ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

FINANCIAL STATEMENTS

JUNE 30, 2022 AND 2021

ADMINISTRATIVE OFFICES OF
THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF BATON ROUGE
AND
THE ROMAN CATHOLIC CHURCH OF THE DIOCESE
OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

FINANCIAL STATEMENTS

JUNE 30, 2022, AND 2021

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SUPPLEMENTAL INFORMATION

INDEPENDENT AUDITORS' REPORT

His Excellency
The Most Reverend Michael G. Duca, D.D.
The Roman Catholic Church of the Diocese of Baton Rouge

Opinion

We have audited the accompanying combined financial statements of the Administrative Offices of the Roman Catholic Church of the Diocese of Baton Rouge (Administrative Offices) and the Roman Catholic Church of the Diocese of Baton Rouge, Deposit and Loan Fund, Inc. (collectively, the Diocese), which comprise the combined statements of assets, liabilities, and net assets – modified cash basis as of June 30, 2022 and 2021, the related combined statements of revenues and expenses, and changes in net assets – modified cash basis, and the combined statements of functional expenses – modified cash basis for the years then ended, and the related notes to the combined financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of the Diocese as of June 30, 2022, and 2021, and the results of its operations for the years then ended in accordance with modified cash basis of accounting as described in Note 2.

Basis for Opinion

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

Basis for Accounting

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. 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 these combined financial statements in accordance with the modified cash basis of accounting described in Note 2; this includes determining that the modified cash basis of accounting is an acceptable basis for the presentation of the combined financial statements in the circumstances. Management is also responsible 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 combined financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Diocese's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the combined financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern for a reasonable period of time.

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

Other Information

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The Combining Supplemental Statement of Assets, Liabilities and Fund Balances - Modified Cash Basis, the Combining Supplemental Statement of Revenues and Expenses and Changes in Net Assets - Modified Cash Basis, the Combining Summary Schedule of Revenues and Expenses and Changes in Net Assets – Modified Cash Basis, and the Combining Supplemental Statements of Revenues and Expense and Changes in Net Assets– Modified Cash Basis (Program Summary, Pastoral, Administrative, Clergy and Subsidy Programs, and General Administration) for the year ended June 30, 2022 and 2021, on pages 21, 22 through 23, 24, and 25 through 30, are presented for additional analysis and are not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined 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 combined financial statements as a whole.

Postlethwaite & Netterville

Baton Rouge, Louisiana
October 31, 2023

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINED STATEMENTS OF ASSETS, LIABILITIES AND NET ASSETS - MODIFIED CASH BASIS JUNE 30, 2022 AND 2021

A S S E T S

	2022	2021
Cash and cash equivalents	$ 17,690,068	$ 26,984,277
Accrued interest	-	17,277
Investments, at estimated fair value	92,427,829	79,083,971
Loans receivable - Parishes, net	16,231,674	19,153,587
Loans receivable - Schools, net	5,340,066	7,111,496
Property and equipment	17,332,717	17,096,579
Total Assets	$ 149,022,354	$ 149,447,187

L I A B I L I T I E S A N D N E T A S S E T S

	2022	2021
Deposits payable - Parishes	$ 66,568,656	$ 59,019,734
Deposits payable - Schools	27,031,943	28,562,847
Deposits payable - Other	11,749,137	13,184,396
Note payable - SBA	-	775,000
Funds owed to others	3,051,960	766,901
Total Liabilities	108,401,696	102,308,878
Net Assets:		
Without donor restrictions (restated)	31,999,027	37,957,835
With donor restrictions	8,621,631	9,180,474
Total Net Assets	40,620,658	47,138,309
Total Liabilities and Net Assets	$ 149,022,354	$ 149,447,187

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

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINED STATEMENTS OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS YEARS ENDED JUNE 30, 2022 AND 2021

	2022		
	Without donor restrictions	With donor restrictions	Total
REVENUES:			
Diocesan assessment	$ 8,492,836	$ -	$ 8,492,836
Donation and grants	1,199,158	78,020	1,277,178
Investment earnings (loss)	(6,499,885)	(299,613)	(6,799,498)
Other revenues	985,429	-	985,429
Program service fees	17,487,421	-	17,487,421
Net assets released from donor restrictions	337,250	(337,250)	-
Total revenues and support	22,002,209	(558,843)	21,443,366
EXPENSES:			
Program services	25,614,004	-	25,614,004
Supporting services:			
General Administration	2,075,285	-	2,075,285
Fundraising	271,728	-	271,728
Total expenses	27,961,017	-	27,961,017
CHANGE IN NET ASSETS	(5,958,808)	(558,843)	(6,517,651)
NET ASSETS, BEGINNING OF THE YEAR, AS RESTATED	37,957,835	9,180,474	47,138,309
NET ASSETS, END OF THE YEAR	$ 31,999,027	$ 8,621,631	$ 40,620,658

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

2021		
Without donor restrictions	With donor restrictions	Total
$ 8,220,198	$ -	8,220,198
1,169,779	20,224	1,190,003
6,150,237	1,548,075	7,698,312
683,823	-	683,823
15,814,451	-	15,814,451
320,591	(320,591)	-
32,359,079	1,247,708	33,606,787
21,856,095	-	21,856,095
1,953,134	-	1,953,134
283,653	-	283,653
24,092,882	-	24,092,882
8,266,197	1,247,708	9,513,905
29,691,638	7,932,766	37,624,404
$ 37,957,835	$ 9,180,474	$ 47,138,309

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINED STATEMENTS OF FUNCTIONAL EXPENSES - MODIFIED CASH BASIS YEAR ENDED JUNE 30, 2022 AND 2021

	2022				
	Program services				
	Pastoral	Administrative Support	Clergy	Subsidy	Total Program
Salaries	$ 2,118,655	$ 975,286	$ 190,191	$ -	$ 3,284,132
Employee benefits and taxes	569,425	284,066	755,133	-	1,608,624
Travel, conferences, meeting and retreats	26,658	18,119	11,228	-	56,005
Professional and contract services	237,829	744,047	71,629	34,386	1,087,891
Advertising	53,036	2,617	2,352	-	58,005
Program costs	328,340	14,342,373	405,495	-	15,076,208
Supplies and postage	33,809	14,752	2,820	-	51,381
Maintenance and repairs	20,502	23,030	-	105	43,637
Occupancy	156,047	85,927	34,424	128,951	405,349
Copying and printing	1,104	7,464	3,101	-	11,669
Dues and assessments	6,639	3,760	2,161	-	12,560
Contributions and grants	37,200	-	-	2,007,532	2,044,732
Interest expense	-	1,728,099	-	-	1,728,099
Furniture, fixtures and equipment	22,816	9,650	2,161	-	34,627
Miscellaneous	4,918	106,167	-	-	111,085
Total	$ 3,616,978	$ 18,345,357	$ 1,480,695	$ 2,170,974	$ 25,614,004

