

**Catholic Diocese of Pittsburgh
Central Administration Fund**

Financial Statements and
Supplementary Information

Years Ended June 30, 2022 and 2021
with Independent Auditor's Report

MaherDuessel

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CATHOLIC DIOCESE OF PITTSBURGH CENTRAL ADMINISTRATION FUND

YEARS ENDED JUNE 30, 2022 AND 2021

TABLE OF CONTENTS

Independent Auditor's Report

Financial Statements:

Statements of Financial Position	1
Statements of Activities	2
Statements of Functional Expenses	4
Statements of Cash Flows	6
Notes to Financial Statements	7

Supplementary Information:

Schedule 1 – Clergy & Consecrated Life Revenue and Expenses	23
Schedule 2 – Catholic Education & Evangelization Revenue and Expenses	24
Schedule 3 – Parish Services Revenue and Expenses	25
Schedule 4 – Temporal Affairs Revenue and Expenses	26
Schedule 5 – Protection of Children, Youth & Vulnerable Adults Revenue and Expenses	27
Schedule 6 – Pastoral Administration Revenue and Expenses	28
Schedule 7 – Diocesan Assessments and Pastoral Grants Revenue and Expenses	29

Independent Auditor's Report

Most Reverend David A. Zubik
Bishop of the Catholic Diocese of Pittsburgh

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Catholic Diocese of Pittsburgh Central Administration Fund (Central Administration Fund), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, 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 Central Administration Fund as of June 30, 2022 and 2021, 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 (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Central Administration Fund, 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 Pittsburgh at June 30, 2022 and 2021 and, thus, do not represent a comprehensive financial report. The Central Administration Fund is part of the Diocese of Pittsburgh Charitable Trust. This report includes only the financial statements for the Central Administration Fund. 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 Central Administration Fund'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, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Central Administration Fund'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 Central Administration Fund'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 Central Administration Fund's 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 Central Administration Fund's financial statements as a whole.

Restriction of Use

This report is intended solely for the information and use of the Bishop of the Catholic Diocese of Pittsburgh, the finance committee, and management, and is not intended to be, and should not be, used by anyone other than these specified parties.

Mahe Duessel

Pittsburgh, Pennsylvania
February 13, 2023

Catholic Diocese of Pittsburgh
Central Administration Fund

Statements of Financial Position

June 30, 2022 and 2021

	2022	2021
Assets		
Cash and cash equivalents:		
For own account	\$ 1,562,560	\$ 10,300,737
Held for others	25,094,951	20,963,418
Short-term investments	6,844,071	44,024
Accounts receivable, net of allowance totaling \$1,434,022 and \$1,777,236 for 2022 and 2021	5,532,597	5,556,641
Loans receivable, net of allowance totaling \$230,231 for 2022 and 2021	2,500	4,900
Accrued interest receivable	287	-
Due from other Diocesan funds	329,971	555,238
Due from Campaign	901,270	249,603
Deferred charges	349,869	166,500
Fixed assets, net of accumulated depreciation totaling \$133,389 and \$31,676 for 2022 and 2021	1,469,025	1,210,814
Total Assets	<u>\$ 42,087,101</u>	<u>\$ 39,051,875</u>
Liabilities		
Accounts payable	\$ 514,770	\$ 386,636
Deferred income - Parish Share Program	10,767,497	10,653,658
Deferred income - other	80,961	2,708,069
Donations and deposits held for others	10,471,371	8,861,149
Scholastic Opportunity Scholarships payable	5,919,547	5,286,284
Note payable	-	1,999,669
Due to other Diocesan funds	2,011,943	224,472
Other liabilities	511,901	790,517
Total Liabilities	<u>30,277,990</u>	<u>30,910,454</u>
Net Assets		
Without donor restrictions		
Undesignated	4,265,312	4,354,346
Designated	2,780,353	-
Total net assets without donor restrictions	<u>7,045,665</u>	<u>4,354,346</u>
With donor restrictions:		
Purpose restrictions	4,055,732	3,079,361
Perpetual in nature	707,714	707,714
Total net assets with donor restrictions	<u>4,763,446</u>	<u>3,787,075</u>
Total Net Assets	<u>11,809,111</u>	<u>8,141,421</u>
Total Liabilities and Net Assets	<u>\$ 42,087,101</u>	<u>\$ 39,051,875</u>

See accompanying notes to financial statements.

**Catholic Diocese of Pittsburgh
Central Administration Fund**

Statement of Activities

Year Ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Support:			
Parish Share Program Income	\$ 11,258,055	\$ -	\$ 11,258,055
Less St. Anthony School distribution	(50,845)	-	(50,845)
Less DePaul School distribution	(203,380)	-	(203,380)
Net Parish Share Program Income available for operations	11,003,830	-	11,003,830
Diocesan Programs and Offices	7,655,413	1,808,724	9,464,137
Diocesan Foundation Support	1,373,246	617,575	1,990,821
Investment income (loss)	(15,847)	16,211	364
Catholic Institute Endowment Fund income used for current support	-	6,450	6,450
Donations and Bequests	115,776	111,993	227,769
Other Revenue	85,626	24,891	110,517
Total revenues	20,218,044	2,585,844	22,803,888
Net assets released from restrictions	1,609,473	(1,609,473)	-
	21,827,517	976,371	22,803,888
Expenses:			
Clergy & Consecrated Life	2,124,370	-	2,124,370
Catholic Education & Evangelization	4,694,992	-	4,694,992
Parish Services	544,303	-	544,303
Temporal Affairs	6,528,666	-	6,528,666
Protection of Children, Youth & Vulnerable Adults	383,831	-	383,831
Pastoral Administration	6,184,020	-	6,184,020
Diocesan Assessments and Pastoral Grants	702,569	-	702,569
Total expenses	21,162,751	-	21,162,751
Excess (Deficiency) of Revenues Over Expenses	664,766	976,371	1,641,137
Forgiveness of PPP Loan	2,026,553	-	2,026,553
Realized gain (loss) on investments	-	-	-
Unrealized appreciation (depreciation) on investments	-	-	-
Change in Net Assets	2,691,319	976,371	3,667,690
Net Assets:			
Beginning of year	4,354,346	3,787,075	8,141,421
End of year	\$ 7,045,665	\$ 4,763,446	\$ 11,809,111

See accompanying notes to financial statements.

