,789 |
| Total Diocesan administrative offices | 5,435,532 | 4,996,989 |
| | | |
| Religious Personnel Development: | | |
| Vocation program office | 682,075 | 527,015 |
| International priests program | 240,215 | 145,951 |
| Total religious personnel development | 922,290 | 672,966 |
| | | |
| Other Diocesan Programs: | | |
| Donations | 57,985 | 63,450 |
| Total Current Fund Expenses and Losses - Without Donor Restrictions | \$ 12,448,901 | \$ 11,360,837 |

(Concluded)

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

COMBINING SCHEDULES OF DIOCESAN HIGH SCHOOLS ASSETS, LIABILITIES, AND NET ASSETS

JUNE 30, 2024 AND 2023

| | 2024 | | | 2023 | | |
|---|-----------------------------------|--------------------|---------------------|-----------------------------------|--------------------|---------------------|
| | Greensburg Central Catholic | Geibel Catholic | Total | Greensburg Central Catholic | Geibel Catholic | Total |
| | | | | | | |
| Assets | | | | | | |
| Temporary investments and deposits | \$ 225,661 | \$ 172,590 | \$ 398,251 | \$ 182,075 | \$ 193,926 | \$ 376,001 |
| Student activity accounts | 328,721 | 60,331 | 389,052 | 274,646 | 64,827 | 339,473 |
| Tuition receivable | 146,122 | 219,726 | 365,848 | 124,416 | 223,735 | 348,151 |
| Less: allowance for credit losses | (118,216) | (142,850) | (261,066) | (88,934) | (103,085) | (192,019) |
| Other receivables | 36,705 | - | 36,705 | 40,205 | - | 40,205 |
| Due from other funds | 457,514 | 33,363 | 490,877 | 450,366 | 15,553 | 465,919 |
| Total Assets | \$ 1,076,507 | \$ 343,160 | \$ 1,419,667 | \$ 982,774 | \$ 394,956 | \$ 1,377,730 |
| Liabilities and Net Assets | | | | | | |
| Liabilities: | | | | | | |
| Funds held in escrow for others | \$ 328,721 | \$ 60,331 | \$ 389,052 | \$ 274,646 | \$ 64,827 | \$ 339,473 |
| Accrued expenses | 91,959 | 24,917 | 116,876 | 220,843 | 53,810 | 274,653 |
| Total Liabilities | 420,680 | 85,248 | 505,928 | 495,489 | 118,637 | 614,126 |
| Net Assets: | | | | | | |
| Without Donor Restrictions: | | | | | | |
| Undesignated | 391,072 | 78,855 | 469,927 | 268,648 | 66,479 | 335,127 |
| Designated | - | 24,200 | 24,200 | - | 23,803 | 23,803 |
| Total Without Donor Restrictions | 391,072 | 103,055 | 494,127 | 268,648 | 90,282 | 358,930 |
| With Donor Restrictions | 264,755 | 154,857 | 419,612 | 218,637 | 186,037 | 404,674 |
| Total Net Assets | 655,827 | 257,912 | 913,739 | 487,285 | 276,319 | 763,604 |
| Total Liabilities and Net Assets | \$ 1,076,507 | \$ 343,160 | \$ 1,419,667 | \$ 982,774 | \$ 394,956 | \$ 1,377,730 |

