

Consolidated Financial Statements and  
Supplemental Information Together  
with Report of Independent Certified  
Public Accountants

**The Bridgeport Roman Catholic Diocesan  
Corporation and Affiliates**

June 30, 2022 and 2021

## Contents

	Page
Report of Independent Certified Public Accountants	3
Consolidated Financial Statements	
Consolidated statements of financial position	6
Consolidated statements of activities	7
Consolidated statements of functional expenses	9
Consolidated statements of cash flows	11
Notes to consolidated financial statements	12
Supplemental Information	
Consolidating schedules of financial position	38
Consolidating schedules of activities	40
Consolidating schedules of program functional expenses	42

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**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

To the Most Reverend Frank J. Caggiano  
Bishop of the Roman Catholic Diocese of Bridgeport

**Opinion**

We have audited the accompanying consolidated financial statements of The Bridgeport Roman Catholic Diocesan Corporation and Affiliates (collectively, the "Diocese"), which comprise the consolidated statements of financial position as of June 30, 2022 and 2021, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements 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 and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for opinion**

We conducted our audits of the consolidated financial statements in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

**Responsibilities of management for the financial statements**

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

In preparing the consolidated 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 for one year after the date the financial statements are available to be issued.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US 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 consolidated financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern for a reasonable period of time.

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

### **Supplementary information**

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating schedules of financial position as of June 30, 2022 and 2021 and the consolidating schedules of activities and consolidating schedules of program functional expenses for the years ended June 30, 2022 and 2021 are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures. These additional procedures included comparing and reconciling the information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial

statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

*Grant Thornton LLP*

New York, New York  
December 31, 2022

The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

June 30,

	<u>2022</u>	<u>2021</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 37,348,694	\$ 32,653,365
Restricted cash	415,694	464,742
Property held for sale	183,742	177,012
Cemeteries and other accounts receivables, net	3,593,351	2,027,379
Escrow receivable	-	1,400,000
Due from related Diocesan entities, net	1,193,820	2,987,128
Prepaid expenses and other assets	349,914	258,248
Contributions receivable, net	2,513,662	1,478,797
Insurance recoveries receivable	352,874	311,563
Notes receivable, net	11,841,899	10,681,014
Investments, at fair value	11,198,074	12,408,275
Investments - other	-	1,376,460
Cemetery inventory	5,521,706	3,291,425
Beneficial interest in trust held by others	431,983	537,950
Beneficial interest in assets held by Foundations in Faith, Inc.	10,380,036	13,123,093
Property, buildings and equipment, net	32,560,667	33,110,278
	<u>\$ 117,886,116</u>	<u>\$ 116,286,729</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>Liabilities</b>		
Accounts payable and accrued expenses	\$ 5,135,897	\$ 2,678,298
Special collections payable	415,694	464,742
Self-insurance claims and deductible amounts payable	4,153,645	3,919,763
Deferred revenue and refundable advances	3,760,464	1,947,343
Deferred revenue - ground lease	1,014,299	1,042,860
Deferred revenue - life use fees	1,053,393	1,439,284
Due to related Diocesan entities	867,707	1,689,449
Notes payable	509,000	2,652,200
Conditional asset retirement obligations	6,070,062	5,740,744
Priest pension and other postretirement benefit obligations, net	14,958,606	14,261,767
	<u>37,938,767</u>	<u>35,836,450</u>
Contingencies		
<b>Net assets</b>		
Without donor restrictions	64,196,579	63,746,441
With donor restrictions	15,750,770	16,703,838
	<u>79,947,349</u>	<u>80,450,279</u>
	<u>\$ 117,886,116</u>	<u>\$ 116,286,729</u>