Catholic Diocese of Pittsburgh

Central Administration Fund

Statement of Activities

Year Ended June 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues:			
Parish Share Program Income	\$ 12,817,610	\$ -	\$ 12,817,610
Less St. Anthony School distribution	(183,254)	-	(183,254)
Less DePaul School distribution	(45,813)	-	(45,813)
Net Parish Share Program Income available for operations	12,588,543	-	12,588,543
Diocesan Programs and Offices	3,308,987	1,489,912	4,798,899
Diocesan Foundation Support	2,245,038	533,532	2,778,570
Investment income (loss)	10,986	16,120	27,106
Catholic Institute Endowment Fund income used for current support	-	4,157	4,157
Donations and Bequests	201,852	-	201,852
Other Revenue	58,235	30,025	88,260
Total revenues	18,413,641	2,073,746	20,487,387
Net assets released from restrictions	2,321,776	(2,321,776)	-
	20,735,417	(248,030)	20,487,387
Expenses:			
Clergy & Consecrated Life	2,221,367	-	2,221,367
Catholic Education & Evangelization	4,475,555	-	4,475,555
Parish Services	504,143	-	504,143
Temporal Affairs	4,059,657	-	4,059,657
Protection of Children, Youth & Vulnerable Adults	484,580	-	484,580
Pastoral Administration	6,702,307	-	6,702,307
Diocesan Assessments and Pastoral Grants	710,462	-	710,462
Total expenses	19,158,071	-	19,158,071
Excess (Deficiency) of Revenues Over Expenses	1,577,346	(248,030)	1,329,316
Forgiveness of PPP Loan	-	-	-
Realized gain (loss) on investments	20,246	-	20,246
Unrealized appreciation (depreciation) on investments	(37,086)	-	(37,086)
Change in Net Assets	1,560,506	(248,030)	1,312,476
Net Assets:			
Beginning of year	2,793,840	4,035,105	6,828,945
End of year	<u>\$ 4,354,346</u>	<u>\$ 3,787,075</u>	<u>\$ 8,141,421</u>

See accompanying notes to financial statements.

Catholic Diocese of Pittsburgh
Central Administration Fund

Statement of Functional Expenses

Year Ended June 30, 2022

	Program Services						Supporting Services				
	Secretariat for Clergy & Consecrated Life	Secretariat for Catholic Education & Evangelization	Secretariat for Parish Services	Secretariat for Protection of Children, Youth & Vulnerable Adults	Diocesan Assessments & Pastoral Grants	Pastoral Administration Services	Total Program Services	Secretariat for Temporal Affairs	Pastoral Administration Services	Total Supporting Services	Total Expenses
Salaries	\$ 699,499	\$ 990,073	\$ 385,803	\$ 247,576	\$ -	\$ 1,998,957	\$ 4,321,908	\$ 2,193,395	\$ 484,552	\$ 2,677,947	\$ 6,999,855
Employee benefits	696,784	468,960	148,866	90,707	-	1,105,996	2,511,313	841,247	325,949	1,167,196	3,678,509
Dues and memberships	125	1,304	-	-	526,856	7,480	535,765	1,719	-	1,719	537,484
Professional services	6,786	216,564	-	6,476	59,989	74,318	364,133	986,185	3,000	989,185	1,353,318
Other administrative expenses	141,019	119,191	9,512	1,824	378	870,433	1,142,357	296,658	16,430	313,088	1,455,445
Occupancy	102,574	28,862	-	-	-	148,401	279,837	1,400,863	1,732	1,402,595	1,682,432
Repairs and maintenance	73,438	60	-	-	-	39,560	113,058	291,861	284	292,145	405,203
Schooling expense	-	17,680	-	-	-	540,588	558,268	-	22,974	22,974	581,242
Food services	321,445	-	-	-	-	144,241	465,686	89,231	-	89,231	554,917
Other operating expenses	82,700	232,063	122	37,248	4,167	376,806	733,106	367,543	20,218	387,761	1,120,867
Grants	-	2,620,235	-	-	111,179	2,101	2,733,515	59,964	-	59,964	2,793,479
Total expenses	<u>\$ 2,124,370</u>	<u>\$ 4,694,992</u>	<u>\$ 544,303</u>	<u>\$ 383,831</u>	<u>\$ 702,569</u>	<u>\$ 5,308,881</u>	<u>\$ 13,758,946</u>	<u>\$ 6,528,666</u>	<u>\$ 875,139</u>	<u>\$ 7,403,805</u>	<u>\$ 21,162,751</u>

See accompanying notes to financial statements.

**Catholic Diocese of Pittsburgh
Central Administration Fund**

Statement of Functional Expenses

Year Ended June 30, 2021

	Program Services							Supporting Services			
	Secretariat for Clergy and Consecrated Life	Secretariat for Catholic Education & Evangelization	Secretariat for Parish Services	Secretariat for Protection of Children, Youth & Vulnerable Adults	Diocesan Assessments and Pastoral Grants	Pastoral Administration Services	Total Program Services	Secretariat for Temporal Affairs	Pastoral Administration Services	Total Supporting Services	Total Expenses
Salaries	\$ 750,380	\$ 989,783	\$ 351,580	\$ 276,308	\$ -	\$ 2,018,066	\$ 4,386,117	\$ 1,673,579	\$ 458,599	\$ 2,132,178	\$ 6,518,295
Employee benefits	775,798	456,824	151,245	105,272	-	1,183,965	2,673,104	660,528	283,480	944,008	3,617,112
Dues and memberships	-	2,385	-	-	486,459	3,079	491,923	1,734	80	1,814	493,737
Professional services	-	60,840	-	25,413	63,732	50,256	200,241	800,248	(2,644)	797,604	997,845
Other administrative expenses	157,591	63,951	1,289	3,854	-	789,489	1,016,174	202,449	21,637	224,086	1,240,260
Occupancy	95,137	33,326	-	-	-	339,731	468,194	507,063	925	507,988	976,182
Repairs and maintenance	46,447	1,725	-	-	-	121,993	170,165	104,788	612	105,400	275,565
Schooling expense	-	-	-	-	-	646,368	646,368	-	43,882	43,882	690,250
Food services	368,975	-	-	-	-	255,011	623,986	-	-	-	623,986
Other operating expenses	27,039	842,004	29	73,733	20	479,208	1,422,033	103,421	7,070	110,491	1,532,524
Grants	-	2,024,717	-	-	160,251	1,500	2,186,468	5,847	-	5,847	2,192,315
Total expenses	<u>\$ 2,221,367</u>	<u>\$ 4,475,555</u>	<u>\$ 504,143</u>	<u>\$ 484,580</u>	<u>\$ 710,462</u>	<u>\$ 5,888,666</u>	<u>\$ 14,284,773</u>	<u>\$ 4,059,657</u>	<u>\$ 813,641</u>	<u>\$ 4,873,298</u>	<u>\$ 19,158,071</u>

See accompanying notes to financial statements.

