CATHOLIC DIOCESE OF ST. PETERSBURG
PASTORAL CENTER AND AFFILIATES

Combined Financial Statements
and Supplementary Financial Information

June 30, 2023 and 2022
(With Independent Auditors' Report Thereon)

CATHOLIC DIOCESE OF ST. PETERSBURG PASTORAL CENTER AND AFFILIATES

Table of Contents

Independent Auditors' Report

Most Reverend Gregory L. Parkes, Bishop and
Diocesan Finance Council of the Catholic Diocese of St. Petersburg:

Opinion

We have audited the combined financial statements of the Catholic Diocese of St. Petersburg Pastoral Center and Affiliates (see Note 1 to the combined financial statements) (collectively, the "Pastoral Center"), which comprise the combined statements of financial position as of June 30, 2023 and 2022, and the related combined statements of activities and cash flows for the years then ended, the related combined statement of functional expenses for the year ended June 30, 2023, and the related notes to the combined financial statements.

In our opinion, the accompanying combined financial statements present fairly, in all material respects, the financial position of the Pastoral Center as of June 30, 2023 and 2022, the changes in their net assets and their cash flows for the years then ended, and their functional expenses for the year ended June 30, 2023, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Combined Financial Statements section of our report. We are required to be independent of the Pastoral Center 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.

Change in Accounting Principle

As discussed in Note 1(w) to the combined financial statements, the Pastoral Center changed its method of accounting for leases as a result of the adoption of Accounting Standards Codification Topic 842, *Leases*, effective July 1, 2022, under the modified retrospective transition method. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of the combined 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

Mayer Hoffman McCann P.C.
140 Fountain Parkway North
Suite 410
St. Petersburg, FL 33716

Phone: 727.572.1400
Fax: 727.571.1933
mhmcpa.com

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 Pastoral Center's ability to continue as a going concern for one year after the date that the combined financial statements are issued.

Auditors' Responsibilities for the Audit of the Combined 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 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 combined 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 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 combined 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 Pastoral Center'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 Pastoral Center'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.

Report on Summarized Comparative Information

We have previously audited the Pastoral Center's 2022 combined financial statements and we expressed an unmodified opinion on those audited combined financial statements in our report dated December 9, 2022. In our opinion, the summarized comparative information presented herein for the year ended June 30, 2022, is consistent, in all material respects, with the audited combined financial statements from which it has been derived.

Supplemental Information

Our audits were conducted for the purpose of forming an opinion on the combined financial statements as a whole. The accompanying schedule of financial position information by fund and the schedule of activities information by fund are presented for purposes of 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 audits 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 GAAS. In our opinion, the information is fairly stated, in all material respects, in relation to the combined financial statements as a whole.

Mayer Hoffman McCann P.C.

December 20, 2023
St. Petersburg, Florida

CATHOLIC DIOCESE OF ST. PETERSBURG PASTORAL CENTER AND AFFILIATES

Combined Statements of Financial Position

June 30, 2023 and 2022

	2023	2022
Assets		
Cash and cash equivalents	$ 47,266,194	19,923,703
Investments:		
Diocesan investments	101,174,162	101,834,542
Held for others	138,660,997	121,103,039
Insurance premiums receivable, net	439,293	123,492
Pledges receivable, net	1,153,802	927,714
Estates and trusts receivable	3,584,989	3,243,642
Loans receivable - parishes and schools, net	5,585,414	6,207,604
Prepaid expenses and other assets	1,508,271	968,199
Cemetery plots and other inventory	426,460	539,448
Notes and other receivables, net	8,859,037	8,236,238
Land, buildings and equipment, net	30,078,526	29,535,386
Right-of-use assets under operating leases	1,128,612	-
Right-of-use assets under finance leases	204,668	-
Total assets	$ 340,070,425	292,643,007
Liabilities and Net Assets		
Liabilities:		
Accounts payable, accrued expenses and other liabilities	$ 15,882,700	7,412,964
Deposits held in trust - parishes and schools	107,964,572	93,393,002
Deposits held in trust - other	30,696,425	27,710,037
Estimated liability for insurance claims	2,852,456	3,130,402
Annuity obligations	714,945	708,368
Operating lease liabilities	1,128,612	-
Finance lease liabilities	207,045	-
Total liabilities	159,446,755	132,354,773
Net assets:		
Without donor restrictions:		
Undesignated	13,047,001	8,243,296
Invested in land, buildings and equipment, net	22,832,918	21,876,149
Designated for specific programs	112,506,853	102,954,083
	148,386,772	133,073,528
With donor restrictions	32,236,898	27,214,706
Total net assets	180,623,670	160,288,234
Total liabilities and net assets	$ 340,070,425	292,643,007

CATHOLIC DIOCESE OF ST. PETERSBURG PASTORAL CENTER AND AFFILIATES

Combined Statements of Activities

For the Years Ended June 30, 2023 and 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:						
Support:						
Parish assessments and Catholic Ministry Appeal	$ 3,059,875	8,918,433	11,978,308	9,026,285	2,911,880	11,938,165
Contributions and bequests	2,551,555	1,016,050	3,567,605	1,371,728	543,780	1,915,508
Revenue:						
Insurance premium revenue	27,532,571	-	27,532,571	26,687,972	-	26,687,972
Investment return	12,931,421	1,659,755	14,591,176	(22,064,565)	(2,365,311)	(24,429,876)
Interest income on loans	157,105	-	157,105	134,967	-	134,967
Programs and sales	6,883,652	16,971	6,900,623	6,123,671	-	6,123,671
Gain on sale of property and equipment	4,137	-	4,137	252,707	-	252,707
Other revenues	2,423,959	-	2,423,959	1,882,599	-	1,882,599
Change in value of split-interest agreements	(85,694)	338,785	253,091	(887,559)	-	(887,559)
Net assets released from restrictions	6,927,802	(6,927,802)	-	10,841,120	(10,841,120)	-
Total support and revenue	62,386,383	5,022,192	67,408,575	33,368,925	(9,750,771)	23,618,154
Expenses:						
Program services:						
Clergy, religious, vocations and seminarian education	2,119,546	-	2,119,546	1,940,270	-	1,940,270
Catholic formation and education	5,162,377	-	5,162,377	4,674,997	-	4,674,997
Catholic social services	4,147,601	-	4,147,601	2,511,630	-	2,511,630
Parish, school and diocesan services	5,080,883	-	5,080,883	5,512,250	-	5,512,250
Pastoral leadership	1,111,161	-	1,111,161	1,005,726	-	1,005,726
Catholic enterprises:						
Bethany Center	2,253,944	-	2,253,944	2,141,761	-	2,141,761
Calvary Catholic Cemetery	2,251,742	-	2,251,742	1,861,901	-	1,861,901
Insurance Trusts	22,121,202	-	22,121,202	21,274,989	-	21,274,989
Savings and Loan	1,144,039	-	1,144,039	1,433,267	-	1,433,267
Total program services	45,392,495	-	45,392,495	42,356,791	-	42,356,791
Supporting services:						
Administration and fundraising	1,680,644	-	1,680,644	1,855,165	-	1,855,165
Total expenses	47,073,139	-	47,073,139	44,211,956	-	44,211,956
Change in net assets	15,313,244	5,022,192	20,335,436	(10,843,031)	(9,750,771)	(20,593,802)
Net assets, beginning of year	133,073,528	27,214,706	160,288,234	143,916,559	36,965,477	180,882,036
Net assets, end of year	$ 148,386,772	32,236,898	180,623,670	133,073,528	27,214,706	160,288,234

See accompanying independent auditors’ report and notes to combined financial statements.

CATHOLIC DIOCESE OF ST. PETERSBURG PASTORAL CENTER AND AFFILIATES

Combined Statement of Functional Expenses

For the Year Ended June 30, 2023
(With Comparative Totals for 2022)