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

The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended June 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues, support and other changes</b>			
Annual Catholic Appeal	\$ 8,603,460	\$ 1,128,290	\$ 9,731,750
Contributions and bequests	3,454,607	2,089,053	5,543,660
Cathedraticum from parishes	6,229,736	-	6,229,736
Employee benefit and insurance programs	17,833,232	-	17,833,232
Cemeteries operations	10,112,180	-	10,112,180
Elderly housing and other rental income	2,258,267	-	2,258,267
Professional services	585,681	-	585,681
Advertising	239,230	-	239,230
Other operating revenues	393,200	-	393,200
Net assets released from restrictions	1,278,406	(1,278,406)	-
	<u>50,987,999</u>	<u>1,938,937</u>	<u>52,926,936</u>
<b>Expenses</b>			
Programs	12,545,211	-	12,545,211
Employee benefits and insurance	21,819,430	-	21,819,430
Cemeteries operations	6,882,454	-	6,882,454
Elderly housing and Diocesan LLC properties operations	609,626	-	609,626
Management and general	4,823,230	-	4,823,230
Stewardship and development	1,042,803	-	1,042,803
	<u>47,722,754</u>	<u>-</u>	<u>47,722,754</u>
Income from operations before depreciation and accretion	3,265,245	1,938,937	5,204,182
Depreciation and accretion	(1,511,986)	-	(1,511,986)
Income from operations before nonoperating activities	1,753,259	1,938,937	3,692,196
<b>Nonoperating activities</b>			
Gain on sale of assets, net	266,568	-	266,568
Priest pension-related activity other than net periodic benefit cost	(756,577)	-	(756,577)
Change in value of beneficial interest in Foundations in Faith and a third-party trust	-	(2,849,025)	(2,849,025)
Investment loss, net	(1,882,502)	(26,180)	(1,908,682)
PPP loan forgiveness	2,642,200	-	2,642,200
Bad debt recoveries, net	1,234,573	-	1,234,573
Contributions to lay pension	(600,000)	-	(600,000)
Change in discount on notes receivable	178,233	-	178,233
Support to parishes - capital projects	(2,024,674)	-	(2,024,674)
Miscellaneous non-operating income (expenses), net	(377,742)	-	(377,742)
Net assets released from restrictions	16,800	(16,800)	-
	<u>450,138</u>	<u>(953,068)</u>	<u>(502,930)</u>
<b>CHANGE IN NET ASSETS</b>	<b>450,138</b>	<b>(953,068)</b>	<b>(502,930)</b>
Net assets - beginning of year	63,746,441	16,703,838	80,450,279
Net assets - end of year	<u>\$ 64,196,579</u>	<u>\$ 15,750,770</u>	<u>\$ 79,947,349</u>

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

The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATED STATEMENT OF ACTIVITIES

For the year ended June 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues, support and other changes</b>			
Annual Catholic Appeal	\$ 7,568,399	\$ 734,600	\$ 8,302,999
Contributions and bequests	2,191,773	766,765	2,958,538
Cathedraticum from parishes	6,512,734	-	6,512,734
Employee benefit and insurance programs	17,355,999	-	17,355,999
Cemeteries operations	10,676,184	-	10,676,184
Elderly housing and other rental income	2,178,726	-	2,178,726
Professional services	799,720	-	799,720
Advertising	219,940	-	219,940
Other operating revenues	580,087	-	580,087
Net assets released from restrictions	891,493	(891,493)	-
	<u>48,975,055</u>	<u>609,872</u>	<u>49,584,927</u>
<b>Expenses</b>			
Programs	10,624,684	-	10,624,684
Employee benefits and insurance	20,557,715	-	20,557,715
Cemeteries operations	5,354,068	-	5,354,068
Elderly housing and Diocesan LLC properties operations	896,260	-	896,260
Management and general	5,197,612	-	5,197,612
Stewardship and development	959,022	-	959,022
	<u>43,589,361</u>	<u>-</u>	<u>43,589,361</u>
Total expenses	43,589,361	-	43,589,361
Income from operations before depreciation and accretion	5,385,694	609,872	5,995,566
Depreciation and accretion	(1,981,851)	-	(1,981,851)
Income from operations before nonoperating activities	3,403,843	609,872	4,013,715
<b>Nonoperating activities</b>			
Gain on sale of assets, net	11,191,182	-	11,191,182
Priest pension-related activity other than net periodic benefit cost	5,815,901	-	5,815,901
Change in value of beneficial interest in Foundations in Faith and a third-party trust	-	3,194,188	3,194,188
Investment income, net	2,725,116	27,745	2,752,861
Income from estimate change related to CARO	630,392	-	630,392
Bad debt recoveries, net	656,686	-	656,686
Contributions to lay pension	(2,749,250)	-	(2,749,250)
Support to Diocesan schools	(893,043)	-	(893,043)
Miscellaneous non-operating income (expenses), net	(103,719)	5,869	(97,850)
Net assets released from restrictions	200,000	(200,000)	-
	<u>20,877,108</u>	<u>3,637,674</u>	<u>24,514,782</u>
<b>CHANGE IN NET ASSETS</b>	20,877,108	3,637,674	24,514,782
Net assets - beginning of year, as previously stated	41,492,873	13,066,164	54,559,037
Effective adoption of accounting standard	1,376,460	-	1,376,460
Net assets - beginning of year, as adjusted	<u>42,869,333</u>	<u>13,066,164</u>	<u>55,935,497</u>
Net assets - end of year	<u>\$ 63,746,441</u>	<u>\$ 16,703,838</u>	<u>\$ 80,450,279</u>