	2021				
	Program services				
	Pastoral	Administrative Support	Clergy	Subsidy	Total Program
Salaries	$ 1,231,855	$ 793,006	$ 204,562	$ -	$ 2,229,423
Employee benefits and taxes	374,722	231,140	707,454	3,890	1,317,206
Travel, conferences, meeting and retreats	8,028	103,506	12,115	-	123,649
Professional and contract services	110,786	220,835	102,656	27,335	461,612
Advertising	46,354	233	4,322	-	50,909
Program costs	291,067	12,725,491	681,445	-	13,698,003
Supplies and postage	18,875	5,514	3,799	-	28,188
Maintenance and repairs	9,106	20,278	-	310	29,694
Occupancy	148,111	84,914	29,303	97,256	359,584
Copying and printing	5,253	(6,537)	1,619	-	335
Dues and assessments	5,519	2,827	2,586	-	10,932
Contributions and grants	20,500	-	-	1,945,712	1,966,212
Interest expense	-	1,543,407	-	-	1,543,407
Furniture, fixtures and equipment	25,993	9,608	-	-	35,601
Miscellaneous	948	370	22	-	1,340
Total	$ 2,297,117	$ 15,734,592	$ 1,749,883	$ 2,074,503	$ 21,856,095

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

2022			
Supporting services			
Management and General	Fundraising	Total Supporting	Total
$ 713,250	$ 149,060	$ 862,310	$ 4,146,442
265,782	38,298	304,080	1,912,704
30,836	13,738	44,574	100,579
380,591	911	381,502	1,469,393
5,314	3,497	8,811	66,816
-	-	-	15,076,208
22,588	6,150	28,738	80,119
215,627	17,396	233,023	276,660
243,220	9,038	252,258	657,607
1,167	23,704	24,871	36,540
203,879	2,375	206,254	218,814
-	-	-	2,044,732
-	-	-	1,728,099
84,605	-	84,605	119,232
(91,574)	7,561	(84,013)	27,072
$ 2,075,285	$ 271,728	$ 2,347,013	$ 27,961,017

2021			
Supporting services			
Management and General	Fundraising	Total Supporting	Total
$ 752,720	$ 158,416	$ 911,136	$ 3,140,559
291,300	42,764	334,064	1,651,270
10,763	1,645	12,408	136,057
237,326	12,492	249,818	711,430
825	4,893	5,718	56,627
-	-	-	13,698,003
55,034	10,173	65,207	93,395
167,507	19,388	186,895	216,589
174,858	12,819	187,677	547,261
-	12,986	12,986	13,321
207,381	3,814	211,195	222,127
4,613	-	4,613	1,970,825
-	-	-	1,543,407
15,535	161	15,696	51,297
35,272	4,102	39,374	40,714
$ 1,953,134	$ 283,653	$ 2,236,787	$ 24,092,882

1. Organization

The accompanying combined financial statements include the assets, liabilities, net assets, and financial activities of the Administrative Offices of the Roman Catholic Church of the Diocese of Baton Rouge (the Administrative Offices) and The Roman Catholic Church of the Diocese of Baton Rouge, Deposit and Loan Fund, Inc. (the Deposit and Loan Fund), collectively the Diocese, which are under the control of the Bishop of Baton Rouge. The Administrative Offices of the Roman Catholic Church of the Diocese of Baton Rouge provide programs and services to parishes, schools, and other Catholic organizations in South Louisiana. The Roman Catholic Church of the Diocese of Baton Rouge, Deposit and Loan Fund, Inc. was incorporated in 2003 to hold and administer deposits from parishes, schools, and other Catholic organizations in South Louisiana and also provides loans to these entities for construction and other purposes. In addition to the administration of deposits and loans funds, the Diocese offers the following programs and services:

Pastoral Programs – The Diocese of Baton Rouge offers a variety of programs to support communications, educational services, banquet and retreat facilities and stewardship practices. As such, the Diocese of Baton Rouge provides the Catholic Commentator, Catholic Life Television and a Diocesan Media Liaison to its parishioners. The Diocese of Baton Rouge Catholic Schools Office supports schools as they evangelize hearts, educate minds, encourage talent, and embrace the future by promoting excellence in faith formation, academic rigor, innovative programs, responsible stewardship, and joyful celebration of service to the community. The Diocese also operates the Bishop Robert E. Tracy Center, a first class banquet and catering facility, along with an overnight retreat center and has the ability to facilitate meetings, reunions and other community events. The Office of Stewardship serves the mission and vision of the Catholic Diocese of Baton Rouge, its parishes, and parishioners by promoting and facilitating stewardship practices and securing the financial resources to support, sustain and enhance diocesan and parish priorities.

Administrative Programs – The Diocese is self-insured for health care and pharmacy benefits and all Diocesan full-time employees working thirty hours per week or more are eligible to participate. The costs of medical care and prescriptions is paid out of employee and employer contributions. The Diocese is self-insured for property and casualty insurance coverage. The property and casualty program provides for replacement cost coverage on most property except automobiles, which are handled on an actual cash value basis.

Clergy Programs – The Diocese provides continued education, support to its priest and seminarians, as well as other vocations.

Subsidy Programs - This program includes funding for charitable programs of various religious agencies and institutions in the geographical boundaries of the diocese, area including Catholic Charities of the Diocese of Baton Rouge, Inc.

The balances and transactions of the individual parishes, schools, and other church-related agencies and institutions, within the Diocese's geographical boundaries, are not included in these combined financial statements of the Diocese. A substantial portion of Diocesan transactions are with affiliated parishes and other religious organizations. There have been no balances or transactions eliminated with respect to these transactions in the accompanying combined financial statements.

2. Summary of Significant Accounting Policies

Basis of Presentation

The financial statements of the Diocese have been prepared on the modified cash basis of accounting which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States (GAAP). Management believes that the modified cash basis of accounting is appropriate to meet the needs of its financial statement users. Under this basis, certain revenues and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligation occurred. Consequently, the Diocese has identified the following areas which differ from GAAP:

- a provision for depreciation has not been recorded.
- interest is not capitalized during the construction of facilities.
- assets, liabilities, and related income statement effects related to the defined benefit pension plans are not recorded.
- a liability for post-retirement benefits has not been recognized and the pension information disclosed is not reported on the same fiscal year as these combined financial statements.
- a liability for outstanding health claims has not been recorded.
- donated assets or services is not recognized in these combined financial statements.
- the equity investment held in insurance pools has not been recorded.
- assets associated with amounts paid in advance of services to be provided in future years are not recorded.
- amounts owed for costs or services in incurred or provided in the current fiscal year but not yet paid have not been recorded as a liability.