	Program Services							Supporting Services			Total Expenses	
	Clergy, Religious, Vocations and Seminarian Education	Catholic Formation and Education	Catholic Social Services	Parish, School and Diocesan Services	Catholic Enterprises	Pastoral Leadership	Total	Administration	Fundraising	Total	2023	2022
Salaries	$ 482,400	1,177,912	31,287	2,389,550	2,006,887	358,928	6,446,964	367,951	122,770	490,721	6,937,685	6,770,273
Employee benefits, less intradiocesan insurance premiums of $1,306,315 and $1,290,665	379,743	211,693	12,522	420,562	305,266	111,533	1,441,319	63,690	27,308	90,998	1,532,317	1,608,050
	862,143	1,389,605	43,809	2,810,112	2,312,153	470,461	7,888,283	431,641	150,078	581,719	8,470,002	8,378,323
Grants, contributions and subsidies to Diocesan entities	-	2,833,488	2,981,521	18,862	102,500	-	5,936,371	-	-	-	5,936,371	4,740,192
Grants to Diocesan School Corporations	42,127	50,000	1,108,400	233,041	-	-	1,433,568	-	-	-	1,433,568	1,422,982
Insurance claims	-	-	-	-	16,609,474	-	16,609,474	-	-	-	16,609,474	16,815,875
Insurance premiums	-	-	-	-	4,095,666	-	4,095,666	-	-	-	4,095,666	3,626,487
Programs/conferences sponsored/clergy support	862,512	515,208	(687)	645,529	17,407	28,331	2,068,300	831	356	1,187	2,069,487	1,792,846
Professional fees	95,654	35,527	4,067	508,692	1,278,962	50,322	1,973,224	253,849	127,197	381,046	2,354,270	2,298,981
Travel, meetings and education	38,937	53,302	655	63,961	35,076	73,938	265,869	4,331	3,695	8,026	273,895	200,754
Property maintenance and taxes	29,904	8,342	152	48,371	210,605	6,417	303,791	62,092	61	62,153	365,944	322,847
Utilities and telephone	29,433	37,433	1,110	121,196	187,234	27,432	403,838	18,306	2,833	21,139	424,977	457,148
Assessments and quotas	-	-	-	31,099	-	365,852	396,951	-	-	-	396,951	330,172
Building/equipment maintenance	41,632	89,827	5,030	137,445	293,563	31,421	598,918	75,319	14,538	89,857	688,775	597,487
Supplies	91,689	16,181	610	59,400	35,668	34,609	238,157	8,584	2,182	10,766	248,923	124,599
Postage	4,673	7,397	317	99,629	1,639	3,006	116,661	2,408	817	3,225	119,886	124,534
Dues and periodicals	8,509	6,542	58	32,349	3,011	10,547	61,016	481	718	1,199	62,215	59,818
Stipends and contract labor	4,634	47,358	2,300	11,835	2,360	-	68,487	-	-	-	68,487	57,279
Rent	685	13,096	44	180,408	-	471	194,704	311	-	311	195,015	189,261
Cost of sales and other related expenses	-	-	-	-	944,274	-	944,274	-	-	-	944,274	724,474
Advertising	211	12	-	45,969	2,949	3,750	52,891	128	209	337	53,228	53,452
Interest paid to independent entities on deposits held	-	-	-	5,947	984,325	-	990,272	-	-	-	990,272	907,020
Depreciation and amortization	6,803	48,287	215	27,038	917,495	4,604	1,004,442	589,761	-	589,761	1,594,203	1,539,988
Net provisions (recoveries) for loan and other losses	-	10,772	-	-	(263,434)	-	(252,662)	(70,082)	-	(70,082)	(322,744)	(552,563)
Total expenses	$ 2,119,546	5,162,377	4,147,601	5,080,883	27,770,927	1,111,161	45,392,495	1,377,960	302,684	1,680,644	47,073,139	44,211,956

CATHOLIC DIOCESE OF ST. PETERSBURG PASTORAL CENTER AND AFFILIATES

Combined Statements of Cash Flows

For the Years Ended June 30, 2023 and 2022

		2023	2022
Cash flows from operating activities:			
Change in net assets	$	20,335,436	(20,593,802)
Adjustments to reconcile change in net assets to net cash provided by operating activities:			
Provision for doubtful accounts, net of recoveries		(322,744)	(552,563)
Provision for insurance claims, net of recoveries		(277,946)	(478,719)
Gain on sale of property and equipment		(4,137)	(252,707)
Amortization of discount on loans receivable		-	(6,944)
Depreciation and amortization expense		1,594,203	1,539,988
Net realized and unrealized losses (gains) on investments		(7,040,016)	34,275,858
Noncash contribution under charitable gift annuity agreement		(13,820)	(12,579)
Change in value of split-interest agreements		(253,091)	887,559
Changes in operating assets and liabilities:			
Accounts receivable		(1,417,835)	468,313
Prepaid expenses and other assets		(540,072)	(65,558)
Cemetery plots and other inventory		112,988	130,595
Accounts payable, accrued expenses and other liabilities		8,469,736	420,720
Deposits held in trust		14,579,934	2,481,926
Net cash provided by operating activities		35,222,636	18,242,087
Cash flows from investing activities:			
Proceeds from sales and maturities of investments		18,754,993	10,318,078
Purchases of investments		(25,634,531)	(19,235,150)
Net purchases of investments		(6,879,538)	(8,917,072)
Collections on loans receivable		8,345,457	5,150,716
Loans to Diocesan entities - parishes and schools		(7,497,023)	(5,161,218)
Collections on notes and other receivables		354,141	464,857
Purchases of land, buildings, and equipment		(2,083,686)	(2,463,756)
Proceeds from sales of land, buildings and equipment		7,503	322,707
Net cash used in investing activities		(7,753,146)	(10,603,766)
Cash flows from financing activities:			
Cash received under charitable gift annuity agreement		25,000	25,000
Payments to donor annuitants		(97,353)	(101,922)
Principal paid on finance lease liabilities		(54,646)	-
Net cash used in financing activities		(126,999)	(76,922)
Net increase in cash and cash equivalents		27,342,491	7,561,399
Cash and cash equivalents, beginning of year		19,923,703	12,362,304
Cash and cash equivalents, end of year	$	47,266,194	19,923,703
Supplemental cash flow information:			
Cash paid for interest	$	990,272	907,020
Noncash investing and financing activities:			
Change in value of deposits held in trust - Non-Diocesan entities	$	(2,978,024)	(2,952,956)
Initial recognition of operating lease right-of-use assets and related operating lease liabilities upon adoption of ASC 842	$	1,293,352	-
Initial recognition of finance lease right-of-use assets and related finance lease liabilities upon adoption of ASC 842	$	261,691	-
Recognition of new operating lease right-of-use assets and related operating lease liabilities	$	13,770	-

See accompanying independent auditors' report and notes to combined financial statements.

(1) Nature of Operations and Basis for Presentation

The Catholic Diocese of St. Petersburg (the "Diocese") was established by the Roman Catholic Church in 1968 to serve the Catholic community in Citrus, Hernando, Hillsborough, Pasco and Pinellas Counties in West Central Florida. The Diocese of St. Petersburg, Inc. employs Bishop Gregory L. Parkes and his supporting staff to administer Diocesan assets and minister to parishes, schools and other Diocesan entities.

For the purposes of this financial report, the assets, liabilities, net assets, and activities of Diocese of St. Petersburg, Inc. have been reported on a combined basis with those of the following separate legal entities due to some degree of common control and for the convenience of the primary users of these combined financial statements who are interested in all combined entities (collectively referred to as the "Pastoral Center and Affiliates" or simply the "Pastoral Center"):

- WBVM - 90.5 FM, Inc.
- Bethany Center, Inc.
- Our Lady of Good Counsel Camp, Inc.
- Miserere Guild, Inc. d/b/a Calvary Catholic Cemetery
- Miserere Guild of Hillsborough, Inc. d/b/a Resurrection Cemetery, Inc.
- Savings and Loan Trust of the Diocese of St. Petersburg ("Savings and Loan Trust")
- Insurance and Employee Benefit Trust of the Diocese of St. Petersburg ("Insurance and Employee Benefit Trust")
- Emmaus Foundation, Inc. d/b/a The Catholic Foundation of the Diocese of St. Petersburg (the "Catholic Foundation")
- Parish Sustainability Corporation

This financial report is intended to provide transparency and accountability to the parishioners of the Diocese, many of whom have made financial contributions directly to the Diocese, or indirectly supported the Diocese through the financial support of parishes. In addition, this report serves other users who are also interested in the financial condition of entities that are funded through other sources. Inclusion in this report does not indicate that assets, net assets, or cash flows of any entity are available for other entities, nor do any liabilities attach to any of the entities with which an entity has been combined. Each entity has a specific purpose, and its governing board has a fiduciary responsibility to the owners or beneficiaries of that entity. Assets which entities have acquired are distinct from the assets of other entities even though they may be commingled in a fund such as the Savings and Loan Trust of the Diocese of St. Petersburg.

(1) Nature of Operations and Basis for Presentation - Continued

The Pastoral Center's audited combined financial statements do not include the assets, liabilities, net assets or activities of certain other separate legal entities with independent Boards of Directors such as parishes, missions, parochial schools, Diocesan high school corporations, Morning Star school corporations, Catholic Academies - Diocese of St. Petersburg, Inc., Catholic School System - Diocese of St. Petersburg, Inc., Catholic Formation, Inc., Catholic Charities, Diocese of St. Petersburg, Inc., DOSP USF Housing, Inc., multiple corporations providing affordable housing and other entities.

The operations of the Diocese regularly include related party transactions with entities that are not combined, as well as with those that are combined. The Pastoral Center receives the majority of its operational support from approximately 80 parishes in the five-county area of the Diocese. In addition, the Pastoral Center provides significant financial support to many of the entities mentioned above, including those which are combined for reporting purposes and those which are not combined for reporting purposes.

The Pastoral Center has the following major types of ministries and program activities.

Pastoral Programs

Ministries and Apostolates: faith ministries and migrant apostolates; Miserere Guild, Inc., d/b/a Calvary Catholic Cemetery; WBVM - 90.5 FM, Inc., a radio station; Bethany Center, Inc., a retreat center; and Our Lady of Good Counsel Camp, Inc., a summer camp.

Catholic Formation and Education: education and formational ministries and programs; Catholic Education Foundation, Inc. whose purpose is to support the Catholic schools of the Catholic Diocese of St. Petersburg; and Emmaus Foundation, Inc. d/b/a The Catholic Foundation of the Diocese of St. Petersburg.

Social Services: providing support to Catholic Charities, and other operating ministries and social service activities.

Clergy Development and Religious: promoting and educating candidates to the priesthood, providing clergy support, providing support to seminaries and providing program services to the religious women and men in Diocesan institutions.

Parochial Services: providing various ministry and administrative support services to parishes, educational institutions and other Diocesan entities.

Insurance Programs: administration of the Diocesan insurance and employee benefit programs (operated within a trust).

Savings and Loan Programs: an investing and lending program utilizing commingled funds for the Pastoral Center, parishes and educational institutions (operated within a trust).

Property Administration: various activities related to the planning and maintenance of all Diocesan owned properties.

Stewardship: programs for encouraging and developing giving within the Diocese.