The accompanying notes are an integral part of this consolidated financial statement.



The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2022

	Programs	Employee Benefits and Insurance	Cemeteries Operations	Elderly Housing and Diocesan LLC Properties Operations	Management and General	Stewardship and Development	Total
Personnel costs - lay	\$ 3,242,578	\$ -	\$ 2,965,158	\$ -	\$ 2,947,787	\$ 449,658	\$ 9,605,181
Personnel costs - religious	2,467,242	-	-	-	37,464	-	2,504,706
Total personnel costs	5,709,820	-	2,965,158	-	2,985,251	449,658	12,109,887
Insurance	47,511	21,555,758	3,124	-	45,152	-	21,651,545
Grants and contributions	4,345,591	-	-	-	-	-	4,345,591
Professional fees	504,859	263,672	1,067,082	-	399,132	128,930	2,363,675
Occupancy	549,423	-	369,811	-	854,964	3,895	1,778,093
Operations	-	-	2,129,835	609,626	-	-	2,739,461
Office	37,955	-	195,681	-	445,290	150,677	829,603
Dues, fees and memberships	514,966	-	4,096	-	65,767	390	585,219
Printing	253,218	-	-	-	1,325	177,424	431,967
Travel and seminars	373,778	-	37,234	-	21,105	32,207	464,324
Interest	-	-	5,774	-	-	-	5,774
Miscellaneous	32,771	-	53,354	-	5,244	146	91,515
Postage	175,319	-	51,305	-	-	99,476	326,100
Total expenses before depreciation and accretion	12,545,211	21,819,430	6,882,454	609,626	4,823,230	1,042,803	47,722,754
Depreciation and accretion	689,893	-	281,127	47,413	405,814	87,739	1,511,986
Total expenses	<u>\$ 13,235,104</u>	<u>\$ 21,819,430</u>	<u>\$ 7,163,581</u>	<u>\$ 657,039</u>	<u>\$ 5,229,044</u>	<u>\$ 1,130,542</u>	<u>\$ 49,234,740</u>

The accompanying notes are an integral part of this consolidated financial statement.