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

COMBINING SCHEDULES OF DIOCESAN HIGH SCHOOLS REVENUES AND EXPENSES

YEARS ENDED JUNE 30, 2024 AND 2023

| | 2024 | | | 2023 | | |
|--|-----------------------------------|--------------------|--------------|-----------------------------------|--------------------|--------------|
| | Greensburg Central Catholic | Geibel Catholic | Combined | Greensburg Central Catholic | Geibel Catholic | Combined |
| | Revenues: | | | | | |
| Tuition | \$ 1,908,727 | \$ 415,575 | \$ 2,324,302 | \$ 1,955,097 | \$ 389,460 | \$ 2,344,557 |
| Parish subsidy | 872,409 | 521,591 | 1,394,000 | 839,561 | 444,439 | 1,284,000 |
| Diocesan subsidy | 259,706 | 247,850 | 507,556 | 259,986 | 253,431 | 513,417 |
| Athletic income | 57,675 | 17,799 | 75,474 | 50,017 | 7,471 | 57,488 |
| Development and other | 1,692,755 | 1,106,327 | 2,799,082 | 1,640,682 | 688,233 | 2,328,915 |
| Total revenues | 4,791,272 | 2,309,142 | 7,100,414 | 4,745,343 | 1,783,034 | 6,528,377 |
| Expenses: | | | | | | |
| Instruction | 2,198,325 | 1,021,788 | 3,220,113 | 2,326,390 | 952,778 | 3,279,168 |
| Operation and maintenance | 636,277 | 317,251 | 953,528 | 586,009 | 286,465 | 872,474 |
| Student body activities | 468,629 | 139,534 | 608,163 | 455,742 | 139,295 | 595,037 |
| Administrative | 941,060 | 405,349 | 1,346,409 | 780,947 | 308,588 | 1,089,535 |
| Transportation service | 196,525 | 121,100 | 317,625 | 202,950 | 128,386 | 331,336 |
| Cafeteria | - | 105,765 | 105,765 | - | 97,567 | 97,567 |
| Other | 81,146 | 1,246 | 82,392 | 123,422 | 25,041 | 148,463 |
| Total expenses | 4,521,962 | 2,112,033 | 6,633,995 | 4,475,460 | 1,938,120 | 6,413,580 |
| Other Changes in Net Assets Without Donor Restrictions: | | | | | | |
| Transfers to the Trust | (146,886) | (184,336) | (331,222) | (233,678) | (44,700) | (278,378) |
| Total other changes in net assets without donor restrictions | (146,886) | (184,336) | (331,222) | (233,678) | (44,700) | (278,378) |
| Change in Net Assets Without Donor Restrictions | 122,424 | 12,773 | 135,197 | 36,205 | (199,786) | (163,581) |
| Net Assets With Donor Restrictions: | | | | | | |
| Grants/contributions | 79,526 | 143,275 | 222,801 | 161,066 | 55,089 | 216,155 |
| Net assets released from restrictions | (33,408) | (174,455) | (207,863) | (143,100) | (54,928) | (198,028) |
| Change in Net Assets With Donor Restrictions | 46,118 | (31,180) | 14,938 | 17,966 | 161 | 18,127 |
| Change in Net Assets | 168,542 | (18,407) | 150,135 | 54,171 | (199,625) | (145,454) |
| Net Assets (Deficits): | | | | | | |
| Beginning of year | 487,285 | 276,319 | 763,604 | 433,114 | 475,944 | 909,058 |
| End of year | \$ 655,827 | \$ 257,912 | \$ 913,739 | \$ 487,285 | \$ 276,319 | \$ 763,604 |

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

COMBINING SCHEDULES OF DIOCESAN AGENCY FUNDS ASSETS, LIABILITIES, AND NET ASSETS

JUNE 30, 2024 AND 2023

| <u>Assets</u> | 2024 | | | 2023 | | |
|---|-----------------|-------------------|-----------------|-----------------|-------------------|-------------------|
| | Mission Fund | Custodian Fund | Total | Mission Fund | Custodian Fund | Total |
| Cash and cash equivalents | \$ 3,497 | \$ - | \$ 3,497 | \$ 4,740 | \$ - | \$ 4,740 |
| Due from other funds | - | 5,133 | 5,133 | - | 99,157 | 99,157 |
| Total Assets | \$ 3,497 | \$ 5,133 | \$ 8,630 | \$ 4,740 | \$ 99,157 | \$ 103,897 |
| Liabilities and Net Assets | | | | | | |
| Liabilities: | | | | | | |
| Funds held in escrow for others | \$ 17,932 | \$ 5,133 | \$ 23,065 | \$ 19,379 | \$ 99,157 | \$ 118,536 |
| Due to other funds | 175,661 | - | 175,661 | 82,010 | - | 82,010 |
| Total Liabilities | 193,593 | 5,133 | 198,726 | 101,389 | 99,157 | 200,546 |
| Net Assets: | | | | | | |
| Without donor restrictions - undesignated | (190,096) | - | (190,096) | (96,649) | - | (96,649) |
| Total Net Assets | (190,096) | - | (190,096) | (96,649) | - | (96,649) |
| Total Liabilities and Net Assets | \$ 3,497 | \$ 5,133 | \$ 8,630 | \$ 4,740 | \$ 99,157 | \$ 103,897 |