The accompanying financial statements include modifications from the cash basis of accounting primarily for the following:

- investments are recorded at estimated fair value.
- loans receivable and estimated loss reserves, and accrued interest receivable, are recognized.
- costs associated with the purchase of land, buildings, and equipment, including improvements is capitalized.
- deposits payable are recorded as liabilities.
- cash collected on behalf of others is recognized as a liability.
- proceeds from debt are recognized as a liability.

2. Summary of Significant Accounting Policies (continued)

Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Deposit and Loan Fund

The Deposit and Loan Fund represents resources arising from a cooperative investment and lending program established for the mutual benefit of parishes, schools, and other organizations.

An allowance for loan losses is established as losses are estimated through a provision for loan losses and are charged to earnings. Loan losses are charged against the allowance when management believes the uncollectability of a loan balance is confirmed. Subsequent recoveries, if any, are credited to the allowance.

The allowance for loan losses is evaluated on a regular basis by management and is based upon management's periodic review of the collectability of the loans in light of historical experience, the nature and volume of the loan portfolio, adverse situations that may affect the borrower's ability to repay, and prevailing economic conditions. This evaluation is inherently subjective as it requires estimates that are susceptible to significant revision as more information becomes available. Management has evaluated the collectability of the loans and has determined no allowance is deemed necessary.

Property and Equipment

Property and equipment includes land, buildings, and equipment, including improvements thereto. Since the original cost of the older assets is unknown, the amounts recorded for these assets represent estimated values made primarily for insurance purposes. Maintenance and repairs are charged to expense, while additions and improvements in excess of $5,000 are capitalized. Donated assets are not recorded and no provision for depreciation is recorded.

Funds Owed to Others

Funds owed to others represent funds received and held by the Diocese as fiscal agent for other organizations.

Endowment Funds

Endowment Funds are subject to restrictions of gift instruments requiring that the principal be invested in perpetuity and that spending be based upon a spending policy established by the Board to preserve the corpus of the fund and to provide for constant dollar withdrawals given the effects of inflation. The current spending policy limits withdrawals to an annualized rate of 5% of market value determined on a quarterly basis.

2. Summary of Significant Accounting Policies (continued)

Functional Allocation of Expenses

The costs of providing the various programs and other activities of the Diocese have been summarized on a functional basis in the combined statement of functional expenses -modified cash basis and the combined statement of activities – modified cash basis. Expenses have been directly allocated between functions except expenses related to occupancy which was allocated based on square footage occupied.

Cash and Cash Equivalents

The Diocese considers all highly liquid debt instruments purchased with an original maturity of ninety days or less to be cash equivalents.

Income Taxes

The Diocese is exempt from federal income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code.

The Diocese applies accounting guidance related to accounting for uncertainty in income taxes, which sets out a consistent framework to determine the appropriate level of tax reserves to maintain for uncertain tax positions. The Diocese recognizes the effect of income tax positions only if the positions are more likely than not of being sustained. Recognized income tax positions are recorded at the largest amount that is greater than 50% likely of being realized. Changes in the recognition or measurement are reflected in the period in which the change in judgment occurs.

The Diocese has evaluated its position regarding the accounting for uncertain income tax positions and does not believe that it has any material uncertain tax positions.

Investments

The Diocese's investments are carried at estimated fair value. Realized and unrealized gains and losses are included in net investment gains or losses.

Revenue Recognition

Contributions are recognized when received and are recorded as without donor restrictions or with donor restrictions, depending on the existence or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), donor restricted net assets are reclassified to without donor restricted net assets and reported in the statement of activities and changes in net assets as released from restrictions.

Assessments and auxiliary services revenues from the schools and parishes and rental income from events are recognized when received.

3. Property and Equipment

The composition of property and equipment at June 30, 2022 and 2021, was as follows:

	2022	2021
Land	$ 1,080,432	$ 1,080,432
Buildings	14,100,148	13,863,596
Equipment	1,471,537	1,471,951
Other	680,600	680,600
	$ 17,332,717	$ 17,096,579

4. Loans Receivable

Loans receivable represent loans made to the parishes, schools, and Diocesan related organizations from the Deposit and Loan Fund. The Deposit and Loan Fund is a cooperative investment program established for the mutual benefit of the participants. The loans bore interest at a rate of 3.75% at June 30, 2022 and 2021.

The scheduled principal payments to be received on loans receivable at June 30, 2022, are as follows:

Year ending June 30,	Amount
2023	$ 2,757,085
2024	2,699,450
2025	2,360,727
2026	2,155,628
2027	2,174,773
Thereafter	9,424,077
	$ 21,571,740

As reported on the combined statement of assets, liabilities, and net assets – modified cash basis, loans receivable as of June 30, 2022 and 2021 consisted of the following:

	2022	2021
Loans receivable - Parishes, net	$ 16,231,674	$ 19,153,587
Loans receivable - Schools, net	5,340,066	7,111,496
Total loan receivable	$ 21,571,740	$ 26,265,083

During the fiscal years ended June 30, 2022 and 2021, loans made and principal and interest payments received were as follows:

	2022	2021
Loans made	$ 275,000	$ 1,636,888
Principal payments received	$ 4,968,343	$ 4,424,504
Interest payments received	$ 859,258	$ 1,039,934

5. Deposits Payable

Deposits payable represent deposits made by parishes, schools, and Diocesan related organizations into the Deposit and Loan Fund. The Deposit and Loan Fund is a cooperative lending program established for the mutual benefit of the participants. The deposits are payable on demand and bear interest at a rate of 1.75% at June 30, 2022 and 2021.

As reported on the combined statement of assets, liabilities, and net assets – modified cash basis, deposits payable as of June 30, 2022 and 2021 consisted of the following:

	2022	2021
Deposits payable - Parishes	$ 66,568,656	$ 59,019,734
Deposits payable - Schools	27,031,947	28,562,847
Deposits payable - Others	11,749,137	13,184,396
Total deposits payable	$ 105,349,740	$100,766,977

During the fiscal years ended June 30, 2022 and 2021, the amounts deposited, withdrawals made and interest paid received were as follows:

	2022	2021
Withdrawals from savings	$ 20,727,000	$ 19,716,249
Deposits to savings	$ 25,309,767	$ 32,887,771
Interest paid on savings	$ 1,728,099	$ 1,543,407

6. Insurance

Property and Casualty Insurance

The Diocese is self-insured for property and casualty insurance coverage for the first $25,000 in any one occurrence, the first $75,000 for any one incident involving multiple claims (such as a hurricane), and up to an aggregate of $300,000 during any one claim year. Insurance coverage above these amounts is provided by the Catholic Mutual Relief Society of America which is administered by Catholic Mutual.