**Catholic Diocese of Pittsburgh
Central Administration Fund**

Statements of Cash Flows

Years Ended June 30, 2022 and 2021

	2022	2021
Cash Flows From Operating Activities:		
Change in net assets	\$ 3,667,690	\$ 1,312,476
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Bad debt expense (recovery)	(343,214)	1,037,359
Depreciation	101,713	31,676
Forgiveness of PPP Loan	(2,026,553)	-
Unrealized (appreciation) depreciation on investments	-	37,086
Donated fixed assets	-	(54,377)
Changes in operating assets and liabilities:		
Accounts receivable	367,258	5,970,860
Accrued interest receivable	(287)	10,467
Due to/from other Diocesan Funds	2,012,738	(431,981)
Due from Campaign	(651,667)	1,003,465
Deferred charges	(183,369)	(78,727)
Accounts payable	73,370	(1,109,537)
Deferred income	(2,513,269)	(2,347,323)
Scholastic Opportunity Scholarships payable	633,263	431,943
Other liabilities	(241,875)	478,172
Net cash provided by (used in) operating activities	895,798	6,291,559
Cash Flows From Investing Activities:		
Net (increase) decrease in investments	(6,800,047)	31,746,747
Purchases of fixed assets	(305,160)	(1,089,909)
Repayment of loans receivable	2,400	2,400
Net cash provided by (used in) investing activities	(7,102,807)	30,659,238
Cash Flows From Financing Activities:		
Repayment of note payable	-	(524,331)
Repayment of capital lease	(9,857)	(2,410)
Increase (decrease) in donations and deposits held for others	1,610,222	(5,781,444)
Net cash provided by (used in) financing activities	1,600,365	(6,308,185)
(Decrease) Increase in Cash and Cash Equivalents	(4,606,644)	30,642,612
Cash and Cash Equivalents:		
Beginning of year	31,264,155	621,543
End of year	<u>\$ 26,657,511</u>	<u>\$ 31,264,155</u>
Supplemental Disclosure of Cash Flow Information:		
Interest paid	\$ 1,076	\$ 308
Assets acquired via capital lease	-	50,758
Assets acquired via accounts payable	102,210	47,446

See accompanying notes to financial statements.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

1. Significant Accounting Policies

Description and Purpose

The accompanying financial statements include the assets, liabilities, net assets, and financial activities of the Central Administration Fund of the Catholic Diocese of Pittsburgh (Diocese). The Central Administration Fund includes resources with and without donor restrictions available for support of Diocesan operations.

The Central Administration Fund is maintained by the Diocese and is listed in the Official Catholic Directory (OCD). This listing provides exemption from federal income tax for all Catholic institutions listed in the OCD for that year.

The following funds are related to the Diocese but not directly involved in the Central Administration Fund operations and are not included in the accompanying audited financial statements. In addition to the Central Administration Fund, the following entities are part of the Diocese of Pittsburgh Charitable Trust:

- Insurance Office Fund – is operated by the Diocese for the purpose of administering and placing insurance coverage for parishes, Diocesan programs, and other Catholic organizations operating in the Diocese. In addition, the fund provides payroll, benefit, and administrative services for the Diocese.
- Charitable Gift Annuity Program – was created to assist donors with long-term planned giving. The gift annuity program involves a contract between the Diocese and the contributor. In return for a donation of cash or other assets, the Diocese agrees to pay a fixed yearly amount for life, a portion of which is tax free, to the contributor or to another designated person. The contributor receives a charitable tax-deduction and favorable tax treatment on long-term capital gain assets.
- Missions Office Fund – was created in the 1920s to direct missionary work for the Diocese. The Missions Office acts as an intermediary for persons and institutions contributing monies to needed appeals, missions, and missionaries throughout the world.
- Scholastic Opportunity Scholarship Fund – was formed in 2002 to function as a clearinghouse for contributions from businesses that seek to take advantage of the

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Pennsylvania Tax Credit program entitled The Educational Improvement Tax Credit (EITC) or Pennsylvania Act 2001-4.

The Catholic Institute of Pittsburgh, Inc., which has separate legal status from the Diocese, includes the following funds:

- Catholic Institute Endowment Fund (Endowment) – includes endowment and quasi-endowment funds. Endowment funds are subject to restrictions of gift instruments requiring that the principal be invested in perpetuity and only the income be utilized. While quasi-endowment funds are established for the same purpose as endowment funds, any portion of quasi-endowment funds may be expended. The Bishop of the Diocese has stipulated that all income earned on certain funds held by the Endowment be used for support of Diocesan operations. The Bishop’s stipulation was made with the understanding that all legal restrictions regarding the use of such funds would be met. As a result, \$6,450 and \$4,157 for the years ended June 30, 2022 and 2021, respectively, have been included in revenues with donor restrictions of the Central Administration Fund.
- Plant Fund – includes liquid assets and the operating and capital expenses related to properties used in Diocesan operations. Plant Fund revenues and expenditures, including capital expenditures, are not reported within the Central Administration Fund financial statements.
- Toner Institute Trust Fund – provides grants to other non-profit organizations for the training and education of needy children.

The following entities have been established as separate corporations or charitable trusts:

- Parish Deposit & Loan Fund Trust – represents resources from a cooperative investment and lending program administered by the Diocese for the mutual benefit of parishes. Funds are not available for Diocesan operations. The Parish Deposit & Loan Fund Trust has separate legal status from the Diocese.
- Institutional Deposit & Loan Fund Trust – represents resources from a cooperative investment and lending program administered by the Diocese for the mutual benefit of institutions within the Diocese. Funds are not available for Diocesan operations. The Institutional Deposit & Loan Fund Trust has separate legal status from the Diocese.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