(2) Summary of Significant Accounting Policies

(a) Basis of Accounting

These combined financial statements, which are presented on the accrual basis of accounting, have been prepared to focus on the Pastoral Center as a whole. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

Net Assets Without Donor Restrictions: Net assets not subject to donor-imposed stipulations. Included in net assets without donor restrictions are net assets designated for specific programs by management based upon the nature and types of programs. Such designations are subject to change.

Net Assets With Donor Restrictions: Net assets subject to donor-imposed stipulations are expected to be met by actions of the Pastoral Center and/or the passage of time or include a stipulation that assets provided be maintained in perpetuity by the Pastoral Center. Generally, the donors of these assets permit the Pastoral Center to use all or part of the income earned on related investments for general or specific purposes.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation. Expirations of donor restricted assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Contributions, including unconditional promises to give (pledges), are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value and are subsequently adjusted as necessary based on any permanent impairment of their fair value.

Interfund balances and interfund transactions are eliminated from these combined financial statements.

Assets are presented in the accompanying combined statements of financial position according to their nearness of conversion to cash, and liabilities according to the nearness of their maturity and resulting use of cash.

(b) Cash and Cash Equivalents

Other than short-term investments, the Pastoral Center considers all highly liquid instruments with an original maturity of three months or less to be cash equivalents. Cash is on deposit at several high-quality financial institutions in bank deposit accounts which at times, may exceed federally insured limits. The Pastoral Center has not experienced any losses in such accounts and believes it is not exposed to any significant risk.

(2) Summary of Significant Accounting Policies - Continued

(c) Loans Receivable - Parishes and Schools (Savings and Loan Trust)

A savings and loan program is administered by a Board of Trustees appointed by the Bishop of the Diocese. Loans made from the Trust are restricted to qualified Diocesan entities including parishes, schools and Catholic Charities. Loans may be made for construction projects and operational needs of the entities. Entities must submit written applications for loans demonstrating, among other things, their ability to repay the loan. All borrowings of Diocesan entities must be approved by the Bishop. All loans made by the Savings and Loan Trust must be approved by the Board of Trustees, however, the Trustees have delegated the authority to the Bishop to approve emergency loans of less than $50,000.

Loans are made at fixed interest rates (currently 3%) that are reviewed and adjusted periodically as necessary by the Trustees based upon the needs of the Trust and current market rate conditions. Such loans are amortized over periods ranging from 3 years to 30 years, depending on the size and type of loan, and the financial condition and needs of the entity. In some cases, usually involving construction projects, loans are not amortized until the completion of all of the requirements of the project or another event. In some cases, based on the entity's financial condition and/or the purpose of the loan, loans are made at zero percent interest.

On a quarterly basis, Pastoral Center management reviews the payment history of each loan, and based on such history, the financial condition of the entity and other pertinent factors, establishes an allowance for loans that they believe may not be collectible. Such allowances are reported to and approved by the Trustees on a quarterly basis as part of the Trust's quarterly financial statements.

(d) Notes and Other Receivables

Certain other notes and accounts receivable result from the ministries and operations of the Pastoral Center. Included are long-term, non-interest-bearing land loans to certain parishes, stop-loss insurance claims' recoveries, costs advanced on low-income housing construction projects of the Diocese, Cemetery trade receivables, parish assessment receivables and other miscellaneous advances that are made outside the Savings and Loan Trust. Except for the land loans, these receivables are usually collected within one year. However, management analyzes the collectability of the receivables in this account on a quarterly basis, records an estimated allowance for uncollectible items, and reports the receivables net of the allowance.

(e) Pledges Receivable

Unconditional promises to give that are expected to be collected within one year are recorded net of an allowance for doubtful pledges. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows net of an allowance for doubtful pledges. The discounts on those amounts are computed using a risk adjusted interest rate which corresponds with the collection period of the respective pledge. Amortization of discounts is included in contribution revenue.

(2) Summary of Significant Accounting Policies - Continued

(f) Bequests Receivable

The Catholic Foundation recognizes its interest in estates in process as a receivable (when the Court declares the related will valid) at fair value and as net assets with donor restrictions.

(g) Estates and Trusts Receivable

The Pastoral Center recognizes a receivable and revenue for their interest in estates and trusts in process based on the inventories of assets and conditions contained in the respective documents. The Pastoral Center records receivables (when the court declares the related document valid) as net assets with donor restrictions. As funds (those with time or purpose restrictions) are collected, donor restricted assets are reclassified to net assets without donor restrictions if the donor-stipulated purpose has been fulfilled and reported in the combined statements of activities as net assets released from restrictions.

(h) Land, Buildings and Equipment

Land, buildings and equipment are stated at cost, when purchased or at fair value at date of gift, when donated. Land is valued at cost which, in the aggregate, is less than fair value. Depreciation on buildings and equipment is calculated using the straight-line method over the estimated useful lives of the assets.

(i) Pledges Payable

Unconditional promises for expenditures approved by the Board of Trustees and management are recorded as pledges payable in the year they are approved, and the recipient is identified. These unconditional promises are expected to be paid in future years as specified in the approval process.

(j) Impairment of Long-Lived Assets

Long-lived assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to estimated undiscounted future cash flows expected to be generated from the use and eventual disposition of the asset, excluding interest. If the carrying amount of an asset exceeds its estimated future cash flows, an impairment charge is recognized by the amount by which the carrying amount of the asset exceeds the fair value of the asset. Assets to be disposed of would be separately presented in the combined statements of financial position and reported at the lower of carrying amount or fair value less costs to sell and no longer depreciated. No impairment charges were recorded during the years ended June 30, 2023 and 2022.

In addition to consideration of impairment upon events or changes in circumstances described above, management regularly evaluates the remaining lives of its impaired long-lived assets. If estimates are revised, the carrying value of affected assets is depreciated or amortized over the remaining lives.

(2) Summary of Significant Accounting Policies - Continued

(k) Fair Value Measurements of Investments

The Pastoral Center evaluates the fair value measurements of financial assets and financial liabilities that are recognized or disclosed at fair value in the combined financial statements on a recurring basis. In accordance with generally accepted accounting principles, fair value measurements are evaluated by a fair value hierarchy that distinguishes between assumptions based on market data (observable inputs) and the Pastoral Center's assumptions (unobservable inputs). Determining where an asset or liability falls within the hierarchy depends on the lowest level of input that is significant to the fair value measurement as a whole. There are three levels of hierarchy:

Level 1: based on quoted market prices in active markets for identical assets or liabilities;

Level 2: based on inputs other than Level 1 inputs which are either directly or indirectly observable;

Level 3: based on unobservable inputs. The Pastoral Center does not have any Level 3 fair value measurements.

The Pastoral Center evaluates its hierarchy disclosures annually and based on various factors it is possible that an asset or liability may be classified differently from year to year. The Pastoral Center's alternative investments are valued at net asset value ("NAV"). The Pastoral Center does not have any unfunded commitments for these investments and the investments are redeemable daily.

Fair value of investments measured on a recurring basis at June 30, 2023 are as follows:

	Level 1	Level 2	Level 3	Total
June 30, 2023:				
Mutual funds	$ 113,182,083	-	-	113,182,083
Bonds and other income securities	314,609	36,872,245	-	37,186,854
Short-term investments	12,522,844	-	-	12,522,844
Certificates of deposit	-	239,000	-	239,000
	$ 126,019,536	37,111,245	-	163,130,781
Alternative investments measured at NAV				76,704,378 (a)
Total investments, at fair value				$ 239,835,159

(2) Summary of Significant Accounting Policies - Continued

(k) Fair Value Measurements of Investments - Continued

Fair value of investments measured on a recurring basis at June 30, 2022 are as follows:

	Level 1	Level 2	Level 3	Total
June 30, 2022:				
Mutual funds	$ 92,865,730	-	-	92,865,730
Marketable equity securities	13,641,788	-	-	13,641,788
Bonds and other income securities	407,439	36,257,591	-	36,665,030
Short-term investments	13,482,141	-	-	13,482,141
Certificates of deposit	-	239,000	-	239,000
	$ 120,397,098	36,496,591	-	156,893,689
Alternative investments measured at NAV				66,043,892 **(a)**
Total investments, at fair value				$ 222,937,581

(a) *In accordance with Accounting Standards Codification Subtopic 820-10, certain investments that were measured at net asset value per share (or its equivalent) have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the line items presented in the accompanying combined statements of financial position.*

(l) Other Fair Value Measurements

At June 30, 2023 and 2022, the following methods, assumptions and accounting principles were used to estimate the fair value of each of the following classes of financial instruments for which it is practical to estimate that value:

Pledges Receivable: The fair value is determined at the present value of the amount pledged based on the risk adjusted interest rate which corresponds with the collection period of the respective pledge.

Loans Receivable: Except for non-interest-bearing loans (see Note 5), the carrying amount of loans receivable approximates fair value because these financial instruments bear rates which approximate current market rates for loans of similar collateral position, credit quality and maturities. Noninterest bearing loans relate to planned construction for certain parishes.

Notes and Other Receivables: The carrying amount of notes and other receivables includes land purchase receivables that are not subject to repayment terms at the present time. Such land purchase receivables were $5,060,956 and $5,415,097 at June 30, 2023 and 2022, respectively, and are non-interest bearing. It is not practical, nor possible, to obtain independent estimates of the fair values for these receivables (see Note 7).

Savings Deposits: The carrying amount of savings deposits approximates fair value because of the short-term maturities of these financial instruments.