The property and casualty program provides for replacement cost coverage on most property except automobiles, which are handled on an actual cash value basis. As of June 30, 2022 and 2021, property coverage amounts, including church and school property, were approximately $839 million and $799 million, respectively. Coverage for property losses in the event of wind damage from a named storm is limited to $75,000,000 in the aggregate after a deductible of 2% per building.

The Diocese has excess coverage for liability losses in excess of $500,000 up to a maximum of $20,000,000. A portion of the excess liability coverage is provided through the Catholic Umbrella Pool, whose participating members consist of Catholic Dioceses from across the United States. The Diocese's equity investment in the Catholic Umbrella Pool totaled approximately 4% which totaled $435,000 and $516,620 at June 30, 2022 and 2021, respectively. This equity investment has not been recorded as an asset on the combined financial statements of assets, liabilities, and net assets – modified cash basis.

Flood coverage for buildings in Flood Zone A is limited to $250,000 per location while coverage in other zones is limited to $500,000 per location. All coverage is limited to a $5,000,000 per occurrence limit and a $10,000,000 annual aggregate limit. The Diocese has placed all significant buildings in Flood Zone A under the Federal Flood Insurance Program, which provides up to an additional $500,000 per building in flood coverage.

6. Insurance (continued)

All Diocesan entities are required to participate in the property and casualty insurance program. Each entity is assessed a premium based on the amount of coverage each entity requires, and the premium is shown as revenue in these combined financial statements. Claims and other related expenses are shown as expenses in these combined financial statements.

Workers' Compensation Insurance Pool

The Diocese has entered into an arrangement with the Dioceses of Houma-Thibodaux, Lake Charles, and Alexandria to provide workers' compensation insurance coverage. These four Dioceses have created a pool to provide self-insurance on a pooled basis to the four Dioceses. Each Diocese contributes into the pool a premium assessment which is used to pay claims and to purchase reinsurance for the pool. The Workers' Compensation Pool is administered jointly by the Dioceses of Baton Rouge and Houma-Thibodaux, and a third party administrator performs the claims processing. The Diocese’s share of accumulated net equity income in the Workers’ Compensation Pool was $1,852,830 and $1,832,065 at June 30, 2022 and 2021, respectively. This accumulated net equity has not been recorded as an asset on the combined financial statements of assets, liabilities, and net assets – modified cash basis.

The pool provides statutory benefits as prescribed by the Workers’ Compensation Law. The pool has reinsurance for all of the open claims. The reinsurance is on a “per claim” basis and is at the level of $225,000 per claim for the oldest open claims to $1,150,000 for claims incurred in a calendar year.

Health Care and Pharmacy Insurance

Effective January 1, 2017, the Diocese of Baton Rouge elected to be self-insured for health care and pharmacy benefits and all Diocesan full-time employees working thirty hours per week or more are eligible to participate. The costs of medical care and prescriptions is paid out of employee and employer contributions. The Diocese of Baton Rouge has contracted with United Healthcare, a third-party administrator, to provide administrative services for these benefits. The estimated liability for outstanding claims at June 30, 2022 and 2021 was $451,500 and $581,700, respectively. The Diocese has reserved cash at June 30, 2022 and 2021 of approximately $5,738,000 and $5,477,000, respectively, to cover the outstanding claims plus future health claims that may occur over and above future incoming receipts. These amounts represent board designated amounts without donor restrictions.

7. Fair Value of Financial Instruments

In accordance with the *Fair Value Measurements and Disclosure* topic of the FASB ASC, disclosure of fair value information about financial instruments, whether or not recognized in the financial statements, is required. Fair value of a financial instrument is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value is best determined based upon quoted market prices. In cases where quoted market prices are not available, fair values are based on estimates using present value or other valuation techniques. Those techniques are significantly affected by the assumptions used, including the discount rate and estimates of future cash flows. Accordingly, the fair value estimates may not be realized in an immediate settlement of the instruments; therefore, the aggregate fair value amounts presented do not necessarily represent the underlying value of the investments.

7. Fair Value of Financial Instruments (continued)

The fair value guidance provides a consistent definition of fair value, which focuses on exit price in an orderly transaction (that is, not a forced liquidation or distressed sale) between market participants at the measurement date under current market conditions. If there has been a significant decrease in the volume and level of activity for the asset or liability, a change in valuation technique or the use of multiple valuation techniques may be appropriate. In such instances, determining the price at which willing market participants would transact at the measurement date under current market conditions depends on the facts and circumstances and requires use of significant judgment. The fair value is a reasonable point within the range that is most representative of fair value under current market conditions.

Fair Value Hierarchy

The topic on *Fair Value Measurements and Disclosures* establishes a framework for measuring fair value. That framework provides 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 unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

- Level 1 **-** inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Diocese has the ability to access.

- Level 2 **-** inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; and inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

- Level 3 **-** inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used during June 30, 2022 and 2021.

Stocks: Valued using quoted prices for identical assets in an active market.

Corporate Bonds/Mortgage-backed Securities: Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issues with similar credit ratings.

U.S. Treasury Securities: Valued using pricing models maximizing the use of observable inputs for similar securities.

7. Fair Value of Financial Instruments (continued)

Mutual Funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Diocese are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The mutual funds held by the Diocese are deemed to be actively traded.

Pooled Investment Account: Each separate account invests its assets solely in the shares or units of an underlying mutual fund, and the investment objective of each separate account corresponds to the investment objective of the underlying fund. The value of each separate account is determined using various inputs, such as the net asset value (NAV) of the shares of the underlying mutual fund held at year end adjusted for administrative expense risk and other charges.

The following table presents the fair value at June 30, 2022, for each of the fair-value hierarchy levels, of the Diocese's financial assets that are measured at fair value on a recurring basis.

	Level 1	Level 2	Level 3	Total
U.S. treasury securities	$ -	$ 12,492,039	$ -	$ 12,492,039
Corporate obligations	-	20,561,611	-	20,561,611
Mortgage-backed securities	-	7,166,939	-	7,166,939
Pooled investment account	-	11,021,790	-	11,021,790
Municipal bond	-	986,749	-	986,749
Mutual funds	25,412,686	-	-	25,412,686
Stocks	9,211,164	-	-	9,211,164
Subtotal	$ 34,623,850	$ 52,229,128	$ -	86,852,978
Cash and cash equivalents				5,574,851
Total				$ 92,427,829

The following table presents the fair value at June 30, 2021, for each of the fair-value hierarchy levels, of the Diocese's financial assets that are measured at fair value on a recurring basis.