- Parish Common Fund Trust – serves as a long-term investment fund vehicle for various participating parishes within the Diocese. Funds are not available for Diocesan operations. The Parish Common Fund Trust has separate legal status from the Diocese.
- Institutional Common Fund Trust – serves as a long-term investment fund vehicle for various participating religious institutions within the Diocese. Funds are not available for Diocesan operations. The Institutional Common Fund Trust has separate legal status from the Diocese.
- Catholic Diocese of Pittsburgh Foundation (Foundation) – a Pennsylvania Charitable Trust created in October 1984 for the purpose of establishing a permanent endowment fund with which to stabilize, improve, and develop educational, social, and pastoral programs throughout the Diocese. The Foundation has separate legal status from the Diocese.
- Catholic Benefits Trust – is an asset protection trust whose purpose is to safeguard the assets available to pay out claims, reserves, and operating costs on behalf of employers whose employees are Benefit Plan participants. Funds are not available for Diocesan operations. The Catholic Benefits Trust has separate legal status from the Diocese. In June 2022, the Trust’s Board of Directors voted to transition the Trust to closure by the end of calendar year 2022. The Diocese is currently in the process of spending down their net assets held in the Trust as part of this process.
- Procurator Assurance, Inc. (Procurator) – is a Diocese owned captive insurance company domiciled in Vermont. Procurator provides coverage for the property, liability, auto and workers’ compensation lines of insurance. Procurator has separate legal status from the Diocese.
- Chimbote Foundation – was created in December 1991 to support the charitable and educational works of the Social Works Center in Chimbote, Peru, known as the Centro de Obras Sociales. The Foundation has separate legal status from the Diocese.
- Our Campaign for the Church Alive, Inc. – was created in 2012 for the purpose of overseeing the Catholic Diocese of Pittsburgh Our Campaign for The Church Alive! (Campaign). The Campaign has separate legal status from the Diocese.
- Priests’ Benefit Plan – is a retirement plan for priests that is administered by the Priests’ Benefit Plan Board of Trustees. The assets are held by the Trust Fund established under the

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Priests' Benefit Plan of the Catholic Diocese of Pittsburgh with the Catholic Institute of Pittsburgh as Trustee.

- Lay Employee Pension Plan – is a retirement plan administered by the Diocese covering all lay employees of the Central Administration Fund, parishes, and other participating Catholic organizations who met eligibility requirements. The plan was frozen effective June 30, 2012. The assets are held by the Trust Fund established under the Lay Employee Pension Plan of the Catholic Diocese of Pittsburgh with the Catholic Institute of Pittsburgh as Trustee.

The accompanying financial statements are not intended to present all funds and related entities of the Diocese at June 30, 2022 and 2021 and, thus, do not represent a comprehensive financial report. This report includes only the financial statements for the Central Administration Fund.

Basis of Presentation

The financial statements of the Central Administration Fund have been prepared on the accrual basis of accounting. Net asset balances and transactions are presented based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

Net assets without donor restrictions – Net assets that are not subject to donor-imposed restrictions.

Net assets with donor restrictions – Net assets that are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature; those restrictions will be met by actions of the Central Administration Fund or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

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 reported amounts in the financial statements and accompanying notes. Actual results could differ from the estimates and assumptions used.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Financial Instruments

The carrying values of cash and cash equivalents, short term investments, accounts receivable, loans receivable, accrued interest receivable, due from/to other Diocesan funds and Campaign, and accounts payable are reasonable estimates of fair value due to the short-term nature of these financial instruments.

Concentration of Credit Risk

Financial instruments which potentially expose the Central Administration Fund to concentrations of credit risk include cash and cash equivalents, short term investments, accounts receivable, loans receivable, and accrued interest receivable. As a matter of policy, the Central Administration Fund only maintains cash balances with financial institutions having a high credit quality. At times, such cash balances may be in excess of the Federal Deposit Insurance Corporation (FDIC) insurance limit. The solvency of the financial institutions is monitored and is not a concern of management at this time. Concentration of credit risk for short term investments is mitigated by the diversification of issuers. Concentration of credit risk for accounts receivable, loans receivable, and accrued interest receivable is generally limited due to the dispersion of these balances over a wide creditor base.

Cash and Cash Equivalents and Short-Term Investments

Cash and cash equivalents include currency on hand and demand deposits with financial institutions. Short-term investments, held by external investment managers, include money market funds and debt securities with maturities less than one year at date of purchase. The carrying values of cash and cash equivalents and short-term investments are reasonable estimates of fair value due to the short-term nature of these financial instruments.

Fair Value Measurement

In accordance with accounting principles generally accepted in the United States of America, all investments of the Central Administration Fund as of June 30, 2022 and 2021 are measured at Level 1 inputs for fair value measurement. Level 1 input is defined as “measuring the value at quoted prices available in active markets for identical assets or liabilities as of the report date. A quoted price for an identical asset or liability in an active market provides the most reliable fair value measurement because it is directly observable to the market.”

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Accounts Receivable

Accounts receivable primarily represents amounts due for Parish Share Program (PSP) billings, unreported income assessments, education subsidies, and elementary school operational assistance and are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on historical collections for PSP billings and an assessment of the current status of individual accounts for all other receivables. Accounts receivable related to PSP billings at June 30, 2022 and 2021 are \$5,974,072 and \$5,607,047, respectively, net of allowances totaling \$578,667 and \$916,889. Allowances related to all other receivables totaled \$855,355 and \$860,347 at June 30, 2022 and 2021, respectively.

Due from Campaign

Amounts due from Campaign at June 30, 2022 and 2021 include \$384,708 and \$204,603, respectively, of administrative expenses incurred by the Campaign, which were initially paid by the Central Administration Fund. The Campaign provides for an administrative allocation equal to 7% of cash collections, from which the Central Administration Fund will be reimbursed. During the year ended June 30, 2022 and 2021, the Central Administration Fund received reimbursements from the Campaign totaling \$0 and \$288,783, respectively. In addition, the due from capital campaign balance at June 30, 2022 and 2021 includes \$516,562 and \$45,000, respectively, of grant funds due to be transferred to the Central Administration Fund. Revenues received from the Campaign are recorded on the statements of activities within donor-restricted Diocesan Programs and Offices revenue.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Due from/to other Diocesan Funds

Amounts due from (to) other Diocesan funds at June 30, 2022 and 2021 are composed of the following:

Diocesan Fund	2022	2021
Endowment	\$ 64,704	\$ 96,257
Foundation	115,724	73,745
Insurance Office Fund	140,142	385,236
Parish Deposit & Loan Fund Trust	(1,616,101)	(21,241)
Institutional Deposit & Loan Fund Trust	(224,863)	(5,811)
Plant Fund	(108,840)	(195,489)
Mission Office Fund	(14,759)	(1,931)
Scholastic Opportunity Scholarship Fund	3,035	-
Lay Employee Pension Plan Trust	6,365	-
Chimbote Foundation	(47,379)	-
Total	<u>\$ (1,681,972)</u>	<u>\$ 330,766</u>

Fixed Assets

Prior to July 1, 2020, purchases of land, buildings, and equipment were reported in the Plant Fund. Fixed assets purchased after July 1, 2020 (principally leasehold improvements) are recorded in the Central Administration Fund. The Central Administration Fund capitalizes purchases of land, buildings, and equipment having a unit cost greater than \$10,000 and an estimated useful life of more than twelve months at cost. Donated assets are capitalized at the estimated fair value at the date of receipt. Depreciation is calculated using the straight-line method. The estimated useful life used in computing depreciation ranges from five to twenty years.