(2) Summary of Significant Accounting Policies - Continued

(m) Endowments

The Pastoral Center follows applicable Florida law with respect to donor-restricted funds and complies with any donor-imposed restrictions on the use of the investment income or net appreciation resulting from the donor restricted funds in perpetuity. However, when there is an absence of donor restrictions on the use of the investment income or net appreciation, the Pastoral Center follows applicable law.

The Pastoral Center has adopted investment and spending policies that attempt to provide a predictable stream of funding to programs supported by its endowment assets, which include both internally designated and donor restricted endowments while seeking to maintain the purchasing power of these endowment assets over the long term. The objective is to maintain the purchasing power of endowment assets in perpetuity by seeking long-term returns, which either match or exceed the spending rate plus inflation.

To satisfy its long-term rate-of-return objectives, the Pastoral Center relies on a total return strategy using higher returning asset classes. Asset allocation is global in scope and allows the investment of foreign and domestic securities in the portfolio. The Pastoral Center targets a diversified asset allocation that places an emphasis on equity-based and fixed income mutual funds, and marketable equity securities to achieve its long-term return objectives within prudent risk constraints.

(n) Going Concern Evaluation

On an annual basis, as required by Accounting Standards Codification ("ASC") Topic 205, *Presentation of Financial Statements - Going Concern*, the Pastoral Center performs an evaluation to determine whether there are conditions or events (known and reasonably knowable), considered in the aggregate, that raise substantial doubt about the Pastoral Center's ability to continue as a going concern within one year after the date that the combined financial statements are available to be issued.

(o) Revenue Recognition

The Pastoral Center recognizes revenue in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*. The Pastoral Center has evaluated each of the five steps of Topic 606 which are as follows: (1) Identify the contract with the customer; (2) Identify the performance obligations in the contract; (3) Determine the transaction price; (4) Allocate the transaction price to the performance obligations; and (5) Recognize revenue when (or as) performance obligations are satisfied.

(2) Summary of Significant Accounting Policies - Continued

(o) Revenue Recognition - Continued

The Pastoral Center considers a contract with a customer to exist under Topic 606 when there is approval and commitment from the Pastoral Center and the customer, the rights of the parties and payment terms are identified, the contract has commercial substance, and the collectability of consideration is probable. The Pastoral Center evaluates each service deliverable contracted with the customer to determine whether it represents promises to transfer distinct services under ASC Topic 606. These are referred to as performance obligations. One or more service deliverables often represent a single performance obligation. This evaluation requires significant judgment and the impact of combining or separating performance obligations may change the time over which revenue from the contract is recognized.

The Pastoral Center derives revenue from contracts with customers from its parish and school assessments, cemetery sales, asset management fees, administrative service fees, Bethany Retreat Center lodging, food and meeting space sales, and program and conference fees associated with various ministries.

Parish and School Assessments: Parish assessments help fund the various ministry budgets of the Pastoral Center and are recorded in the year the parish is assessed by the Pastoral Center. Such assessment is based on each parish's offertory, among other factors. Assessments are billed annually, and the Pastoral Center recognizes revenues over time since parishes receive and consume the benefits of the services provided by the Pastoral Center ratably over the year. The Annual Pastoral Appeal ("APA") represents pledges received from parishioners to help pay their parish's assessment. APA pledges receivable at June 30, 2023 and 2022 are included in net assets with donor restrictions since they will not be available to the Diocese until the next fiscal year.

Cemetery Sales: Cemetery operations generate revenue primarily through sales of cemetery interment rights (primarily grave sites, lawn crypts, mausoleum spaces and niches), related cemetery merchandise (such as outer burial containers, memorial markers and floral placements) and services (interments, inurnments and installation of cemetery merchandise). Cemetery services and products are provided on both an at-need and pre-need basis. Cemetery arrangements sold at the time of death are referred to as at-need cemetery contracts. The performance obligation on these at-need contracts for cemetery property, merchandise and services are distinct. The performance obligations from the time of death to the disposition of the remains, include delivering cemetery property, unearthing the ground, interring remains and installing merchandise on the cemetery grounds. Each item on the contract is recognized as a distinct good or service.

(2) Summary of Significant Accounting Policies - Continued

(o) Revenue Recognition - Continued

The performance obligation is satisfied, and revenue is recognized on the purchase date of the interment right, on the date of the cemetery service, and on the date of delivery of the merchandise (set on cemetery grounds). Payment is due at or before the time of transfer. Outstanding balances due from customers, if any, on completed at-need contracts are included in notes and other receivables on the accompanying combined statements of financial position. The performance obligation is satisfied at the date of the service, the purchase of the interment right or the delivery of the merchandise as control has transferred to the customer. At this time, the contract is signed by the customer and the Cemetery is entitled to payment.

Cemetery arrangements sold prior to death are referred to as pre-need cemetery contracts. Amounts paid by the customer, pursuant to the pre-need funeral contracts, initially are recognized as deferred revenue and are recognized as revenue when control of the funeral service and/or merchandise revenue is transferred to the customer. For pre-need cemetery interment rights, the performance obligation is the sale of the interment right and revenue is recognized at the time the contract is signed. Control of cemetery interment rights is transferred to the customer upon execution of the contract as customers select a specific location and space for their interment right, thus, restricting the cemetery from other use or transfer of the contracted cemetery property. The interment right is deeded to the customer when the contract is paid in full.

Within Calvary’s sales contract for interment rights, the Cemetery commits to maintaining graves, crypts, niches and memorial gardens in perpetuity, and segregating 10% of such sales as a reserve designated for this commitment. Based on this commitment, the Cemetery allocates a portion of the sales contract as a long-term liability to recognize this performance obligation.

The Cemetery pays commissions on new at-need and pre-need contracts. Topic 606 also requires the deferral of incremental direct selling costs to the period in which the related revenue is recognized, when material. Calvary recognizes 100% of commission expense at the time the contract has been fully collected. The portion of the commission attributable to the portion of the pre-need contracts for graves, crypts, niches and memorial gardens that are fully paid and still pre-need (not completed) is considered immaterial and therefore, as a practical matter, this portion of the sales commission is recognized at time of collection and not deferred until contract completion.

Asset Management Fees: The Catholic Foundation manages investments on behalf of the Diocese and various Diocesan entities. The Catholic Foundation charges 75 basis points of the assets under management as an asset management fee. The asset management fee is calculated monthly and billed quarterly. There are no performance-based incentive fees. The Catholic Foundation recognizes asset management fees over the time period the assets are held.

(2) Summary of Significant Accounting Policies - Continued

(o) Revenue Recognition - Continued

Administrative Service Fees: The Pastoral Center provides accounting support services to certain parishes and schools within the Diocese of St. Petersburg. Pricing is based on a monthly fee for standard accounting services. Special projects are billed separately at an hourly rate, when applicable. Revenue is recognized over time since the accounting services are considered a series of distinct services in which the parishes and schools receive and consume the benefits as services are performed by the Pastoral Center.

Bethany Center Sales: Bethany Center, Inc. operates a retreat facility including private overnight accommodations, meeting space and food services. Bethany Center recognizes revenues from lodging, food and conferences when the service is provided to the customer, generally over the time period of the conference or retreat. Bethany Center has determined that over time recognition is appropriate because the customer receives and consumes the benefit of the services ratably over the days the conference or retreat is held.

Programs and Conference Fees: The Pastoral Center administers a variety of ministries which include the charging of program fees and/or attendance fees. The Pastoral Center recognizes revenue for ministries and program fees over the time period of the related event since the customer receives and consumes the benefit of the services ratably over the days the ministry or conference is held.

Advertising: Spirit FM is a Christian radio station owned by the Diocese of St. Petersburg. Spirit FM broadcasts contemporary Christian music and offers Christ-centered programs. Spirit FM accepts donations from sponsors that are recognized on the radio station. Revenue is recognized ratably over the time period when the spot is broadcast. Contracts typically cover a period of 3-4 weeks and are billed by contract. To the extent the amount billed exceeds the amount of revenue recognized at any reporting period, the excess is deferred until the advertising spots are aired. Commissions of 15% are paid to media agents and are recognized over the time period of the broadcast contract.

(p) Insurance Premium Revenue

All Diocesan entities, including parishes and schools, are required to participate in the insurance programs that are administered through the Insurance and Employee Benefit Trust. The insurance programs include the following types of coverage: Property, Liability, Workers' Compensation, Vehicle, Unemployment Compensation, Group Health, Group Life, Short-term Disability, Long-term Disability, Student Accident, and Special Events. Some of these programs are fully insured through independent underwriters; some are self-funded; and some are funded with a combination of fully insured and self-funded sources. The two self-funded programs with the highest potential risk (Workers' Compensation and Group Health) use fully insured specific stop-loss insurances to protect against catastrophic losses.

(2) Summary of Significant Accounting Policies - Continued

(p) Insurance Premium Revenue - Continued

Participating entities are charged premiums based upon the estimated costs of the programs, including insurance premiums paid to underwriters, self-insured claims expenses, excess and stop-loss insurance premiums, professional administration fees, necessary reserves and administration costs.

(q) 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. Expenses directly attributable to a specific functional area of the Pastoral Center are reported as direct expenses of those functional areas while indirect costs that benefit multiple functional areas have been allocated among the functional areas based on either time spent by employees on each functional area or based on a square footage analysis for all indirect occupancy-related expenses.

(r) Leases

The Pastoral Center leases office space, residential housing and certain office equipment. The Pastoral Center determines if an arrangement is a lease at inception. Operating leases are included in operating lease right-of-use ("ROU") assets and operating lease liabilities on the accompanying combined statements of financial position. Finance leases are included in finance lease ROU assets and finance lease liabilities on the accompanying combined statements of financial position.