	Level 1	Level 2	Level 3	Total
U.S. treasury securities	$ -	$ 10,261,267	$ -	$ 10,261,267
Corporate obligations	-	11,980,346	-	11,980,346
Mortgage-backed securities	-	2,968,002	-	2,968,002
Pooled investment account	-	11,721,598	-	11,721,598
Mutual funds	28,926,091	-	-	28,926,091
Stocks	7,356,541	-	-	7,356,541
Subtotal	$ 36,282,632	$ 36,931,213	$ -	73,213,845
Cash and cash equivalents				5,870,126
Total				$ 79,083,971

8. Off-Balance Sheet Risk

The Diocese maintains several deposit accounts at a local financial institution. The balances, at times, may exceed the Federal Deposit Insurance Corporation (FDIC) insured limits. Management believes the credit risk associated with these deposits is minimal.

9. Pension Benefits

The Diocese has a defined benefit pension plan (the Plan) covering all lay employees who met certain eligibility requirements. Benefits are paid using a formula based on employee compensation. Effective June 30, 2009, employee benefits under the plan were frozen and a defined contribution 401(k) plan was started as of July 1, 2009. At that point in time, obligations to employees under the Plan were frozen and employer contributions at the rate of 5% of eligible payroll were used to fund the underfunded obligations. Due to the significant increase in the Plan's unfunded liability, as a result of actuarial changes, the employer contribution rate increased to 8% beginning in January of 2014.

As of January 1 of each year, the Plan had an unfunded status as follows:

	2022	2021
Actuarial liability as of January 1	$ 83,614,907	$ 85,916,031
Fair value of plan assets as of January 1	(90,653,977)	(81,837,739)
Unfunded actuarial liability (asset) as of January 1	$ (7,039,070)	$ 4,078,292

As previously noted, the Diocese adopted a 401(k) Plan effective July 1, 2009, which covers all full time lay employees. Eligible employees are automatically enrolled after the first three months of employment but may choose to opt out of participation in the Plan. The Diocese matches the first 2% of elective contributions not to exceed 2% of compensation and participants can elect to contribute between 4% and 98% of compensation. The Plan offers both pre-tax and Roth options. The employer contributions for the years ended June 30, 2022 and 2021, totaled $52,993 and $55,481, respectively.

The Diocese also maintains a defined benefit pension plan for Diocesan priests. Members are eligible upon incardination by the Bishop. Benefits are determined based on the number of years of credited service. The Plan was amended January 1, 2005, to make automatic postretirement cost-of-living adjustments applicable only to participants who commenced retirement benefits on or before October 1, 2005. As of January 1 of each year, the Plan had an unfunded status as follows:

	2022	2021
Actuarial liability as of January 1	$ 20,261,985	$ 19,591,774
Fair value of plan assets as of January 1,	(21,419,672)	(19,125,546)
Unfunded actuarial liability (asset) as of January 1	$(1,157,687)	$ 466,228

The net pension assets associated with the above defined benefit plans has not been recorded on the combined statement of assets, liabilities, and net assets – modified cash basis.

10. Other Related Party Transactions

The Diocese provides financial support to Catholic Charities of the Diocese of Baton Rouge, Inc.(CCS), an affiliated organization and allows them to participate in Diocesan benefit programs, and considerable savings on rent, insurance, telephone, and other equipment usage.

10. Other Related Party Transactions (continued)

In addition, to the amounts provided to CCS, the Diocese serves many of its affiliated organizations in an agency capacity. These consist of the collection and remittance of benefit premiums, retirement contributions for clergy and lay persons, and the receipt and disbursement of grant funds. In addition, the Diocese provides subsidies to certain organizations based on need. A summary of the total collections, remittances and contributions/subsidies during each of the years ended June 30, 2022 and 2021 are below:

	2022	2021
Collection of benefit premiums	$ 1,907,138	$ 1,961,240
Payments to benefit sponsors	$ 1,902,839	$ 1,932,910
Miscellaneous collections on behalf of locations	$ 1,160,040	$ 135,158
Collections of clergy and lay retirement contributions	$ 6,438,183	$ 5,795,955
Remittance of clergy and lay retirement contributions	$ 7,463,971	$ 5,788,104
Collection of USCCB special/national contributions	$ 1,211,831	$ 1,806,467
Remittance of USCCB special/national contributions	$ 1,000,391	$ 1,734,761
Receipt of grants for schools	$ 727,746	$ 552,142
Payment of grants to schools	$ 485,950	$ 306,916

11. Net Assets With Donor Restrictions

Net assets with donor restrictions at June 30, 2022 and 2021, were available for the following purposes:

	2022	2021
Education Trust	$ 2,687,794	$ 2,827,628
Endowment funds to remain in perpetuity	5,933,837	6,352,846
	$ 8,621,631	$ 9,180,474

12. Endowed Net Assets

The Diocese's endowments consist of six donor restricted funds. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The restrictions require the preservation of the fair value of the original gift of the donor-restricted endowment fund absent explicit donor stipulations to the contrary. Currently, the Diocese classifies as donor-restricted net assets (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the perpetual endowment made in accordance with the direction (if any) of the applicable donor gift instrument at the time the accumulation is added to the fund. Total net assets with donor restrictions to remain in perpetuity as of June 30, 2022 and 2021 was $5,933,837 and $6,352,846 respectively.

12. Endowed Net Assets (continued)

Changes in endowment net assets were as follows as of June 30, 2021 and 2022 were as follows:

	With Donor Restrictions
Endowment net assets, June 30, 2020	$ 5,461,300
Investment income	247,221
Net appreciation	858,330
Contributions	20,224
Appropriation of endowment assets for expenditure	(234,229)
Endowment net assets, June 30, 2021	$ 6,352,846
Investment income	(49,387)
Net depreciation	(184,186)
Contributions	78,020
Appropriation of endowment assets for expenditure	(263,456)
Endowment net assets, June 30, 2022	$ 5,933,837

13. Liquidity and Availability

The following summarizes the liquidity and availability of financial assets available within one year of the balance sheet date to meet general expenditures as of June 30, 2022 and 2021:

	2022	2021
Financial assets, period end		
Cash and cash equivalents	$ 17,690,068	$ 26,984,277
Investments	92,427,829	79,083,971
Accrued interest receivable	-	17,277
Loans receivable – current	2,757,085	2,663,837
Total financial assets, period end	112,874,982	108,749,362
Less those unavailable for general expenditures within one year, due to:		
Funds owed to others	$ 3,051,960	$ 766,901
Endowment funds held in perpetuity	5,933,837	6,352,846
Restricted education trust	2,687,794	2,827,628
Deposits payable	105,349,740	100,766,977
	$ 117,023,331	$ 100,714,352
Financial assets available to meet cash needs for general expenditures within one year	$(4,010,245)	$(2.580.470)

The Diocese maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations become due. While deposits payable that are held for parishes, schools and other Diocesan organizations are due on demand, the Diocese must approve all withdrawals. Historically, cash withdrawals from savings approximate $20,000,000 in a given fiscal year. Deposits payable are not expected above that level within the next fiscal year thereby providing the financial assets necessary to meet cash needs.