Liabilities

Amounts included in donations and deposits held for others and Scholastic Opportunity Scholarships payable at June 30, 2022 and 2021 represent funds accounted for by the Central Administration Fund that are not available for operational use. The Central Administration Fund acts merely as an agent in the collection and disbursement of these funds, as they provide no direct benefit to the Diocese.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Note Payable

The Central Administration fund elected to record its Paycheck Protection Program (PPP) loan as a note payable at June 30, 2021 whereby the extinguishment of debt did not take place until the U.S. Small Business Administration approved the forgiveness of the loan. As a result, the recognition of the loan forgiveness was recorded in a separate fiscal year than the receipt of the PPP loan proceeds and occurrence of the qualifying expenses. See Note 4 for further information on the PPP loan.

Revenue Recognition

For Parish Share Program (PSP) income, a contract exists between the parish and the Central Administration Fund to provide administrative and programmatic support to the parishes. Such performance obligations include parish accounting, assistance with payroll processing, human resources, missions, education, insurance and other risk management services, and legal support. Services are provided to the parishes monthly throughout the fiscal year. Assessments are determined by the Central Administration Fund based on a calculation of parish revenues from the prior year. Parishes are billed for the assessments in advance of each fiscal year, and payable before the end of the calendar year it was billed. At the time the billing is due, the Central Administration Fund is committed to a non-cancelable performance obligation to provide services for the parishes. A receivable and deferred revenue is recorded at this time. Beginning and ending deferred revenue for the year ended June 30, 2022 was \$10,653,658 and \$10,767,497, respectively. Beginning and ending deferred revenue for the year ended June 30, 2021 was \$12,788,507 and \$10,653,658, respectively. This revenue is recorded monthly, net of rebates and allowances, as the performance obligations of providing services to the parishes occur on a monthly basis.

Starting in January 2023, a new management fee program will replace the current PSP. The fee will be calculated and fixed for the next 2.5 years through June 2025 and every three years thereafter. This fee will be directly drawn from each of the parishes' operating accounts on a monthly basis. Revenue will be recognized monthly, as the performance obligation of providing services to the parishes occur on a monthly basis.

Beginning in January 2022, the Elementary School Grants Program (ESG) was changed whereby parishes are billed monthly at a rate of 9% of assessable income. Revenue is recognized monthly as the performance obligations of administration and operational oversight of the Catholic elementary schools through the Schools Office are met. The Diocese internally designates ESG revenues collected as operational support to be granted to the elementary schools. These amounts included

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

in net assets without donor restriction are reported as designated on the statements of financial position.

Diocesan Programs and Offices revenue, primarily fees for various services provided by the Central Administration Fund to the various Secretariats, is recognized in the period in which the services are performed, as performance obligations are satisfied upon these events. There are no material accounts receivable or deferred revenue related to these services at June 30, 2022 or 2021.

Donations and bequests are recognized when cash, securities or other assets, or an unconditional promise to give is received. 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 Central Administration Fund has no conditional promises to give at June 30, 2022 and 2021. Donations and bequests are recorded as revenue without donor restrictions when pledged or otherwise received. Donations and bequests received with a donor stipulation that limits their use are reported as revenue and net assets with donor restrictions. When a donor-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 statement of activities as net assets released from restrictions.

Functional Allocation of Expenses

The Central Administration Fund charges expenses that are directly identifiable to program services and supporting services. Expenses related to more than one function are allocated to program services and supporting services on the basis of estimates made by management. Supporting services include those expenses that are not directly identifiable with any other functional classification but provide overall support and direction for the Central Administration Fund.

Liquidity and Availability

The Central Administration Fund manages its liquid resources through the preparation of detailed budgets and cash flow forecasts. Parish Share Program income, which represents a significant portion of the Central Administration Fund's income, has historically been assessed in the year prior to the year it is utilized to fund Diocesan operations. As described in the revenue recognition disclosure above, this process will be changing in 2023 to a fixed management fee program. The Central Administration Fund is very active in fiscal management to maintain adequate liquidity to fund on-going operations.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Financial assets (cash and cash equivalents for own account, short-term investments, accounts receivable net of allowance, loans receivable net of allowance, accrued interest receivable, due from other Diocesan funds, and due from Campaign) available to meet cash needs for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the balance sheet date are \$15,173,256 and \$16,711,143 as of June 30, 2022 and 2021, respectively.

Adopted Accounting Standard

The provisions of this Standards Update have been adopted and incorporated into these financial statements. The implementation had no impact on the financial statements:

ASU 2020-07, *“Not-For-Profit Entities (Subtopic 958): Presentation and Disclosures by Not-For-Profit Entities for Contributed Nonfinancial Assets.”* The amendments in this update expand upon the presentation and disclosure of contributed nonfinancial assets to provide the reader of the financial statements a clearer understanding of the types of nonfinancial assets received and how they are utilized and recognized by the not-for-profit organization.

Pending Accounting Standards Updates

The Financial Accounting Standards Board (FASB) has issued Accounting Standards Updates (individually and collectively, ASU) that will become effective in future years as outlined below. Management has not yet determined the impact of these updates on the financial statements.

ASU 2016-02, *“Leases (Topic 842),”* is effective, as delayed, for the financial statements for the year beginning after December 15, 2021. These amendments and related amendments will require lessees to recognize assets and liabilities on the statement of financial position for the rights and obligations created by all leases with terms of more than twelve months. Disclosures also will be required by lessees to meet the objective of enabling users of financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

ASU 2016-13, *“Financial Instruments-Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments,”* is effective, as delayed, for the financial statements for the year beginning after December 15, 2022. 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.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

ASU 2018-14, *"Compensation – Retirement Benefits-Defined Benefit Plans (Subtopic 715-20): Disclosure Framework – Changes to the Disclosure Requirements for Defined Benefit Plans,"* is effective for reporting periods beginning after December 15, 2021. The amendments modify disclosure requirements from Subtopic 715-20 and clarify the disclosure requirements in paragraph 715-20-50-3.

