

**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

YEARS ENDED JUNE 30, 2023 AND 2022

**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

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INDEPENDENT AUDITOR'S REPORT

Most Reverend Louis F. Kihneman, III
Catholic Diocese of Biloxi
Biloxi, Mississippi

Opinion

We have audited the financial statements of the Catholic Diocese of Biloxi Medical Reimbursement Insurance Fund, which comprise the statement of financial position as of June 30, 2023, and the related statements of activities and functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Catholic Diocese of Biloxi Medical Reimbursement Insurance Fund as of June 30, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis on Other Matters

As explained in Note 1, the financial statements presented are only for the Catholic Diocese of Biloxi Medical Reimbursement Insurance Fund referred to above and do not include the assets, liabilities, net assets, and the changes in net assets of the Catholic Diocese of Biloxi that are recorded in its Administrative Office, Catholic Social and Community Services, Inc., Catholic Charities Housing Association of Biloxi, Inc., The Catholic Foundation of the Diocese of Biloxi, Inc., de l'Epee Deaf Center, Inc., General Self-Insurance Fund and the various parishes, schools and homes.

The financial statements of Catholic Diocese of Biloxi Medical Reimbursement Insurance Fund for the year ended June 30, 2022, were audited by another auditor who expressed an unmodified opinion on those statements on December 19, 2022, and included an emphasis-of-matter paragraph that described the reporting entity did not include the assets, liabilities, net assets, and the change in net assets of the Catholic Diocese of Biloxi that are recorded in its Administrative Office, Catholic Social and Community Services, Inc., Catholic Charities Housing Association of Biloxi, Inc., The Catholic Foundation of the Diocese of Biloxi, Inc., de l'Epee Deaf Center, Inc., General Self-Insurance Fund and the various parishes, schools and homes.



HATTIESBURG
2 Southern Pointe Pkwy, Ste 200
Hattiesburg, MS 39401

P. O. Drawer 15099
Hattiesburg, MS 39404

PHONE: 601.264.3519
FAX: 601.264.3642

HATTIESBURG WEST
10 Plaza Drive
Hattiesburg, MS 39402

P.O. Box 16433
Hattiesburg, MS 39404

PHONE: 601.268.3135
FAX: 601.261.3922

COLUMBIA
150 Old Highway 98 E
Columbia, MS 39429

P. O. Box 609
Columbia, MS 39429

PHONE: 601.736.3449
FAX: 601.736.0501

GULFPORT
2019 23rd Avenue
Gulfport, MS 39501

P. O. Box 548
Gulfport, MS 39502

PHONE: 228.864.1779
FAX: 228.864.3850

Most Reverend Louis F. Kihneman, III
Catholic Diocese of Biloxi
Biloxi, Mississippi

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Catholic Diocese of Biloxi Medical Reimbursement Insurance Fund's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

Most Reverend Louis F. Kihneman, III
Catholic Diocese of Biloxi
Biloxi, Mississippi

- 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 Catholic Diocese of Biloxi Medical Reimbursement Insurance 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 Catholic Diocese of Biloxi Medical Reimbursement Insurance 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 audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information on page 15 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Gulfport, Mississippi
December 5, 2023

FINANCIAL STATEMENTS

EXHIBIT A

**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2023 AND 2022**

ASSETS

	June 30,	
	2023	2022
<i>CURRENT ASSETS</i>		
Cash and cash equivalents	\$ 978,863	\$ 1,478,333
Due from third party service provider	43,604	42,148
Participant contributions receivable	96,766	51,572
Due from the Catholic Diocese of Biloxi General Self-Insurance Fund	265,000	-
Investments in The Catholic Foundation of the Diocese of Biloxi, Inc.	2,596,205	2,834,850
Total current assets	<u>\$ 3,980,438</u>	<u>\$ 4,406,903</u>

LIABILITIES AND NET ASSETS

<i>CURRENT LIABILITIES</i>		
Liability for self-insured benefits payable	\$ 305,937	\$ 240,781
Unearned medical insurance premium revenue	-	4,516
Total current liabilities	<u>305,937</u>	<u>245,297</u>
<i>NET ASSETS</i>	<u>3,674,501</u>	<u>4,161,606</u>
<i>Total liabilities and net assets</i>	<u>\$ 3,980,438</u>	<u>\$ 4,406,903</u>

The accompanying notes are an integral part of these financial statements.