14. Note Payable - SBA

On April 13, 2020, the Diocese received an unsecured loan in the amount of $775,000 under the Paycheck Protection Program created as a part of the relief efforts related to COVID-19 and administered by the Small Business Administration. The loan accrues interest at a fixed rate of 0.98%, but payments are not required to begin for ten months after the funding of the loan and has a 24 month maturity. The Diocese is eligible for forgiveness of up to 100% of the loan, upon meeting certain requirements. Full loan forgiveness was granted on August 10, 2021. The Diocese recognized the revenue associated with the forgiveness of the loan in other revenues on the combined statement of revenues, expenses, and changes in net assets – modified cash basis.

15. Prior Period Adjustment

The Diocese noted an adjustment related to the closing out of previously designated accounts set aside as liabilities and the revenue was not related to the Diocese's operations. The Diocese reported a prior period adjustment to net assets without donor restrictions for the fiscal year ended June 30, 2020, as stated below:

Net Assets without donor restrictions, as of June 30, 2020, as previously stated	$ 29,391,967
Reversal of designated liability accounts	299,671
Net Assets without donor restrictions, as of June 2020, as restated	$ 29,691,638
Net Assets with Donor Restrictions	7,932,766
Net Assets, as of June 2020, restated	$ 37,624,404

16. Subsequent Events

Management has evaluated events through the date that the financial statements were available to be issued, October 31, 2023. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINING STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS - MODIFIED CASH BASIS
JUNE 30, 2022

A S S E T S

	Administrative Offices	Deposit and Loan Fund, Inc.	Eliminations	2022 Total
Cash and cash equivalents	$ 4,802,807	$ 12,887,261	$ -	$ 17,690,068
Investments, at estimated fair value	11,021,761	81,406,068	-	92,427,829
Loans receivable - Parishes, net	-	16,231,674	-	16,231,674
Loans receivable - Schools, net	-	5,340,066	-	5,340,066
Due from Deposit and Loan Fund, Inc.	9,265,738	-	(9,265,738)	-
Property and equipment	17,332,717	-	-	17,332,717
Total Assets	$ 42,423,023	$ 115,865,069	$ (9,265,738)	$ 149,022,354

L I A B I L I T I E S A N D N E T A S S E T S

	Administrative Offices	Deposit and Loan Fund, Inc.	Eliminations	2022 Total
Deposits payable - Parishes	$ -	$ 66,568,656	$ -	$ 66,568,656
Deposits payable - Schools	-	27,031,943	-	27,031,943
Deposits payable - Other	-	11,749,137	-	11,749,137
Due to Administrative Offices	-	9,265,738	(9,265,738)	-
Funds owed to others	3,051,960	-	-	3,051,960
Total Liabilities	3,051,960	114,615,474	(9,265,738)	108,401,696
Net Assets:				
Without donor restrictions	30,749,432	1,249,595	-	31,999,027
With donor restrictions	8,621,631	-	-	8,621,631
Total Net Assets	39,371,063	1,249,595	-	40,620,658
Total Liabilities and Net Assets	$ 42,423,023	$ 115,865,069	$ (9,265,738)	$ 149,022,354

See independent auditors' report and notes to the financial statements.

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINING STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS- MODIFIED CASH BASIS YEAR ENDED JUNE 30, 2022

	Without donor restrictions		
	Administrative Offices	Deposit and Loan Fund, Inc.	Total
REVENUES:			
Diocesan assessment	$ 8,492,836	$ -	$ 8,492,836
Donations and grants	1,199,158	-	1,199,158
Investment earnings (loss)	169,559	(6,332,194)	(6,162,635)
Other revenues	985,429	-	985,429
Program service fees	17,487,421	-	17,487,421
Net assets released from donor restrictions	-	-	-
Total revenues and support	28,334,403	(6,332,194)	22,002,209
INTEREST SUBSIDY	105,534	(105,534)	-
EXPENSES:			
Program services	23,752,657	1,861,347	25,614,004
Supporting services	2,347,013	-	2,347,013
Total expenses	26,099,670	1,861,347	27,961,017
CHANGES IN NET ASSETS	2,340,267	(8,299,075)	(5,958,808)
NET ASSETS, BEGINNING OF THE YEAR	28,409,165	9,548,670	37,957,835
NET ASSETS, END OF THE YEAR	$ 30,749,432	$ 1,249,595	$ 31,999,027

See independent auditors' report and notes to the financial statements.

With donor restrictions			
Education Trust	Endowment Funds	Total	Total
$ -	$ -	$ -	$ 8,492,836
-	78,020	78,020	1,277,178
(66,040)	(233,573)	(299,613)	(6,462,248)
-	-	-	985,429
-	-	-	17,487,421
(73,794)	(263,456)	(337,250)	(337,250)
(139,834)	(419,009)	(558,843)	21,443,366
-	-	-	-
-	-	-	25,614,004
-	-	-	2,347,013
-	-	-	27,961,017
(139,834)	(419,009)	(558,843)	(6,517,651)
2,827,628	6,352,846	9,180,474	47,138,309
$ 2,687,794	$ 5,933,837	$ 8,621,631	$ 40,620,658

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINING SUMMARY STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2022

	Programs	General Admin	Fund Raising	Total
Revenue				
Parish share	$ -	$ 8,492,836	$ -	$ 8,492,836
Donations and grants	137,830	65,131	996,198	1,199,159
Investment earnings (loss)	(6,134,400)	(28,236)	-	(6,162,636)
Program service fees	17,487,421	-	-	17,487,421
Other	171,600	813,829	-	985,429
Net assets released from restriction	-	-	-	-
Total	11,662,451	9,343,560	996,198	22,002,209
Expenses				
Salaries	3,284,132	713,250	149,060	4,146,442
Employee benefits and taxes	1,608,624	265,782	38,298	1,912,704
Travel, conferences, meetings, retreats	56,005	30,836	13,738	100,579
Professional and contract services	1,087,891	380,591	911	1,469,393
Advertising	58,005	5,314	3,497	66,816
Program costs	15,076,208	-	-	15,076,208
Supplies and postage	51,381	22,588	6,150	80,119
Maintenance and repairs	43,637	215,627	17,396	276,660
Occupancy	405,349	243,220	9,038	657,607
Copying and printing	11,669	1,167	23,704	36,540
Dues and assessments	12,560	203,879	2,375	218,814
Contributions and grants	2,044,732	-	-	2,044,732
Interest	1,728,099	-	-	1,728,099
Bad Debt	-	-	-	-
Furniture fixtures equipment	34,627	84,605	-	119,232
Miscellaneous	111,085	(91,574)	7,561	27,072
	25,614,004	2,075,285	271,728	27,961,017
Change in net assets	(13,951,553)	7,268,275	724,470	(5,958,808)
Donor Restricted Activity:				
Donations	-	78,020	-	78,020
Investment return (loss), net	-	(299,613)	-	(299,613)
Less net assets released from restriction	-	(337,250)	-	(337,250)
	-	(558,843)	-	(558,843)
	$ (13,951,553)	$ 6,709,432	$ 724,470	$ (6,517,651)

See independent auditors' report and notes to the financial statements.