ROU assets represent the Pastoral Center's right to use an underlying asset for the lease term and lease liabilities represent the Pastoral Center's obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As most of the Pastoral Center's leases do not provide an implicit rate, the Pastoral Center uses a risk-free rate based on the information available at commencement date in determining the present value of lease payments. Operating lease ROU assets also includes any lease payments made and excludes any lease incentives. Lease expense for lease payments is recognized on a straight-line basis over the lease term. The Pastoral Center's lease terms may include options to extend or terminate the lease when it is reasonably certain the Pastoral Center will exercise the option. The Pastoral Center's lease agreements do not contain any material residual value guarantees or material restrictive covenants.

(2) Summary of Significant Accounting Policies - Continued

(s) Reclassifications

Certain amounts appearing in the 2022 combined financial statements have been reclassified to conform to the presentation in 2023.

(t) Income Taxes

In an annually updated ruling, the Internal Revenue Service has held that the agencies, instrumentalities and educational, charitable and religious institutions operated, supervised or controlled by or in connection with the Roman Catholic Church in the United States, its territories or possessions appearing in "The Official Catholic Directory" are exempt from federal income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code. The Diocese and the entities within these combined financial statements are listed in "The Official Catholic Directory" and therefore the Pastoral Center is exempt from income tax. Accordingly, the accompanying combined financial statements reflect no provision for income taxes.

The Diocese has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; and to review other matters that may be considered tax positions. No amounts of unrecognized tax benefits or liabilities have been recorded by the Pastoral Center as of June 30, 2023 or 2022.

(u) Use of Estimates

The preparation of the combined financial statements in accordance with generally accepted accounting principles in the United States of America requires management of the Pastoral Center to make estimates and assumptions that affect the amounts reported in the combined financial statements and accompanying notes. Significant items subject to such estimates include the estimates of the allowances for uncollectible loans and pledges and the reserves for insurance claims. Actual results could differ from those estimates.

(v) Subsequent Events

In accordance with generally accepted accounting principles in the United States of America the management of the Pastoral Center must evaluate subsequent events and must recognize and disclose events or transactions occurring after the combined statement of financial position date under certain circumstances. The Pastoral Center evaluated its June 30, 2023 combined financial statements for subsequent events through December 20, 2023, the date the combined financial statements were available to be issued. The Pastoral Center is not aware of any subsequent events which would require recognition or disclosure in the combined financial statements.

(2) Summary of Significant Accounting Policies - Continued

(w) Recent Accounting Pronouncements

In February 2016, the FASB issued guidance under ASC Topic 842, *Leases*, to increase transparency and comparability among organizations by requiring the recognition of ROU assets and lease liabilities on the combined statement of financial position. Most prominent among the changes in the standard is the recognition of ROU assets and lease liabilities by lessees for those leases classified as operating leases. Under the standard, disclosures are required to meet the objective of enabling users of the combined financial statements to assess the amount, timing, and uncertainty of cash flows arising from leases.

The Pastoral Center adopted the standard effective July 1, 2022 and recognized and measured leases existing at, or entered into after, July 1, 2022 (the beginning of the period of adoption) through a cumulative effect adjustment, with certain practical expedients available. Lease disclosures for the year ended June 30, 2022 are made under prior lease guidance in FASB ASC Topic 840.

The Pastoral Center elected the available practical expedients to account for their existing capital leases and operating leases as finance leases and operating leases, respectively, under the new guidance, without reassessing (a) whether the contracts contain leases under the new standard; (b) whether classification of capital leases or operating leases would be different in accordance with the new guidance; or (c) whether the unamortized initial direct costs before transition adjustments would have met the definition of initial direct costs in the new guidance at lease commencement.

As a result of the adoption of the new leasing accounting guidance, the Pastoral Center recognized on July 1, 2022 finance lease liabilities at the carrying amount of the capital lease obligations on June 30, 2022, of $261,691 and right-of-use assets at the carrying amount of the capital lease assets of $261,691. The Pastoral Center also recognized on July 1, 2022, operating lease liabilities of $1,275,172, which represent the present value of the remaining operating lease payments of $1,470,893 discounted using risk-free rates of return ranging from 2.84% to 2.99%, and right-of-use assets of $1,275,172. The adoption of the new leasing accounting guidance had no effect on the Pastoral Center's net assets as of July 1, 2022.

The standard had an impact on the Pastoral Center's combined statement of financial position as of June 30, 2023 but did not have an impact on the Pastoral Center's combined statements of activities or cash flows for the year then ended. The most significant impact was the recognition of ROU assets and lease liabilities for operating leases, while the accounting for the Pastoral Center's finance leases remained substantially unchanged.

(3) Investments

Investments at June 30, 2023 and 2022 consist of the following:

	2023		2022	
	Fair Value	Cost	Fair Value	Cost
Mutual funds:				
Large Cap Growth Equity	$ 1,480,484	1,416,622	42,639,734	46,768,230
Small Cap Value Equity	16,323,790	16,522,649	127,807	100,536
Domestic Fixed Income	48,792,904	55,663,424	5,509,005	6,152,044
Global Balanced / TAA	21,129,460	23,299,967	20,252,823	22,181,440
International Equity	25,455,445	24,688,825	24,145,229	24,896,863
Other equity funds	-	-	191,132	188,654
Marketable equity securities:				
Domestic - Small Cap Value	-	-	13,641,788	14,629,727
Bonds and other income securities:				
US Government obligations	7,106,544	7,201,107	7,914,222	8,354,066
Mortgage-backed securities	900,079	912,173	-	-
Corporate bonds	28,865,622	29,999,725	28,343,369	29,643,693
Aggregate bond index	314,609	352,598	407,439	434,948
Alternative investments:				
Passive S&P 500 Equity	28,523,955	10,133,149	23,502,393	9,620,842
Common trust funds:				
US Large Company Index	27,454,214	27,546,554	23,340,849	24,714,697
Large Cap Pure Growth	20,726,209	22,739,578	19,200,650	21,949,757
Short-term investments:				
Prime Obligations Institutional FFS	12,522,844	12,522,844	13,482,141	13,482,141
Certificates of deposit	239,000	239,000	239,000	239,000
	$ 239,835,159	233,238,215	222,937,581	223,356,638

Investments at June 30, 2023 and 2022 are held for the following funds/activities:

	2023	2022
Savings and Loan Fund Trust	$ 139,179,582	130,336,037
Emmaus Foundation, Inc.	37,145,486	33,719,474
Endowed Funds	10,493,744	10,132,553
Cemetery Funds	6,228,878	5,463,736
Parish Sustainability Corporation	46,787,469	43,285,781
Total investments	$ 239,835,159	222,937,581
Including:		
Held in Trust for Parishes and Schools	$ 107,964,572	93,393,002
Held in Trust for the Catholic Foundation and other Funds	30,696,425	27,710,037
Total investments held in trust	$ 138,660,997	121,103,039

(3) Investments - Continued

The components of net investment return for the years ended June 30, 2023 and 2022 are as follows:

		2023	2022
Interest and dividend income	$	7,864,138	10,152,182
Net realized and unrealized gains (losses)		7,040,016	(34,275,858)
Management and custodial fees		(312,978)	(306,200)
Total investment return, net	$	14,591,176	(24,429,876)

(4) Pledges Receivable

Pledges receivable from participating parishes and other entities at June 30, 2023 and 2022 are as follows:

		2023	2022
Pledges receivable	$	1,153,802	927,714
Less allowance for doubtful pledges		-	-
Net pledges receivable	$	1,153,802	927,714

An allowance for doubtful pledges is provided for balances due when the collection of such amounts is considered doubtful. As of June 30, 2023 and 2022, an allowance for doubtful pledges was not considered necessary.

(5) Loans Receivable - Parishes and Schools (Savings and Loan Fund Trust)

Loans receivable from Diocesan entities at June 30, 2023 and 2022 are as follows:

		2023	2022
Parishes and parochial schools	$	8,133,538	8,577,288
High schools		759,587	1,164,271
		8,893,125	9,741,559
Less allowance for doubtful loans		(3,307,711)	(3,533,955)
Loans receivable, net	$	5,585,414	6,207,604

An allowance for doubtful loans is provided for balances due when the collection of such amounts is considered doubtful. Although the Trust continues to work with these entities and has restructured the terms on certain loans, at present there has been no decision made as to a definitive and adequate means of repayment. The interest rate charged for loans was 3% and 4% during the years ended June 30, 2023 and 2022, respectively, except for loans of $3,806,135 and $3,497,870 outstanding as of June 30, 2023 and 2022, respectively, which are non-interest bearing.

(5) Loans Receivable - Parishes and Schools (Savings and Loan Fund Trust) - Continued

The activity in the allowance for doubtful loans was as follows:

		Amount
Balance at June 30, 2021	$	3,647,150
Net provision (recoveries)		(52,967)
Write-offs		(60,228)
Balance at June 30, 2022		3,533,955
Net provision (recoveries)		(226,244)
Balance at June 30, 2023	$	3,307,711

(6) Insurance and Employee Benefits Trust

Reserves for self-funded insurance claims for potential uninsured losses are computed using actuarial valuations and management estimates. In the opinion of management, the reserves for insurance claims of $2,852,456 and $3,130,402 at June 30, 2023 and 2022, respectively, represent adequate provision for unpaid losses which have been incurred, but may not be reported, as of June 30, 2023 and 2022.