EXHIBIT B

**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**STATEMENTS OF ACTIVITIES AND FUNCTIONAL EXPENSES
YEARS ENDED JUNE 30, 2023 AND 2022**

	June 30,	
	2023	2022
REVENUE AND OTHER SUPPORT WITHOUT DONOR RESTRICTIONS		
Participant contributions	\$ 4,722,655	\$ 4,885,714
Investment return	26,478	(26,775)
Other income	349,612	379,370
Insurance claim refunds	5,448	6,077
Reinsurance reimbursements	142,942	81,487
Total revenue and other support	<u>5,247,135</u>	<u>5,325,873</u>
EXPENSES		
Program:		
Benefits for employees' medical claims	4,652,346	3,519,966
Reinsurance premiums	520,785	519,664
Life insurance premiums	177,146	178,489
Dental premiums	157,846	206,469
Supporting:		
Administrator's fee	158,467	158,910
Professional fees	7,650	37,650
Management fees	60,000	30,000
Total expenses	<u>5,734,240</u>	<u>4,651,148</u>
CHANGE IN NET ASSETS	(487,105)	674,725
NET ASSETS, BEGINNING OF YEAR	<u>4,161,606</u>	<u>3,486,881</u>
NET ASSETS, END OF YEAR	<u>\$ 3,674,501</u>	<u>\$ 4,161,606</u>

The accompanying notes are an integral part of these financial statements.

EXHIBIT C

**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2023 AND 2022**

	June 30,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from participant contributions and reinsurance	\$ 5,173,413	\$ 5,459,728
Cash paid for medical claims and insurance premiums	(5,673,600)	(4,918,252)
Other uses	(265,000)	-
Interest and dividends received	-	193
Net cash provided (used) by operating activities	(765,187)	541,669
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments or maturities	1,765,717	-
Purchase of investments in the Catholic Foundation of the Diocese of Biloxi, Inc.	(1,500,000)	(850,000)
Net cash provided (used) by investing activities	265,717	(850,000)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(499,470)	(308,331)
CASH AND CASH EQUIVALENTS, beginning of year	1,478,333	1,786,664
CASH AND CASH EQUIVALENTS, end of year	\$ 978,863	\$ 1,478,333
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Change in net assets	\$ (487,105)	\$ 674,725
Adjustments reconciling the change in net assets to net cash provided (used) by operating activities:		
Investment income (loss)	-	26,968
Net unrealized gain (loss) on sale of investments	(27,072)	-
(Increase) decrease in:		
Due from third party service provider	(1,456)	(1,070)
Participant contributions receivable	(45,194)	42,556
Reinsurance receivable	-	77,205
Due from the Catholic Diocese of Biloxi General Self-Insurance Fund	(265,000)	-
Increase (decrease) in:		
Liability for self-insured benefits payable	65,156	(266,034)
Unearned medical insurance premium revenue	(4,516)	(12,681)
Total adjustments	(278,082)	(133,056)
Net cash provided (used) by operating activities	\$ (765,187)	\$ 541,669

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**NOTES TO FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Fund - The following description of the Catholic Diocese of Biloxi (the Diocese) Medical Reimbursement Insurance Fund (the Fund) provides only general information. Participants should refer to the insurance plan agreement for a more complete description of the insurance plan's provisions.

The Fund was created on July 1, 1980 and is administered by the Diocesan Insurance Committee, Bishop Louis F. Kihneman, III and a third-party benefits administrator. The Fund provides life and health benefits covering substantially all priests and employees of the Diocese and its parishes, schools, agencies and other organizations (collectively referred to hereafter as Diocesan Organizations) under its control.

The Fund provides life and health benefits (hospital, surgical, major medical, dental and prescriptions) to all full-time employees and their dependents. Additionally, the Fund participates in a prescription medicine plan that allows employees to purchase prescription medicines at varying levels.

The aggregate contribution required from the Diocesan Organizations is determined annually by the Fund and its insurance administrator. Each Diocesan Organization is required to contribute, annually or in monthly installments, its pro-rata share of the aggregate contribution based on the number of employees each employ that are covered under the Fund.

Basis of Presentation - The financial statements of the Fund have been prepared in conformity with accounting principles generally accepted in the United States of America under the accrual basis of accounting. The accrual basis of accounting is the method of accounting under which liabilities and expenses are recorded when incurred, whether or not paid, and income is recorded when earned, whether or not received.