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINING STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
PROGRAM SUMMARY
YEAR ENDED JUNE 30, 2022

	Pastoral	Administrative	Clergy	Subsidy	Total
Revenues					
Donations and grants	$ 78,870	$ 950	$ 58,010	$ -	$ 137,830
Investment earnings (loss)	46,495	(6,332,194)	139,050	12,249	(6,134,400)
Program service fees	1,793,480	15,638,288	55,653	-	17,487,421
Other	-	-	-	171,600	171,600
Total	1,918,845	9,307,044	252,713	183,849	11,662,451
Expenses					
Salaries	2,118,655	975,286	190,191	-	3,284,132
Employee benefits and taxes	569,425	284,066	755,133	-	1,608,624
Travel, conferences, meetings, retreats	26,658	18,119	11,228	-	56,005
Professional and contract services	237,829	744,047	71,629	34,386	1,087,891
Advertising	53,036	2,617	2,352	-	58,005
Program costs	328,340	14,342,373	405,495	-	15,076,208
Supplies and postage	33,809	14,752	2,820	-	51,381
Maintenance and repairs	20,502	23,030	-	105	43,637
Occupancy	156,047	85,927	34,424	128,951	405,349
Copying and printing	1,104	7,464	3,101	-	11,669
Dues and assessments	6,639	3,760	2,161	-	12,560
Contributions and grants	37,200	-	-	2,007,532	2,044,732
Interest	-	1,728,099	-	-	1,728,099
Furniture fixtures equipment	22,816	9,650	2,161	-	34,627
Miscellaneous	4,918	106,167	-	-	111,085
Total	3,616,978	18,345,357	1,480,695	2,170,974	25,614,004
Change in net assets	$ (1,698,133)	$ (9,038,313)	$ (1,227,982)	$ (1,987,125)	$ (13,951,553)

See independent auditors' report and notes to the financial statements.

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINING STATEMENT REVENUES AND EXPENSES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
PASTORAL PROGRAMS
YEAR ENDED JUNE 30, 2022

	Black Catholics	Catholic Commentator	Catholic School Office	Evangelization & Catechesis	Family Life	Peace Life Justice	Special Education	Stewardship	Television	Worship	Total
Revenue											
Donations and grants	$ 43,150	$ -	$ -	$ -	$ -	$ 100	$ 9,795	$ -	$ 25,825	$ -	$ 78,870
Investment earnings	-	-	-	-	-	-	13,635	-	32,860	-	46,495
Program service fees	-	177,111	207,641	19,140	15,893	-	1,358,985	-	3,552	11,158	1,793,480
Total	43,150	177,111	207,641	19,140	15,893	100	1,382,415	-	62,237	11,158	1,918,845
Expenses											
Salaries	-	229,159	297,600	278,427	109,155	83,166	933,352	6,338	147,202	34,256	2,118,655
Employee benefits and taxes	-	65,564	70,511	77,328	27,196	14,331	265,982	1,602	41,902	5,009	569,425
Travel, conferences, meetings, retreats	-	1,633	872	2,107	146	460	17,018	-	992	3,430	26,658
Professional and contract services	-	91,391	86,058	15,236	81	27,569	14,741	-	2,422	331	237,829
Advertising	-	-	38,263	8,639	-	1,540	3,092	-	1,424	78	53,036
Program costs	1,295	99,837	81,282	41,662	8,347	2,143	2,624	4,372	59,458	27,320	328,340
Supplies and postage	-	515	8,796	1,140	450	1,605	9,112	35	400	11,756	33,809
Maintenance and repairs	-	-	-	7,486	-	-	12,019	-	997	-	20,502
Occupancy	-	16,471	45,670	36,644	21,054	2,507	-	-	30,980	2,721	156,047
Copying and printing	-	-	546	336	-	-	-	-	-	222	1,104
Dues and assessments	-	1,124	1,799	-	295	-	197	-	1,355	1,869	6,639
Contributions and grants	37,150	-	50	-	-	-	-	-	-	-	37,200
Furniture fixtures equipment	-	-	-	2,486	-	-	2,068	-	18,262	-	22,816
Miscellaneous	-	174	4,108	135	-	-	501	-	-	-	4,918
Total	38,445	505,868	635,555	471,626	166,724	133,321	1,260,706	12,347	305,394	86,992	3,616,978
Changes in net assets	$ 4,705	$ (328,757)	$ (427,914)	$ (452,486)	$ (150,831)	$ (133,221)	$ 121,709	$ (12,347)	$ (243,157)	$ (75,834)	$ (1,698,133)

See independent auditors' report and notes to the financial statements.

**ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF
THE DIOCESE OF BATON ROUGE
AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE,
DEPOSIT AND LOAN FUND, INC.**