Insurance premiums receivable from participating entities at June 30, 2023 and 2022 are as follows:

		2023	2022
Insurance premiums receivable	$	1,266,097	923,924
Less allowance for doubtful accounts		(826,804)	(800,432)
Net insurance premiums receivable	$	439,293	123,492

The activity in the allowance for doubtful accounts was as follows:

		Amount
Balance at June 30, 2021	$	946,045
Net provision (recoveries)		(145,610)
Write-offs		(3)
Balance at June 30, 2022		800,432
Net provision (recoveries)		26,372
Balance at June 30, 2023	$	826,804

(7) Notes and Other Receivables

Notes and other receivables are as follows:

		2023	2022
Land purchase receivables	$	5,060,956	5,415,097
Ministry and program trade receivables		1,765,582	1,615,422
Parish assessment receivables		1,269,924	1,374,201
Other		3,119,710	2,311,525
		11,216,172	10,716,245
Less allowance for doubtful accounts		(2,357,135)	(2,480,007)
Notes and other receivables, net	$	8,859,037	8,236,238

The activity in the allowance for doubtful accounts was as follows:

		Amount
Balance at June 30, 2021	$	2,875,060
Net provision (recoveries)		(395,053)
Balance at June 30, 2022		2,480,007
Net provision (recoveries)		(122,872)
Balance at June 30, 2023	$	2,357,135

The land purchase receivables included in notes and other receivables are amounts advanced to fourteen parishes to fund the cost of the parishes' land, determined in accordance with Diocesan Policy at the time of the creation of the parish. The amounts paid are non-interest bearing and are not subject to a recovery agreement at the present time. However, by agreement with the parishes, under certain circumstances, the Bishop of the Diocese of St. Petersburg may demand that the amounts be repaid to the Savings and Loan Fund Trust. Management has classified these transactions with the parishes as receivables at their book value since (1) it is not known when the Bishop may request the recovery of the amounts paid; and (2) the amounts paid are ultimately secured by the parishes' property, and in the event of the closing and sale of the parish, first dollar proceeds would come to the Savings and Loan Fund Trust of the Diocese of St. Petersburg and would be sufficient to recover the receivables.

(8) Land, Buildings and Equipment

Land, buildings and equipment consist of the following at June 30, 2023 and 2022:

	2023	2022	Useful Life
Buildings and improvements	$ 33,986,384	33,878,058	10 - 30 years
Construction-in-progress	4,788,926	3,101,795	-
Computer equipment	1,132,257	1,159,157	5 - 10 years
Furniture and fixtures	3,681,604	3,441,797	5 - 20 years
Vehicles	412,588	364,167	3 - 5 years
	44,001,759	41,944,974	
Less accumulated depreciation	(26,444,783)	(24,931,138)	
	17,556,976	17,013,836	
Land	12,521,550	12,521,550	
	$ 30,078,526	29,535,386	

Depreciation expense for the years ended June 30, 2023 and 2022 was $1,537,180 and $1,539,988, respectively.

(9) Leases

The Pastoral Center leases equipment, office and residential space during the course of operations under operating leases. Effective October 2009, the Pastoral Center entered into an agreement to lease office space from a parish for WBVM - 90.5 FM, Inc. for a term of 25 years. The lease may be terminated by the Pastoral Center with six months written notice to the parish. The leases have remaining lease terms ranging from one to eleven years. Leases with initial terms of 12 months or less are not recorded on the combined statement of financial position. Expense under these short-term leases is recognized on a straight-line basis over the lease term.

The weighted-average lease terms and discount rates as of June 30, 2023 are as follows:

Weighted average remaining lease term:	
Operating leases	9.3 years
Finance leases	3.7 years
Weighted average discount rate:	
Operating leases	2.97%
Finance leases	2.88%

(9) Leases - Continued

The components of lease costs under operating and finance leases for the year ended June 30, 2023 include the following:

Operating lease cost	$ 192,399
Short-term leases	2,616
Total lease costs	$ 195,015
Finance lease costs:	
Amortization of lease assets included in depreciation and amortization expense	$ 57,023
Interest on lease liabilities included in interest expense	6,100
	$ 63,123

The following summarizes cash flow information related to leases for the year ended June 30, 2023:

Cash paid for amounts included in the measurement of lease liabilities:	
Operating cash flows from operating leases	$ 192,399
Operating cash flows from finance leases	6,100
Financing cash flows from finance leases	54,646
Lease assets obtained in exchange for lease obligations:	
Operating leases	13,770

The maturities of lease liabilities as of June 30, 2023 were as follows:

Year Ending June 30,	Operating	Finance
2024	$ 193,911	60,747
2025	184,911	57,702
2026	152,964	57,093
2027	94,818	42,820
2028	93,306	-
Thereafter	573,709	-
Total payments	1,293,619	218,362
Less interest	(165,007)	(11,317)
Present value of lease liabilities	$ 1,128,612	207,045

(9) Leases - Continued

Rent expense for these leases was $189,262 for the year ended June 30, 2022. Future minimum lease payments under non-cancellable operating leases (with initial or remaining terms in excess of one year) as of June 30, 2022 were as follows:

Year Ending June 30,		
2023	$	156,200
2024		147,200
2025		87,600
2026		57,100
2027		47,600
Total minimum lease payments	$	495,700

(10) Bank Debt

The unsecured line of credit is for working capital needs up to $10,000,000 and the balance drawn was $0 at June 30, 2023 and 2022. The line of credit bears interest at a rate of Secured Overnight Financing Rate (SOFR) plus 1.03% (6.09% at June 30, 2023) and matures on September 6, 2026.

The Pastoral Center is subject to a financial covenant with the bank which stipulates the Pastoral Center must maintain unencumbered and unrestricted investments, with a fair value of the lesser of $15 million or the total loans outstanding, including amounts due to the bank for which the Diocese or Pastoral Center has guaranteed repayment or is a co-signor (see Note 16) or $22.5 million. At June 30, 2023 and 2022, the Pastoral Center was in compliance with this covenant.

There was no interest paid on the line of credit during the years ended June 30, 2023 and 2022.

(11) Deposits Held in Trust - Non-Diocesan Entities

Deposits held in trust - Non-Diocesan entities are held and managed by the Catholic Foundation under various programs for the benefit of various ministries in the Diocese. The net investment income earned or losses incurred on these deposits is distributed to the participants.

Deposits held in trust for non-Diocesan entities at June 30, 2023 and 2022 are as follows:

		2023	2022
A Catholic corporation	$	13,553,735	12,449,585
School endowments		9,954,568	9,328,767
Other Diocesan entities		16,417	15,608
A Parochial school		2,412,109	2,544,620
Other entities		4,759,596	3,371,457
Total	$	30,696,425	27,710,037

(12) Designated for Specific Programs

Net assets designated for specific programs at June 30, 2023 and 2022 were as follows:

	2023	2022
Cemetery operations and care	$ 14,149,336	14,870,523
Insurance/employee benefit trust	48,884,156	39,972,420
Annual Pastoral Appeal	16,358	5,861,734
Savings and Loan Trust	48,869,881	41,623,391
Communications and other	1,030	1,030
Good Counsel Camp	586,092	624,985
Total	$ 112,506,853	102,954,083

(13) Net Assets With Donor Restrictions

Net assets with donor restrictions at June 30, 2023 and 2022 consist of the following:

	2023	2022
Purpose restrictions:		
Catholic formation and education	$ 2,299,432	2,696,644
Affordable housing	3,310,603	4,501,719
Assistance to the needy	123,428	124,877
Clergy and seminarian support	898,779	685,549
Communications	218,403	218,403
Other ministries	1,415,998	1,276,189
	8,266,643	9,503,381
Time restrictions:		
Assistance to the needy	3,431,170	3,921,924
Annual Pastoral Appeal	7,838,960	1,930,558
Charitable gift annuities	487,836	487,249
	11,757,966	6,339,731
To be held in perpetuity:		
Catholic formation and education	6,188,584	5,787,140
Seminarian support	2,385,573	2,385,573
Diocesan ministries	1,804,011	1,790,873
Cemetery care	129,352	129,352
Parish ministry and support	1,410,111	1,003,049
Other	294,658	275,607
	12,212,289	11,371,594
Total net assets with donor restrictions	$ 32,236,898	27,214,706

(13) Net Assets With Donor Restrictions - Continued

Net assets with donor restrictions in perpetuity are invested in one of three ways. They are either invested in the Diocesan Savings and Loan Trust where they earn a fixed rate of return; or, they are placed in the Catholic Foundation for investment with independent investment managers; or, they are placed directly with independent investment institutions. The Trust and the Foundation are governed by separate Boards of Trustees that are appointed by the Bishop of the Diocese of St. Petersburg. These Trustees oversee the investment of these funds. For those funds placed with independent investment managers and institutions, investment policies are adopted that consider the purposes and needs for the earnings based on the individual restrictions of the funds' donors.

(14) Annuity Obligations

The Catholic Foundation is certified by the State of Florida to market and manage charitable gift annuity contracts. Under these contracts, a donor transfers assets to the Catholic Foundation at the beginning of the contract and the Catholic Foundation makes predetermined quarterly payments to the donor, or in certain cases donors' spouses, over their remaining lifetimes. Upon the donors' death, the remaining assets are available for the Catholic Foundation's use, subject to any specific donor restrictions. Annuity obligations are stated at the actuarial present value of future cash flows expected to be paid to donors over their lifetimes. The discount rates used in computing the present value of annuity obligations range from 1.2% to 6.2% as of June 30, 2023 and 2022. At June 30, 2023 and 2022, annuity obligations totaled $714,945 and $708,368, respectively.

State law requires the Catholic Foundation to maintain a reserve fund in connection with its gift annuity program. The required amount to be maintained in the fund is based on a multiple of the actuarial value of the related annuity obligations.