The Fund is required to report information regarding its financial position and activities according to two classes of net assets: with donor restrictions and without donor restrictions. Net assets with donor restrictions are created only by donor-imposed restrictions on their use. All other net assets, including board-designated or appropriated amounts, are reported as part of without donor restrictions. In addition, the Fund is required to present a statement of cash flows. As permitted by the standards, the Fund does not use fund accounting.

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**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**NOTES TO FINANCIAL STATEMENTS
PAGE TWO
YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as net assets with donor restrictions. When donor restrictions are met, these amounts are reclassified to net assets without donor restrictions. Presently, the Fund has not received any contributions with donor-imposed restrictions that would result in classification as net assets with donor restrictions.

The financial statements include only the statements of financial position, activities, and cash flows of the Fund referred to above. These financial statements do not include the assets, liabilities, net assets and the changes in net assets of the Catholic Diocese of Biloxi that are recorded in its Administrative Offices, Catholic Social and Community Services, Inc., Catholic Charities Housing Association of Biloxi, Inc., The Catholic Foundation of the Diocese of Biloxi, Inc., de l'Epee Deaf Center, Inc., General Self-Insurance Fund, and the various parishes, schools and homes.

Participant Contributions Receivable - Management provides for losses on accounts receivable using the allowance method. The allowance is based on experience and other circumstances, which may affect the ability of Diocesan Organizations to meet their obligations. Receivables are considered impaired if annual billings are not received within the following twelve-month period. It is the Fund's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. Management considers the remaining accounts, net of allowance, when applicable, to be collectible.

Income Taxes - The Diocese is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Similar provisions under the Mississippi Code allow for exemption from state income taxes. Management has evaluated the Diocese's tax positions related to the Fund and believes there are no uncertain tax positions requiring disclosure.

Use of Estimates - In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, as well as revenues and expenses during the reporting period. Actual results could differ from those estimates.

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**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**NOTES TO FINANCIAL STATEMENTS
PAGE THREE
YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Liquidity and Availability of Financial Assets - The Fund's financial assets available within one year of the statement of financial position date to meet cash needs for general operating expenditures, consist of the following:

	June 30,	
	2023	2022
Cash and cash equivalents	\$ 978,863	\$ 1,478,333
Due from third party service provider	43,604	42,148
Participant contributions receivable	96,766	51,572
Due from the Catholic Diocese of Biloxi		
General Self-Insurance Fund	265,000	-
Investments in The Catholic Foundation of the Diocese of Biloxi, Inc.	2,596,205	2,834,850
Total	\$ 3,980,438	\$ 4,406,903

Cash and Cash Equivalents - For the purpose of the statements of cash flows, cash and cash equivalents are defined as demand deposits and savings accounts at local banks and cash accumulation accounts at a local brokerage firm and certificates of deposit with a maturity of three months or less, as applicable.

Reclassifications - Certain accounts in the prior year's financial statements have been reclassified to conform to the presentation of the current year financial statements.

Subsequent Events - Management has evaluated subsequent events through December 5, 2023, the date on which the financial statements were issued. No such events have been identified by the Fund for this time period that are required to be recognized or disclosed.

NOTE 2 - INVESTMENTS IN THE CATHOLIC FOUNDATION OF THE DIOCESE OF BILOXI, INC.

Investments in The Catholic Foundation of the Diocese of Biloxi, Inc. (the Foundation) consist of funds held in the Foundation that are carried at fair value.

**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**NOTES TO FINANCIAL STATEMENTS
PAGE FOUR
YEARS ENDED JUNE 30, 2023 AND 2022**

***NOTE 2 - INVESTMENTS IN THE CATHOLIC FOUNDATION OF THE DIOCESE OF BILOXI, INC.
(CONT.)***

Fair Value Measurement - Accounting principles generally accepted in the United States of America establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

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

- **Level 1** - inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Fund has the ability to access at the measurement date.
- **Level 2** - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- **Level 3** - inputs are unobservable for the asset or liability.

All of the Fund's investments in the Foundation consist of marketable securities and certificates of deposits with readily determinable fair values based on quoted prices in active markets and therefore classified within Level 1.

There were no changes in the valuation techniques during the current year.