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.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

2. Net Assets with Donor Restrictions

Net assets with donor restrictions for time or a specified purpose are as follows:

	<u>2022</u>	<u>2021</u>
Youth Ministry	\$ 985,105	\$ 72,961
Memorial Funds	810,274	802,254
Archives & Record Center	495,169	634,802
Care of the Aged	33,305	33,305
Catholic School Mission/Identity	352,257	385,899
Catholic School COVID Relief	345,196	340,871
Communications	147,689	201,445
Education Related Funds	86,084	85,231
Other	-	485
Continuing Education/Leadership Program	-	96,243
Church Healing	45,600	45,600
Ethnic Ministries	368,902	33,918
Students with Special Needs	47,834	47,834
Diocesan Relief Fund	26,135	25,876
St John Vianney Manor	15,887	15,887
Catholic Committee on Scouting	7,075	7,075
Clergy and Consecrated Life	44,044	49,234
Religious Education of Pre-School Children	-	6,448
Tuition Assistance	107,668	-
Catholic Schools Office	12,509	54,509
Canonical Services	124,999	135,325
Inner-city Schools Grants-in-aid	-	4,159
	<u><u>\$ 4,055,732</u></u>	<u><u>\$ 3,079,361</u></u>

Net assets with donor restrictions to be held in perpetuity include:

	<u>2022</u>	<u>2021</u>
Education of Priests Fund	\$ 398,778	\$ 398,778
Charitable and Religious Funds	308,936	308,936
	<u><u>\$ 707,714</u></u>	<u><u>\$ 707,714</u></u>

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Net assets released from donor restriction were \$1,609,473 and \$2,321,776 for the year ended June 30, 2022 and 2021, respectively.

3. Retirement Plans

Prior to June 30, 2012, the Diocese administered a common control, noncontributory defined benefit plan covering all lay employees of Central Administration, parishes, and other participating Catholic organizations, who met eligibility requirements (Lay Plan). Effective June 30, 2012, the Diocese froze its Lay Plan and implemented a 403(b) defined contribution plan (403(b) Plan). The accrued pension benefit for employees of the Lay Plan will remain at a fixed amount and no longer grow. All eligible employees will become part of the 403(b) Plan. In addition, the Diocese administers a retirement plan for priests (Priests' Plan). Responsibility for funding the Plans is shared by all participating Diocesan affiliated organizations. The Plans are not subject to the benefit accrual and participation requirements of the Employee Retirement Income Security Act of 1974 (ERISA). Contributions to the Lay Plan and 403(b) Plan are made by the participating employers on behalf of the eligible lay persons employed by them. Contributions to the Priests' Plan are made by their Diocesan assignment on behalf of the priests.

Pension expense paid by Central Administration for the Lay and 403(b) Plans was \$969,306 and \$1,010,697 in 2022 and 2021, respectively. Pension expense paid by Central Administration for the Priests' Plan was \$12,366 and \$13,159 in 2022 and 2021, respectively.

Below is additional information regarding the defined benefit Lay Plan as of June 30, 2022 and 2021:

Diocese of Pittsburgh Lay Employee Plan
EIN # 25-1553066, Plan # 001

Ratio of Assets to Accrued Benefits per 1/1/22 actuary report - actuarial valuation (6.40%)	123% funded
Ratio of Assets to Accrued Benefits per 1/1/22 actuary report - market valuation (2.78%)	85% funded
Total FY 2022 Employer Contributions to the Plans	\$ 14,738,905 *
Ratio of Assets to Accrued Benefits per 1/1/21 actuary report - actuarial valuation (6.20%)	111% funded
Ratio of Assets to Accrued Benefits per 1/1/21 actuary report - market valuation (3.21%)	82% funded
Total FY 2021 Employer Contributions to the Plans	\$ 12,785,071 *

* Contributions by the Central Administration Fund represent more than 5% of the total contributions to the Lay Plan.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Employer contributions are reviewed on an annual actuarial assumption completed each January. Effective July 1, 2012, the total employer pension contribution of 12% is divided amongst the Lay Plan and the 403(b) Plan. Effective July 1, 2015, the Lay Plan contribution was between 4% and 6% as employees were given the option of a 2% match to the 403(b) Plan, which if not utilized was paid into the Lay Plan.

Below is additional quantitative information regarding the multiemployer defined benefit plan as of January 1, 2022 (the most recent actuarial valuation date) and January 1, 2021:

	<u>1/1/2022</u>	<u>1/1/2021</u>
Market Value of Plan Assets	\$ 230,539,857	\$ 212,894,172
Actuarial Present Value of Accumulated Benefits	\$ 187,650,993	\$ 191,341,760
Total Contributions for Plan Year	\$ 3,848,492	\$ 4,442,215

4. Note Payable

On April 14, 2020, the Central Administration Fund qualified for and received a loan pursuant to the Paycheck Protection Program, a program implemented by the U.S. Small Business Administration under the Coronavirus Aid, Relief, and Economic Security Act, from a qualified lender, for an aggregate principal amount of \$2,524,000 (PPP Loan). During December 2020, \$524,331 of the loan was repaid with no penalty due to ineligibility of some employees under the PPP definition that were included in the original calculation. The PPP Loan bore interest at a fixed rate of 1.0% per annum, with the first six months of interest deferred, had a term of five years, and was unsecured and guaranteed by the U.S. Small Business Administration. In August 2021, the remaining PPP Loan of \$1,999,669, plus interest of \$26,884, was fully forgiven and is therefore included as Forgiveness of PPP Loan of the statement of activities as of June 30, 2022.

5. Lease Agreement

In March 2021, the Central Administration Fund entered into a non-cancellable operating lease as the tenant with the Plant Fund for the Diocesan Pastoral Center, which consists of ministerial, education, office and residential land and buildings. The term of the lease is five years, with three additional five-year renewal periods at the tenant's option.

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

Rent for the facilities is \$60,417 per month during the initial term with increases applied during subsequent renewal periods as determined using the Consumer Price Index. Rent expense under this lease was \$846,286 and \$282,095 during the year ended June 30, 2022 and 2021, respectively. As a result of the escalation rent terms of this lease, deferred rental expense of \$161,715 and \$40,429 was recognized during the year ended June 30, 2022 and 2021, respectively, and is included in other liabilities on the statements of financial position.

In addition to these rental payments, the Central Administration Fund is responsible for payment of all property taxes, insurance, utilities, repairs, and maintenance expenses.