**COMBINING STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
ADMINISTRATIVE PROGRAMS
YEAR ENDED JUNE 30, 2022**

	Archives	Building & Construction	Child Protection	Deposit & Loan	Employee Benefits	Group Health Insurance	Human Resources	Other Health	Property & Casualty Insurance	Severance	Tribunal	Total
Revenue												
Donations and grants	$ 950	$ -	$ -		$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 950
Investment earnings (loss)	-	-	-	(6,332,194)	-	-	-	-	-	-	-	(6,332,194)
Program service fees	8,342	-	-		-	10,479,362	10,000	-	5,027,154	113,430	-	15,638,288
Other	-	-	-	-	-	-	-	-	-		-	-
Total	9,292	-	-	(6,332,194)	-	10,479,362	10,000	-	5,027,154	113,430	-	9,307,044
Expenses												
Salaries	96,893	10,506	102,471	105,449	93,825	122,129	193,325	4,918	51,655	-	194,115	975,286
Employee benefits and taxes	30,355	2,905	26,811	27,798	28,875	38,263	52,520	2,121	14,279	-	60,139	284,066
Travel, conferences, meetings, retreats	2,881	-	37	-	-	-	3,708	-	(153)	-	11,646	18,119
Professional and contract services	17,615	-	520,746	-	500	-	197,620	(76)	-	-	7,642	744,047
Advertising	-	-	-	-	-	-	1,305	199	-	-	1,113	2,617
Program costs	-	-	-	-	-	10,058,027	-	-	4,282,796	1,550	-	14,342,373
Supplies and postage	2,167	-	252	-	68	-	1,497	1,984	-	-	8,784	14,752
Maintenance and repairs	22,931	-	-	-	-	-	-	99	-	-	-	23,030
Occupancy	28,428	-	8,212	-	4,129	-	12,341	8,932	-	-	23,885	85,927
Copying and printing	872	-	-	-	4,825	-	-	200	-	-	1,567	7,464
Dues and assessments	965	-	892	-	-	-	1,003	-	-	-	900	3,760
Interest	-	-	-	1,728,099	-	-	-	-	-	-	-	1,728,099
Furniture fixtures equipment	-	66	263	-	396	-	8,878	-	-	-	47	9,650
Miscellaneous	103	-	-	106,064	-	-	-	-	-	-	-	106,167
Total	203,210	13,477	659,684	1,967,410	132,618	10,218,419	472,197	18,377	4,348,577	1,550	309,838	18,345,357
Changes in net assets	$ (193,918)	$ (13,477)	$ (659,684)	$ (8,299,604)	$ (132,618)	$ 260,943	$ (462,197)	$ (18,377)	$ 678,577	$ 111,880	$ (309,838)	$ (9,038,313)

See independent auditors' report and notes to the financial statements.

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINING STATEMENT REVENUE AND EXPENSE AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
CLERGY PROGRAMS
YEAR ENDED JUNE 30, 2022

	Continuing Education	Permanent Deaconate	Priest Support	Seminarians	Vocations	Total
Revenue						
Donations and grants	$ -	$ -	$ 48,925	$ 5,200	$ 3,885	$ 58,010
Investment earnings	-	-	-	139,050	-	139,050
Program service fees	14,950	40,703	-	-	-	55,653
Total	14,950	40,703	48,925	144,250	3,885	252,713
Expenses						
Salaries	-	-	140,559	9,179	40,453	190,191
Employee benefits and taxes	-	-	747,459	405	7,269	755,133
Travel, conferences, meetings, retreats	1,220	1,654	2,929	4,746	679	11,228
Professional and contract services	-	7,885	50,461	13,229	54	71,629
Advertising	-	-	-	2,273	79	2,352
Program costs	10,356	132,667	-	252,367	10,105	405,495
Supplies and postage	-	901	60	1,411	448	2,820
Occupancy	-	8,212	18,000	-	8,212	34,424
Copying and printing	-	3,101	-	-	-	3,101
Dues and assessments	1,100	-	-	-	1,061	2,161
Furniture fixtures equipment	-	2,087	-	-	74	2,161
Miscellaneous	-	-	-	-	-	-
Total	12,676	156,507	959,468	283,610	68,434	1,480,695
Changes in net assets	$ 2,274	$ (115,804)	$ (910,543)	$ (139,360)	$ (64,549)	$ (1,227,982)

See independent auditors' report and notes to the financial statements.

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINING STATEMENT OF REVENUE AND EXPENSE AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
SUBSIDY PROGRAMS
YEAR ENDED JUNE 30, 2022

	Catholic Charities	Campus Minstries	Churches & Schools	Hispanic Apostolate	Total
Revenue					
Donations and grants	$ -	$ -	$ -	$ -	$ -
Investment income	-	-	-	12,249	12,249
Other	171,600	-	-	-	171,600
Total	171,600	-	-	12,249	183,849
Expenses					
Salaries	-	-	-	-	-
Employee benefits and taxes	-	-	-	-	-
Professional and contract services	34,386	-	-	-	34,386
Supplies and postage	-	-	-	-	-
Maintenance and repairs	105	-	-	-	105
Occupancy	128,951	-	-	-	128,951
Contributions and grants	780,000	414,867	586,877	225,788	2,007,532
Furniture fixtures equipment	-	-	-	-	-
Total	943,442	414,867	586,877	225,788	2,170,974
Changes in net assets	$ (771,842)	$ (414,867)	$ (586,877)	$ (213,539)	$ (1,987,125)

See independent auditors' report and notes to the financial statements.

ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE AND THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF BATON ROUGE, DEPOSIT AND LOAN FUND, INC.

COMBINING STATEMENT OF REVENUE AND EXPENSE AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
GENERAL ADMINISTRATION
YEAR ENDED JUNE 30, 2022

	General Revenue	Acct & Finance	Bishop	Bishop Emeritus	Catholic Life Center	Chancery	Total
Revenue							
Parish share	$ 8,492,836	$ -	$ -	$ -	$ -	$ -	$ 8,492,836
Donations and grants	54,831	-	-	-	-	10,300	65,131
Investment earnings (loss)	(28,236)	-	-	-	-	-	(28,236)
Other	775,950	3,861	-	-	-	34,018	813,829
Net assets released from restriction	-	-	-	-	-	-	-
Total	9,295,381	3,861	-	-	-	44,318	9,343,560
Expenses							
Salaries	-	178,111	52,702	-	372,709	109,728	713,250
Employee benefits and taxes	-	48,685	25,688	-	157,713	33,696	265,782
Travel, conferences, meetings, retreats	-	4,131	11,660	924	81	14,040	30,836
Professional and contract services	-	47,890	-	-	201,539	131,162	380,591
Advertising	-	1,209	4,105	-	-	-	5,314
Supplies and postage	-	4,365	1,573	396	-	16,254	22,588
Maintenance and repairs	-	6,673	4,247	7,827	196,880	-	215,627
Occupancy	-	27,842	109,881	12,427	(1,031,741)	1,124,811	243,220
Copying and printing	-	-	-	1,167	-	-	1,167
Dues and assessments	-	1,695	1,600	-	-	200,584	203,879
Contributions and grants	-	-	-	-	-	-	-
Furniture fixtures equipment	-	5,556	3,860	-	64,932	10,257	84,605
Miscellaneous	(105,534)	-	13,353	-	607	-	(91,574)
Total	(105,534)	326,157	228,669	22,741	(37,280)	1,640,532	2,075,285
Donor Restricted Activity:							
Donations	78,020	-	-	-	-	-	78,020
Investment return (loss), net	(299,613)	-	-	-	-	-	(299,613)
Less net assets released from restriction	(337,250)	-	-	-	-	-	(337,250)
	(558,843)	-	-	-	-	-	(558,843)
Changes in net assets	$ 8,842,072	$ (322,296)	$ (228,669)	$ (22,741)	$ 37,280	$ (1,596,214)	$ 6,709,432

See independent auditors' report and notes to the financial statements.