(15) Commitments and Contingencies

(a) Loan Contingencies

The Diocese entered into a financing arrangement with a financial institution to provide up to $40 million in financing for construction and renovation projects undertaken by Diocesan parishes, a high school and Catholic Charities, Diocese of St. Petersburg, Inc. The respective Diocesan entities are responsible for repayment of any amounts borrowed, and the Savings and Loan Trust of the Diocese is a co-signer on all loans. The loans have maturity dates that range from November 1, 2023 to January 26, 2031, however the loans are subject to renewal at those times. The amount outstanding on borrowings by Diocesan entities, which is not reflected in these combined financial statements at June 30, 2023 and 2022 under this line of credit, was $22,472,388 and $24,345,533, respectively. The Diocese has not experienced any losses on these borrowings for the years ended June 30, 2023 and 2022.

(15) Commitments and Contingencies - Continued

(b) Guarantees

The Pastoral Center has guaranteed all loans issued under the $40 million financing agreement, as well as a $600,000 revolving line of credit at a commercial bank by Catholic Charities, Diocese of St. Petersburg, Inc. The $600,000 revolving line of credit bears interest at a variable rate based on the SOFR, plus 1.47% and is not less than 3.0%. It is not practical to obtain independent estimates of the fair values for the contingent liability for this guaranteed debt.

(c) Litigation

The Pastoral Center is subject to asserted and unasserted claims arising in the course of its activities. While the result of litigation cannot be predicted with absolute certainty, management believes the final outcome will not have a materially adverse effect on the Pastoral Center's financial condition. The Pastoral Center has accrued for estimated losses as of June 30, 2023 and 2022.

(16) Pension Plan

The Diocese has a multiemployer defined benefit pension plan named "Pension Plan for the Employees of the Entities of the Diocese of St. Petersburg" (the "Plan"). The Plan is a non-contributory plan and covers employees of all Diocesan entities who meet participation requirements. The Pastoral Center and the other employer entities of the Diocese make contributions to the Plan equal to amounts accrued for pension expense, which includes the amortization of past service cost over periods of 15 to 30 years. Information concerning plan assets and accrued benefits is not kept with respect to each individual participating entity; the Plan is administered and evaluated only on an aggregate basis. Eligible employees, as defined in the plan document, are entitled to pension benefits beginning with normal retirement age equal to a defined amount per unit of service. In addition, eligible employees, as defined in the plan document, may be entitled to early retirement and disability benefits under certain circumstances. As a Church, the Plan is not subject to ERISA. A favorable Determination Letter was received from the Internal Revenue Service for the Plan during 2014. The Pastoral Center's total pension expense for the years ended June 30, 2023 and 2022 was $939,757 and $1,027,159, respectively.

Total contributions to the Plan by all participating entities were approximately $9 million for each of the years ended June 30, 2023 and 2022.

(16) Pension Plan - Continued

As of June 30, 2023, the most recent actuarial valuation, the accumulated Plan benefits and the assets available for such benefits are as follows:

	Amount
Vested benefits:	
Participants currently receiving payments	$ 156,526,120
Terminated vested participants	31,893,795
Other participants	64,829,532
	253,249,447
Nonvested benefits	3,242,586
Total actuarial present value of accumulated plan benefits	$ 256,492,033
Net assets available for plan benefits	$ 226,602,988

The Pastoral Center also offers a 401(k) Plan for substantially all of the employees of the entities of the Diocese. This plan is administered separately from the Defined Benefit Pension Plan discussed above. This plan is a non-contributory plan, and as such, the Pastoral Center did not make any contributions to the plan during fiscal years 2023 and 2022.

(17) Related Parties

In addition to the operating ministries disclosed in Note 1, there are certain other ministries operating outside the geographic area of the Diocese that are not included in the combined financial statements, in which the Pastoral Center has an economic and ministerial interest. They are ministries owned and operated by dioceses included in the Province of Florida, as follows: St. Vincent de Paul Regional Seminary, The Florida Catholic Conference (“FCC”), and the Florida Conference of Catholic Bishops (“FCCB”).

The Pastoral Center’s percentage of ownership in the seminary is between 20% and 25%, and for the FCC and FCCB is between 40% and 45%. The Pastoral Center, and the other dioceses in the Province of Florida, provide support to each of these ministries in the form of tuition and operating subsidies.

For the years ended June 30, 2023 and 2022, the Diocese provided operating subsidies to the St. Vincent de Paul Regional Seminary in the amounts of $42,127 and $36,117, respectively, to the FCC in the amounts of $112,731 and $70,043, respectively, and to FCCB in the amounts of $86,014 and $69,263, respectively.

As explained in Note 1, the Diocese has formed separately incorporated entities that operate within the Diocese that are not included in the combined financial statements.

(17) Related Parties - Continued

Two Catholic School Corporations were formed to provide support to certain Catholic Schools of the Diocese. Parish assessments include a special assessment for the schools in the amount of $1,0079,473 and $981,322, for the years ended June 30, 2023 and 2022, respectively. The related subsidy expense for 2023 and 2022 was approximately $999,000 and $991,000, respectively.

Three corporations which own and operate affordable housing refinanced their projects and contributed a combined total of $7,557,205 to the Pastoral Center during the year ended June 30, 2021 as a restricted contribution to be used for affordable housing. As of June 30, 2023 and 2022, $3,310,603 and $4,501,719, respectively, remains available in cash and is classified as a component of net assets with donor restrictions.

During 2016, the Diocese created DOSP USF Housing, Inc., a not-for-profit Florida corporation for the purpose of investing in the development of faith-based student housing adjacent to the campus of the University of South Florida in Tampa, Florida. During 2017, the Diocese advanced $1,715,000 to DOSP USF Housing, Inc. as initial funding of this entity. This loan has accrued interest at 4% since inception. The balance due was $1,402,604 and $1,439,219 as of June 30, 2023 and 2022, respectively. Due to the start-up nature of this activity, repayment terms have not been set. The provision for doubtful accounts includes an allowance for approximately 25% of the outstanding balance as of June 30, 2023 and 2022.

(18) Endowments

The Diocese has interpreted Florida Uniform Prudent Management of Institutional Funds Act (“FUPMIFA”) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Diocese classifies as donor restricted net assets in perpetuity (a) the original value of the gifts donated to the permanent endowment; (b) the original value of the subsequent gifts to the permanent endowment; and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified as restricted net assets in perpetuity is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Diocese in a manner consistent with the standard of prudence prescribed by FUPMIFA. Any amount not appropriated for expenditure will be reclassified, subject to the original endowment restrictions imposed by the donor.

In accordance with FUPMIFA, the Diocese considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Pastoral Center
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Pastoral Center
- The investment policies of the Pastoral Center

(18) Endowments - Continued

The Diocese has adopted investment and spending policies for endowment assets that attempt to provide a predicable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Under this policy, the Diocese relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). A diversified asset allocation is utilized to achieve its long-term return objectives with prudent risks.

The Diocese has a policy of appropriating distributions each year of approximately 4% to 5% of the endowment funds. Accordingly, over the long term, the Diocese expects the current spending policy to allow its endowments to grow. This is consistent with the Diocese’s objective to maintain the purchasing power of the endowment assets held in perpetuity as well as to provide additional real growth through new gifts and investment return.

At June 30, 2023, endowed net assets are comprised of $2,202,059 and $12,212,289 of donor restricted funds and restrictions in perpetuity, respectively, totaling $14,414,348. The changes in endowment net assets for the year ended June 30, 2023 are as follows:

	With Donor Restrictions
Endowments, beginning of year	$ 13,216,671
Contributions	620,714
Investment return	1,197,030
Distribution of earnings, transfers and other withdrawals	(620,067)
Endowments, end of year	$ 14,414,348

(19) Liquidity and Availability of Resources

The Pastoral Center is supported by contributions both with and without donor restrictions and must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As part of the Pastoral Center’s liquidity management, it structures its financial assets to be available as its general expenditures, liabilities and other obligations come due.

(19) Liquidity and Availability of Resources - Continued

As of June 30, 2023 and 2022, the Pastoral Center's financial assets available to meet general expenditures within one year were as follows:

	2023	2022
Financial assets:		
Cash and cash equivalents	$ 47,266,194	19,923,703
Investments	239,835,159	222,937,581
Insurance premiums receivable	439,293	123,492
Pledges receivable	1,153,802	927,714
Estates and trusts receivable	3,584,989	3,243,642
Loans receivable	5,585,414	6,207,604
Notes and other receivables	8,859,037	8,236,238
Total financial assets	306,723,888	261,599,974
Less amounts unavailable for general expenditure within one year due to:		
Contractual or donor-imposed restrictions:		
Endowments	(12,212,289)	(11,249,681)
Deposits held in trust	(138,660,997)	(121,103,039)
Long-term contributions receivable	(3,584,989)	(3,243,642)
Long-term loans receivable	(5,585,414)	(6,207,604)
Long-term notes and other receivables	(8,859,037)	(8,236,238)
Donor-imposed restrictions	(8,266,643)	(9,625,294)
Time restrictions	(3,431,170)	(3,921,924)
Charitable gift annuities	(487,836)	(487,249)
Total contractual or donor-imposed restrictions	(181,088,375)	(164,074,671)
Board-designations for specific purposes, net of long-term receivables above	(100,213,535)	(86,677,858)
Financial assets available to meet general expenditures within one year	$ 25,421,978	10,847,445

General expenditures of the Pastoral Center totaled approximately $47.1 million and $44.2 million in 2023 and 2022, respectively.