Minimum future lease payments to be made under this lease as of June 30, 2022 are as follows for the fiscal years ended June 30:

2023	\$	725,000
2024		725,000
2025		725,000
2026		750,164
2027		800,484
Thereafter		<u>12,233,428</u>
Total	\$	<u>15,959,076</u>

6. Legal Matters

The Diocese, along with five other Catholic Dioceses in Pennsylvania, was the subject of a grand jury investigation into potential sexual abuse of minors during the past seven decades. In August 2018, the Attorney General of Pennsylvania released a report detailing the findings of the grand jury investigation. The Diocese had approximately 156 lawsuits filed against it after the release of the report relating to alleged sexual abuse. The vast majority of these cases are time barred under the current statute of limitations. As a result, most of these cases have been dismissed already. The majority of the remaining cases will likely also be similarly dismissed.

The Diocese establishes an accrued liability for loss contingencies related to legal matters when the loss is both probable and estimable. At this writing, the Diocese has ten active lawsuits pending against it alleging liabilities associated with sexual abuse or molestation claims. Some of these suits are subject to an active statute of limitations defense and

CATHOLIC DIOCESE OF PITTSBURGH

CENTRAL ADMINISTRATION FUND

NOTES TO FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2022 AND 2021

others are in settlement discussion. For the remaining, for which a loss is probable, an estimate of the amount of loss or range of that loss is not possible. However, each of the cases is deemed material and could have a material adverse effect on the financial statements.

In addition, legislation is pending in the state legislature which, if passed, could allow for an amendment of the Commonwealth of Pennsylvania Constitution that would permit the creation of retroactive laws. Pursuant to that amendment if passed, the legislature could enact what is commonly referred to as “windows legislation.” That is, the legislature would open a time period during which previously time barred claims relative to the sexual abuse of minors could be filed. It is unclear if, or when, such legislation would pass. If the legislation passes, the Diocese could face additional lawsuits or claims and significant potential liability. At this time, the probability and amount of any financial risk is unknown and, therefore, no liability has been recorded on the financial statements. However, an unfavorable outcome of that process could have a material adverse effect on the financial statements.

In 2019, the Diocese announced the creation of a voluntary fund, the Independent Reconciliation and Compensation Program (IRCP), to provide payments to claimants of sexual abuse by Diocesan clergy. The independent claim administrators have completed the administration of this fund and 225 claimants have accepted payments and the account has been closed.

SUPPLEMENTARY INFORMATION

Catholic Diocese of Pittsburgh

Central Administration Fund

Schedule 1 - Clergy & Consecrated Life Revenue and Expenses

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Clergy & consecrated life summary:		
Revenue	\$ 393,416	\$ 393,197
Expenses	<u>2,124,370</u>	<u>2,221,367</u>
Net expenses	<u><u>\$ 1,730,954</u></u>	<u><u>\$ 1,828,170</u></u>
Program/office revenue:		
Chaplaincies Program	\$ 161,078	\$ 148,158
Saint John Vianney Manor	135,874	197,692
Other Clergy Revenue	<u>96,464</u>	<u>47,347</u>
Total revenue	<u><u>\$ 393,416</u></u>	<u><u>\$ 393,197</u></u>
Program/office expenses:		
Secretariat for Clergy & Consecrated Life	\$ 225,262	\$ 205,855
Department for Consecrated Life	36,003	39,192
Department for Institutional Ministries	79,326	79,423
Office of the Vicar for Clergy Personnel	-	-
Office for Victim's Assistance	97,026	91,384
Delegate for Retired Priests	29,560	33,806
Saint John Vianney Manor	699,317	709,666
Continuing Education/Leadership Programs	-	(100)
Chaplaincies Program	889,649	1,004,518
Clergy Graduate Studies	-	-
Retreats & Seminars	12,307	11,246
Miscellaneous expense	<u>55,920</u>	<u>46,377</u>
Total expenses	<u><u>\$ 2,124,370</u></u>	<u><u>\$ 2,221,367</u></u>

Catholic Diocese of Pittsburgh

Central Administration Fund

Schedule 2 - Catholic Education & Evangelization Revenue and Expenses

Years Ended June 30, 2022 and 2021

	2022	2021
Catholic education & evangelization summary:		
Revenue	\$ 7,505,420	\$ 3,006,495
Expenses	4,694,992	4,475,555
Net expenses	\$ (2,810,428)	\$ 1,469,060
Program/office revenue:		
Department for Catholic Schools	\$ 575,130	\$ 1,728,087
Office for Catholic Identity & Education	1,140	12,211
Office for Youth & Young Adult Engagement	430,250	112,219
Office of New Evangelization	1,425	-
Ethnic Ministries Program	470,234	2,400
Ryan Catholic Newman Center	-	2,800
Elementary School Grants Funding	4,958,353	1,001,500
Bishop's Education Grants Funding	142,235	127,491
Other Evangelization & Education Revenue	926,653	19,787
Total revenue	\$ 7,505,420	\$ 3,006,495
Program/office expenses:		
Secretariat for Catholic Education & Evangelization	\$ 182,743	\$ 181,753
Department for Catholic Schools	874,132	2,120,153
Office for Catholic Identity & Education	94,443	112,005
Office for Family Ministry & Faith Formation	8,721	14,868
Office for the New Evangelization	144,920	32,560
Office for Youth & Young Adult Engagement	198,545	133,618
Catholic Committee on Scouting	2,094	609
Ethnic Ministries Program	141,219	132,704
Ryan Catholic Newman Center (Carnegie-Mellon University, Chatham College, and University of Pittsburgh)	69,000	96,905
Robert Morris - Moon Township and Penn State - Beaver Campus Ministry	116,262	111,351
Slippery Rock Newman Center	103,851	100,062
Washington & Jefferson Campus Ministry	127,421	126,283
Other Campus Ministries	30,970	33,884
Elementary School Grants Funding	2,178,000	1,001,500
Bishop's Education Grants Funding	142,235	127,491
Inner-City Schools Subsidies	-	-
Parish High School Grants	41,000	41,000
Miscellaneous expense	239,436	108,809
Total expenses	\$ 4,694,992	\$ 4,475,555

Catholic Diocese of Pittsburgh

Central Administration Fund

Schedule 3 - Parish Services Revenue and Expenses

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Parish services summary:		
Revenue	\$ -	\$ -
Expenses	<u>544,303</u>	<u>504,143</u>
Net expenses	<u><u>\$ 544,303</u></u>	<u><u>\$ 504,143</u></u>
Program/office revenue	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Program/office expenses:		
Secretariat for Parish Services	\$ 399,253	\$ 350,931
On Mission Planning	<u>145,050</u>	<u>153,212</u>
Total expenses	<u><u>\$ 544,303</u></u>	<u><u>\$ 504,143</u></u>