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**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**NOTES TO FINANCIAL STATEMENTS
PAGE FIVE
YEARS ENDED JUNE 30, 2023 AND 2022**

**NOTE 2 - INVESTMENTS IN THE CATHOLIC FOUNDATION OF THE DIOCESE OF BILOXI, INC.
(CONT.)**

The following schedule summarizes investment return and their classification in the statement of activities:

	June 30,	
	2023	2022
Interest income	\$ 43,953	\$ 34,350
Other income	22	-
Realized loss on sale of investments	(37,078)	(4,467)
Unrealized gain (loss) on investments	27,072	(50,724)
Total investment and interest income (loss)	33,969	(20,841)
Less: Management/miscellaneous fees	(7,491)	(5,934)
Total investment return	\$ 26,478	\$ (26,775)

NOTE 3 - DUE FROM/TO THIRD-PARTY SERVICE PROVIDER

A third-party benefits administrator performs annual self-insurance billings and collections, insurance claims processing and payments, and reinsurance premiums billings and collections for the Fund. Billing collections are deposited into a bank account owned by the Diocese. Claims and premiums payments are disbursed from a bank account owned by the third-party benefits administrator. Due from third-party service provider consists of amounts on deposit in the third-party benefits administrator's bank account that were not disbursed as of fiscal year end. Due to third-party service provider consists of amounts paid by the third-party benefits administrator on behalf of the Fund that were not repaid as of fiscal year end. For the fiscal years ended June 30, 2023 and 2022, the Fund had \$43,604 and \$42,148, respectively, due from the third-party benefits administrator. There were no amounts due to the third-party benefits administrator at June 30, 2023 and 2022.

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**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**NOTES TO FINANCIAL STATEMENTS
PAGE SIX
YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 4 - PARTICIPANT CONTRIBUTIONS RECEIVABLE

As described in Note 1, the participant contributions receivable includes unpaid amounts billed to Diocesan Organizations and are non-interest bearing, unsecured, and due currently.

From time-to-time, certain parishes, schools and mission parishes may be unable to pay for their share of the aggregate insurance contribution on a current basis. However, because of the related party nature of all Diocesan Organizations, management of the Fund may consider these receivables to be collectible but not currently available to pay claims and expenses. Management views the Catholic Diocese of Biloxi as a whole, and its ability to raise funds and direct resources on a priority basis. If the cash flow needs of the Fund dictate, the Diocese would take the necessary action to appropriate the funds necessary to cover these receivables.

In accordance with the above policy, management evaluates participant contributions receivable on an on-going basis and determines accounts receivable that are temporarily unavailable to pay claims and expenses. For the years ended June 30, 2023 and 2022, management has determined all accounts receivable from Diocesan Organizations are collectible and currently available to pay claims and expenses of the Fund.

NOTE 5 - LIABILITY FOR SELF-INSURED BENEFITS PAYABLE

The liability for self-insured benefits payable represents estimated claims incurred but unpaid for medical, dental, and prescriptions of covered employees as of the fiscal year end. The estimate includes claims reported as of fiscal year end, as well as an estimated amount representing claims incurred but not reported (IBNR) based on historical experience. While it is at least reasonably possible that the estimate used could change materially, no estimate can be made of the range of additional IBNR that is at least reasonably possible.

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**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**NOTES TO FINANCIAL STATEMENTS
PAGE SEVEN
YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 5 - LIABILITY FOR SELF-INSURED BENEFITS PAYABLE (Cont.)

Changes in the liability for self-insured benefits payable are as follows:

	June 30,	
	2023	2022
Liability for self-insured benefits payable at July 1	\$ 240,781	\$ 506,815
Current year claims and changes in estimates	4,652,346	3,519,966
Current year claim payments	<u>(4,587,190)</u>	<u>(3,786,000)</u>
<i>Liability for self-insured benefits payable at June 30</i>	<u>\$ 305,937</u>	<u>\$ 240,781</u>

NOTE 6 - REINSURANCE

The Fund is third-party insured with respect to life benefits and self-insured for health benefits, as further noted. Life insurance is fully insured through Assurant Employee Benefits. Health, dental, vision, and prescription benefits are self-insured up to an aggregate claims amount of \$5,105,266 in 2023. The reinsurance carrier Reunion Insurance Underwriters, Inc. will pay up to \$1,000,000 (Aggregate Stop Loss Reinsurance) in annual claims cost once the aggregate claims figure is reached. In addition, the health, dental, vision, and prescription benefits are self-insured on a per person basis. The Catholic Diocese assumes the risk for the first \$100,000 of annual claims per person, unless otherwise stipulated by policy. All claims over \$100,000 are pooled and Reunion Insurance Underwriters, Inc. will pay all pooled claims over \$68,750 (Specific Stop Loss Reinsurance, no cap). Reunion Insurance Underwriters, Inc. is paid an annual premium of \$478,400 to provide both the Aggregate Stop Loss reinsurance and the Specific Stop Loss Reinsurance described above.