(20) Risks and Uncertainties

Investment securities are exposed to various risks, such as interest rate, market and credit risk. Market risks include global events which could impact the value of investment securities, such as a pandemic or international conflict. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statements of financial position.

SUPPLEMENTARY FINANCIAL INFORMATION

CATHOLIC DIOCESE OF ST. PETERSBURG PASTORAL CENTER

Schedule of Financial Position Information by Fund

June 30, 2023

		Diocese of St. Petersburg, Inc.									
		Operating Funds	Endowment Funds	Total	Savings and Loan Trust	Insurance / Benefits Trust	Calvary Cemetery	(Emmaus) Catholic Foundation	Parish Sustainability Corporation	Elimination Entries	Total
Assets											
Cash and cash equivalents	$	27,295,608	104,001	27,399,609	38,895,334	21,717,612	2,756,497	1,779,477	44,157	(45,326,492) **(a)**	47,266,194
Investments		1,636,125	8,857,619	10,493,744	139,179,582	-	6,228,878	100,416,576	46,787,469	(63,271,090) **(b)**	239,835,159
Insurance premiums receivable, net		-	-	-	-	439,293	-	-	-	-	439,293
Pledges receivable, net		1,153,802	-	1,153,802	-	-	-	-	-	-	1,153,802
Estates and trusts receivable		3,584,989	-	3,584,989	-	-	-	-	-	-	3,584,989
Loans receivable - parishes and schools, net		-	-	-	51,585,414	-	-	-	-	(46,000,000) **(c)**	5,585,414
Prepaid expenses and other assets		433,080	-	433,080	-	858,632	216,559	-	-	-	1,508,271
Cemetery plots and other inventory		3,500	-	3,500	-	-	422,960	-	-	-	426,460
Notes and other receivables, net		1,784,974	-	1,784,974	7,340,451	6,805	1,646,948	307,933	-	(2,228,074) **(c)**	8,859,037
Land, buildings and equipment, net		23,945,540	-	23,945,540	-	-	7,079,090	300,000	-	(1,246,104) **(d)**	30,078,526
Right-of-use assets under operating leases		1,128,612	-	1,128,612	-	-	-	-	-	-	1,128,612
Right-of-use assets under finance leases		200,528	-	200,528	-	-	4,140	-	-	-	204,668
Due from other funds		-	-	-	-	32,794,919	2,090,046	-	-	(34,884,965) **(b)**	-
Total assets	$	61,166,758	8,961,620	70,128,378	237,000,781	55,817,261	20,445,118	102,803,986	46,831,626	(192,956,725)	340,070,425

(Continued)

CATHOLIC DIOCESE OF ST. PETERSBURG PASTORAL CENTER

Schedule of Financial Position Information by Fund - Continued

Liabilities and Net Assets		Diocese of St. Petersburg, Inc. Operating Funds	Diocese of St. Petersburg, Inc. Endowment Funds	Diocese of St. Petersburg, Inc. Total	Savings and Loan Trust	Insurance / Benefits Trust	Calvary Cemetery	(Emmaus) Catholic Foundation	Parish Sustainability Corporation	Elimination Entries	Total
Liabilities:											
Accounts payable, accrued expenses and other liabilities	$	4,327,220	-	4,327,220	4,625,794	4,080,649	2,813,874	35,163	-	-	15,882,700
Deposits held in trust - parishes and schools		-	-	-	153,291,064	-	-	-	-	(45,326,492) **(a)**	107,964,572
Deposits held in trust - other		3,726	122,142	125,868	-	-	251,494	93,590,153	-	(63,271,090) **(b)**	30,696,425
Estimated liability for insurance claims		-	-	-	-	2,852,456	-	-	-	-	2,852,456
Annuity obligations		-	-	-	-	-	-	714,945	-	-	714,945
Operating lease liabilities		1,128,612	-	1,128,612	-	-	-	-	-	-	1,128,612
Finance lease liabilities		202,856	-	202,856	-	-	4,189	-	-	-	207,045
Loans payable		2,228,074	-	2,228,074	-	-	-	-	46,000,000	(48,228,074) **(c)**	-
Due to other funds		2,764,914	707,377	3,472,291	30,214,042	-	-	920,436	278,196	(34,884,965) **(b)**	-
Total liabilities		10,655,402	829,519	11,484,921	188,130,900	6,933,105	3,069,557	95,260,697	46,278,196	(191,710,621)	159,446,755
Net assets:											
Without donor restrictions:											
Undesignated		10,975,458	(141,443)	10,834,015	-	-	-	1,659,556	553,430	-	13,047,001
Invested in land, buildings and equipment		20,852,797	-	20,852,797	-	-	3,226,225	-	-	(1,246,104) **(d)**	22,832,918
Designated for specific programs		603,480	-	603,480	48,869,881	48,884,156	14,149,336	-	-	-	112,506,853
Total unrestricted		32,431,735	(141,443)	32,290,292	48,869,881	48,884,156	17,375,561	1,659,556	553,430	(1,246,104)	148,386,772
With donor restrictions		18,079,621	8,273,544	26,353,165	-	-	-	5,883,733	-	-	32,236,898
Total net assets		50,511,356	8,132,101	58,643,457	48,869,881	48,884,156	17,375,561	7,543,289	553,430	(1,246,104)	180,623,670
Total liabilities and net assets	$	61,166,758	8,961,620	70,128,378	237,000,781	55,817,261	20,445,118	102,803,986	46,831,626	(192,956,725)	340,070,425

(a) Elimination of interdiocesan savings account
(b) Elimination of interdiocesan accounts
(c) Elimination of interdiocesan borrowings
(d) Elimination of interdiocesan property sale

CATHOLIC DIOCESE OF ST. PETERSBURG PASTORAL CENTER

Schedule of Activities Information by Fund

For the Year Ended June 30, 2023

	Diocese of St. Petersburg, Inc. Operating Funds	Diocese of St. Petersburg, Inc. Endowment Funds	Diocese of St. Petersburg, Inc. Total	Savings and Loan Trust	Insurance / Benefits Trust	Calvary Cemetery	(Emmaus) Catholic Foundation	Parish Sustainability Corporation	Elimination Entries	Total
Support and revenue:										
Support:										
Parish assessments and Catholic Ministry Appeal	$ 11,978,308	-	11,978,308	-	-	-	-	-	-	11,978,308
Contributions and bequests	2,794,873	-	2,794,873	-	-	-	1,022,732	-	(250,000) **(a)**	3,567,605
Revenue:										
Insurance premium revenues	-	-	-	-	29,242,058	-	-	-	(1,709,487) **(b)**	27,532,571
Investment return	1,392,470	1,376	1,393,846	9,189,976	282,949	511,028	428,207	3,472,194	(687,024) **(c)**	14,591,176
Programs, sales and other revenue	4,240,755	-	4,240,755	147,768	1,553,186	3,448,636	549,958	-	(458,616) **(c)**	9,481,687
Gain on sale of property and equipment	4,137	-	4,137	-	-	-	-	-	-	4,137
Change in value of split-interest agreements	345,841	-	345,841	-	-	-	(92,750)	-	-	253,091
Transfers from other funds	9,066,082	-	9,066,082	-	-	320,009	1,211,635	-	(10,597,726) **(d)**	-
Total support and revenue	29,822,466	1,376	29,823,842	9,337,744	31,078,193	4,279,673	3,119,782	3,472,194	(13,702,853)	67,408,575
Expenses:										
Salaries and employee benefits	8,369,547	-	8,369,547	-	-	1,215,267	131,666	-	(1,246,478) **(b)**	8,470,002
Grants, contributions and subsidies	6,338,011	-	6,338,011	100,000	-	2,500	1,179,428	-	(250,000) **(a)**	7,369,939
Insurance claims	-	-	-	-	16,609,474	-	-	-	-	16,609,474
Interest on deposits	-	-	-	1,913,665	-	-	-	-	(929,493) **(c)**	984,172
Interest on bank debt	5,947	-	5,947	-	-	153	-	-	- **(e)**	6,100
Insurance premiums	349,382	-	349,382	-	4,095,666	112,049	1,578	-	(463,009) **(b)**	4,095,666
Program and other expenses	6,280,089	-	6,280,089	17,326	1,028,017	987,198	169,844	-	(216,147) **(c)**	8,266,327
Depreciation	1,464,441	-	1,464,441	-	-	129,762	-	-	-	1,594,203
Net provisions (recoveries) for loan and other losses	(59,310)	-	(59,310)	(226,244)	26,372	(63,562)	-	-	-	(322,744)
Transfers to other funds	8,057,315	822	8,058,137	286,507	406,928	634,519	1,211,635	-	(10,597,726) **(d)**	-
Total expenses	30,805,422	822	30,806,244	2,091,254	22,166,457	3,017,886	2,694,151	-	(13,702,853)	47,073,139
Change in net assets	(982,956)	554	(982,402)	7,246,490	8,911,736	1,261,787	425,631	3,472,194	-	20,335,436
Net assets, beginning of year	51,494,312	8,131,547	59,625,859	41,623,391	39,972,420	16,113,774	7,117,658	(2,918,764)	(1,246,104)	160,288,234
Net assets, end of year	$ 50,511,356	8,132,101	58,643,457	48,869,881	48,884,156	17,375,561	7,543,289	553,430	(1,246,104)	180,623,670

(a) Elimination of interfund grants
(b) Elimination of interfund insurance premiums and expense
(c) Elimination of interfund savings interest, programs, professional and administrative fees
(d) Elimination of interfund transfers
(e) Elimination of interest on interdiocesan borrowings