Catholic Diocese of Pittsburgh
Central Administration Fund

Schedule 4 - Temporal Affairs Revenue and Expenses

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Temporal affairs summary:		
Revenue	\$ 951,822	\$ 720,387
Expenses	<u>6,528,666</u>	<u>4,059,657</u>
Net expenses	<u><u>\$ 5,576,844</u></u>	<u><u>\$ 3,339,270</u></u>
Program/office revenue:		
Secretariat for Temporal Affairs	\$ 105,000	\$ 286,506
Office for Facilities Management & Maintenance	119,200	178,820
Office for Financial Services	561,370	254,236
Other Temporal Affairs Revenue	<u>166,252</u>	<u>825</u>
Total revenue	<u><u>\$ 951,822</u></u>	<u><u>\$ 720,387</u></u>
Program/office expenses:		
Secretariat for Temporal Affairs	\$ 499,312	\$ 1,060,093
Department for Human Resources	194,662	184,415
Office for the Auditors/Analysts	163,675	215,909
Office for Facilities Management & Maintenance	545,104	384,936
Office for Financial Services	1,856,179	889,859
Office for Information Technology	1,002,916	646,508
Maintenance and Taxes on Diocesan Real Estate	2,266,818	669,008
Miscellaneous expense	<u>-</u>	<u>8,929</u>
Total expenses	<u><u>\$ 6,528,666</u></u>	<u><u>\$ 4,059,657</u></u>

Catholic Diocese of Pittsburgh
Central Administration Fund

Schedule 5 - Protection of Children, Youth & Vulnerable Adults Revenue and Expenses

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Protection of Children, Youth & Vulnerable Adults summary:		
Revenue	\$ 140,142	\$ 234,603
Expenses	<u>383,831</u>	<u>484,580</u>
Net expenses	<u><u>\$ 243,689</u></u>	<u><u>\$ 249,977</u></u>
Program/office revenue:		
Other Secretariat for the Protection of Children, Youth and Vulnerable Adults Revenue	<u>\$ 140,142</u>	<u>\$ 234,603</u>
Total revenue	<u><u>\$ 140,142</u></u>	<u><u>\$ 234,603</u></u>
Program/office expenses:		
Secretariat for the Protection of Children, Youth & Vulnerable Adults	\$ 141,234	\$ 143,716
Office for Accompaniment	88,649	73,744
Office for Investigations & Monitoring	4,091	20,846
Compliance with the Charter	10,700	11,671
Office of Compliance	<u>139,157</u>	<u>234,603</u>
Total expenses	<u><u>\$ 383,831</u></u>	<u><u>\$ 484,580</u></u>

Catholic Diocese of Pittsburgh

Central Administration Fund

Schedule 6 - Pastoral Administration Revenue and Expenses

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Pastoral administration summary:		
Revenue	\$ 473,337	\$ 443,781
Expenses	<u>6,184,020</u>	<u>6,702,307</u>
Net expenses	<u><u>\$ 5,710,683</u></u>	<u><u>\$ 6,258,526</u></u>
Program/office revenue:		
Department for Communications	\$ 95	\$ 100,475
Archives & Record Center	12,642	7,705
Saint Paul Seminary Facilities	1,900	34,490
Office for Legal Services	70,000	85,999
Office for Stewardship	20,667	817
Office for the Tribunal	5,850	4,300
Office for Diaconate Formation	72,627	100,844
Pittsburgh Catholic	207,299	-
Other Pastoral Administration Revenue	<u>82,257</u>	<u>109,151</u>
Total revenue	<u><u>\$ 473,337</u></u>	<u><u>\$ 443,781</u></u>
Program/office expenses:		
Office of the Bishop	\$ 288,836	\$ 310,477
Office of the Auxiliary Bishops	39,153	12,696
Office of the General Secretary	173,756	109,196
Office of the Associate General Secretary	81,409	63,448
Pastoral Vicariate Region I	-	29
Pastoral Vicariate Region II	168,531	165,834
Pastoral Vicariate Region III	-	10,039
Pastoral Vicariate Region IV	170,863	166,208
Department for Communications	535,353	537,860
Department for Liturgy & Worship	79,409	71,803
Department for Media & Technology	11,268	36,601
Department for Pre-Ordination Formation	141,297	143,236
Office for Canonical Services	164,725	184,489
Office of the Chancellor	127,261	133,334
Office for Diaconate Formation	233,253	205,985
Office for Legal Services	549,539	556,072
Office for Pastoral Formation	73,713	71,702
Office for Priestly Vocations	82,793	160,168
Office for Stewardship	341,980	303,289
Office for the Tribunal	527,631	631,448
Office of the Vicar for Church Relations	23,441	45,625
Archives & Record Center	454,165	454,792
Saint Paul Seminary Facilities	184,532	751,082
Saint Paul Seminary Program	315,037	324,835
Seminarian Pastoral Program	52,426	78,795
Seminary Tuition & Expense	547,345	660,742
Pittsburgh Catholic	604,832	-
Miscellaneous expense	<u>211,472</u>	<u>512,522</u>
Total expenses	<u><u>\$ 6,184,020</u></u>	<u><u>\$ 6,702,307</u></u>

**Catholic Diocese of Pittsburgh
Central Administration Fund**

**Schedule 7 - Diocesan Assessments and Pastoral Grants
Revenue and Expenses**

Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Diocesan assessments and pastoral grants summary:		
Revenue	\$ -	\$ 436
Expenses	<u>702,569</u>	<u>710,462</u>
Net expenses	<u><u>\$ 702,569</u></u>	<u><u>\$ 710,026</u></u>
Program/office revenue:		
Income used for current support	\$ -	\$ 36
Grants for Works of Charity	<u>-</u>	<u>400</u>
Total revenue	<u><u>\$ -</u></u>	<u><u>\$ 436</u></u>
Program/office expenses:		
Ecumenism	\$ 25,000	\$ 12,500
Holy See - Provisions of Canon 1271 & related expenses	130,088	130,000
US Conference of Catholic Bishops & related expenses	129,509	125,882
Pennsylvania Catholic Conference & related expenses	331,795	294,330
Catholic Charities of the Diocese of Pittsburgh, Inc.:		
Grant for Operations	17,815	59,500
Grant for Aging Services	58,802	17,117
Grant for Roselia Center	9,560	9,562
Grants for Works of Charity	-	400
Pastoral Grants	<u>-</u>	<u>61,171</u>
Total expenses	<u><u>\$ 702,569</u></u>	<u><u>\$ 710,462</u></u>