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

COMBINING SCHEDULES OF DIOCESAN AGENCY FUNDS REVENUES AND EXPENSES

YEARS ENDED JUNE 30, 2024 AND 2023

| | 2024 | | | 2023 | | |
|--|-----------------|-------------------|--------------|-----------------|-------------------|-------------|
| | Mission Fund | Custodian Fund | Total | Mission Fund | Custodian Fund | Total |
| Revenues: | | | | | | |
| Investment and endowment income | \$ 6,856 | \$ - | \$ 6,856 | \$ 6,014 | \$ - | \$ 6,014 |
| Other revenues | 90,542 | - | 90,542 | 216,664 | - | 216,664 |
| Total revenues | 97,398 | - | 97,398 | 222,678 | - | 222,678 |
| Expenses: | | | | | | |
| Pastoral | 10,016 | - | 10,016 | 15,492 | - | 15,492 |
| Diocesan administrative offices | 98,819 | - | 98,819 | 95,113 | - | 95,113 |
| Total expenses | 108,835 | - | 108,835 | 110,605 | - | 110,605 |
| Change in Net Assets | | | | | | |
| Without Donor Restrictions | (11,437) | - | (11,437) | 112,073 | - | 112,073 |
| Other Changes in Net Assets Without Donor Restrictions: | | | | | | |
| Transfer from other diocesan entities | - | - | - | 133,497 | - | 133,497 |
| Transfer to other diocesan entities | (82,010) | - | (82,010) | (115,400) | - | (115,400) |
| Change in Net Assets | (82,010) | - | (82,010) | 18,097 | - | 18,097 |
| Change in Net Assets | (93,447) | - | (93,447) | 130,170 | - | 130,170 |
| Net Assets: | | | | | | |
| Beginning of year | (96,649) | - | (96,649) | (226,819) | - | (226,819) |
| End of year | \$ (190,096) | \$ - | \$ (190,096) | \$ (96,649) | \$ - | \$ (96,649) |

THE DIOCESE OF GREENSBURG, PENNSYLVANIA

CUSTODIAN FUND SCHEDULES OF ADDITIONS AND DEDUCTIONS

YEARS ENDED JUNE 30, 2024 AND 2023

| Additions: | 2024 | 2023 |
|---|--------------|--------------|
| Diocesan Lenten Appeal | \$ 6,320,833 | \$ 6,381,702 |
| Children and family services | 116,454 | 98,981 |
| Support for retired priests and religious | 88,927 | 74,284 |
| Seminarian and clergy formation | 392,526 | 327,536 |
| Diocesan Poverty Relief Fund | 63,385 | 55,811 |
| Peter's pence | 42,250 | 43,574 |
| Holy Land | 63,990 | 54,831 |
| Disaster relief | - | 254 |
| Communications media | 27,376 | 31,933 |
| Catholic University and education | 39,415 | 33,507 |
| Polish Relief | 891 | 1,053 |
| Archdiocese for Military Services | 2,757 | 23,566 |
| Benedictine Annual Appeal | 33,034 | 28,432 |
| Relief for Ukraine | 50 | 11,288 |
| Total additions | 7,191,888 | 7,166,752 |
| Deductions: | | |
| Contribution income for Current Fund | 4,192,835 | 4,031,538 |
| Diocesan Lenten Appeal payments to parishes | 2,499,745 | 2,660,257 |
| Contribution income for Catholic Charities | 110,632 | 94,032 |
| Support for retired priests and religious | 83,558 | 71,030 |
| Holy Land | 57,819 | 54,831 |
| Peter's pence | 41,098 | 42,508 |
| External collections transferred to Current Fund - designated | 47,361 | 34,700 |
| Disaster relief | - | 254 |
| Diocesan Poverty Relief Fund | 60,860 | 53,898 |
| Catholic University and education | 37,583 | 31,825 |
| Communications media | 25,362 | 31,138 |
| Poland special collection | 847 | 1,000 |
| Benedictine Annual Appeal | 31,381 | 27,012 |
| Archdiocese for Military Services | 2,757 | 21,441 |
| Relief for Ukraine | 50 | 11,288 |
| Total deductions | 7,191,888 | 7,166,752 |
| Change in Net Assets | - | - |
| Net Assets: | | |
| Beginning of year | - | - |
| End of year | \$ - | \$ - |