NOTE 7 - CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject the Fund to concentrations of credit and market risk consist principally of bank deposit accounts and cash held in brokerage accounts. The Fund maintains its cash balances in financial institutions that are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Fund had \$726,918 and \$1,478,333 over the FDIC federally insured limits as of June 30, 2023 and 2022, respectively, including cash held in brokerage accounts.

**CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND**

**NOTES TO FINANCIAL STATEMENTS
PAGE EIGHT
YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 7 - CONCENTRATION OF CREDIT RISK (Cont.)

Cash equivalents, other securities, and limited amounts of cash held in brokerage accounts are protected by the Securities Investor Protection Corporation (SIPC) in the event of broker-dealer failure, up to \$500,000 of protection for each brokerage account, with a limit of \$250,000 for claims of uninvested cash balances. Additional brokerage insurance, in addition to SIPC protection, is provided through private insurers. The SIPC insurance does not protect against market losses on investments.

The Fund's investments are subject to various risks, such as interest rate, credit, and overall market volatility risks. Further, because of the significance of the investments to the Fund financial position and the level of risk inherent in most investments, it is reasonably possible that changes in the values of these investments could occur in the near term and such changes could materially affect the amounts reported in the financial statements. Management is of the opinion that the diversification of its invested assets among the various asset classes should mitigate the impact of changes in any one class.

NOTE 8 - RELATED PARTIES

In the year ended June 30, 2023, a loan was provided to the Catholic Diocese of Biloxi General Self-Insurance Fund. The balance outstanding at June 30, 2023 was \$265,000. There were no loans outstanding at June 30, 2022.

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SUPPLEMENTARY INFORMATION

SCHEDULE 1

CATHOLIC DIOCESE OF BILOXI
MEDICAL REIMBURSEMENT INSURANCE FUND
STATISTICAL INFORMATION - FIVE YEAR HISTORY
YEAR ENDED JUNE 30, 2023

<u>Fiscal year ended June 30,</u>	<u>Average number of participants</u>	<u>Participant contributions</u>	<u>Benefits paid for employees (net of reinsurance claims)</u>	<u>Net increase (decrease) in Fund assets</u>
2019	443	\$ 4,944,258	\$ 3,533,497	\$ 501,108
2020	438	\$ 4,977,271	\$ 3,494,440	\$ 730,589
2021	431	\$ 4,867,152	\$ 3,315,070	\$ 667,875
2022	444	\$ 4,885,714	\$ 3,519,966	\$ 674,725
2023	421	\$ 4,722,655	\$ 4,652,346	\$ (487,105)

<u>Fiscal year ended June 30,</u>	<u>Percentage increase (decrease)</u>	
2019	7.47%	(3.25)%
2020	0.67%	(1.11)%
2021	(2.21)%	(5.13)%
2022	0.38%	6.18%
2023	(3.34)%	32.17%

<u>Fiscal year ended June 30,</u>	<u>Average annual contribution per participant</u>	<u>Average benefits paid for participant (net of reinsurance claims)</u>	<u>Average amount available to offset administrative expenses</u>
2019	\$ 11,161	\$ 7,976	\$ 3,185
2020	\$ 11,364	\$ 7,978	\$ 3,386
2021	\$ 11,293	\$ 7,692	\$ 3,601
2022	\$ 11,004	\$ 7,928	\$ 3,076
2023	\$ 11,218	\$ 11,051	\$ 167

Monthly amounts charged participants by employee and type of coverage for insurance premiums for the previous five fiscal years are:

<u>Fiscal year ended June 30,</u>	<u>Single coverage</u>	<u>Family coverage</u>	<u>Priest</u>
2019	\$ 845	\$ 1,670	\$ 950
2020	\$ 845	\$ 1,670	\$ 950
2021	\$ 845	\$ 1,670	\$ 950
2022	\$ 845	\$ 1,670	\$ 950
2023	\$ 845	\$ 1,670	\$ 950

See Independent Auditor's Report.