The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended June 30, 2021

	Programs	Employee Benefits and Insurance	Cemeteries Operations	Elderly Housing and Diocesan LLC Properties Operations	Management and General	Stewardship and Development	Total
Personnel costs - lay	\$ 2,875,063	\$ -	\$ 2,327,965	\$ -	\$ 2,914,533	\$ 482,765	\$ 8,600,326
Personnel costs - religious	2,227,118	-	-	-	27,565	-	2,254,683
Total personnel costs	5,102,181	-	2,327,965	-	2,942,098	482,765	10,855,009
Insurance	52,354	20,382,644	-	-	26,987	-	20,461,985
Grants and contributions	3,348,871	-	-	-	-	-	3,348,871
Professional fees	600,669	169,992	525,613	-	793,601	32,467	2,122,342
Occupancy	560,371	-	341,918	-	784,695	1,489	1,688,473
Operations	-	-	1,969,908	896,260	-	-	2,866,168
Office	26,633	5,079	116,511	-	381,564	141,520	671,307
Dues, fees and memberships	505,494	-	1,511	-	70,045	385	577,435
Printing	190,844	-	-	-	265	181,494	372,603
Travel and seminars	67,466	-	10,656	-	9,228	1,048	88,398
Interest	-	-	-	-	157,256	-	157,256
Miscellaneous	42,492	-	15,953	-	24,954	105	83,504
Postage	127,309	-	44,033	-	6,919	117,749	296,010
Total expenses before depreciation and accretion	10,624,684	20,557,715	5,354,068	896,260	5,197,612	959,022	43,589,361
Depreciation and accretion	641,004	-	228,945	569,501	457,911	84,490	1,981,851
Total expenses	<u>\$ 11,265,688</u>	<u>\$ 20,557,715</u>	<u>\$ 5,583,013</u>	<u>\$ 1,465,761</u>	<u>\$ 5,655,523</u>	<u>\$ 1,043,512</u>	<u>\$ 45,571,212</u>

The accompanying notes are an integral part of this consolidated financial statement.

The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the years ended June 30,

	<u>2022</u>	<u>2021</u>
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ (502,930)	\$ 24,514,782
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and accretion	1,511,986	1,981,851
Gain related to a change in estimate from CARO	-	(630,392)
Gain on sale of assets	(266,568)	(11,191,182)
Change in fair value of beneficial interests	2,849,025	(3,194,189)
Change in discount on notes receivable	(178,233)	-
PPP loan forgiveness	(2,642,200)	-
Bad debt recovery, net	(1,234,573)	(656,686)
In-kind donations of securities	(305,243)	(195,086)
Net depreciation (appreciation) in fair value of investments	2,405,833	(2,375,219)
(Increase) decrease in assets:		
Cemeteries and other accounts receivable, net	(1,648,417)	(865,373)
Escrow receivable	1,400,000	-
Due from related Diocesan entities, net	2,202,674	1,546,949
Prepaid expenses and other assets	(91,645)	201,465
Contributions receivable, net	(1,109,865)	155,734
Insurance recoveries receivable	(41,311)	(36,672)
Cemetery inventory	(2,230,281)	(982,585)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	2,457,579	549,973
Special collections payable	(49,027)	270,669
Self-insurance claims and deductible amounts payable	233,882	(499,072)
Deferred revenue and refundable advances	1,813,121	(789,998)
Deferred revenue - ground lease	(28,561)	1,042,860
Deferred revenue - life use fees	(385,891)	(252,920)
Due to related Diocesan entities	(821,743)	876,506
Priest pension and other postretirement benefit obligations	696,839	(5,087,826)
Net cash provided by operating activities	<u>4,034,451</u>	<u>4,383,589</u>
<b>Cash flows from investing activities:</b>		
Purchases of investments	(1,228,856)	(838,658)
Proceeds from sales of investments	339,698	308,955
Proceeds from sales of investments- other	1,375,207	-
Purchases of property and equipment	(1,123,219)	(1,228,598)
Net proceeds from sales of property	750,000	8,357,208
Repayment received on note receivable	-	250,000
Net cash provided by (used in) investing activities	<u>112,830</u>	<u>6,848,907</u>
<b>Cash flows from financing activities:</b>		
Borrowings from notes payable	499,000	10,000
Principal payments on notes payable	-	(3,500,000)
Net cash provided by (used in) financing activities	<u>499,000</u>	<u>(3,490,000)</u>
<b>NET INCREASE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH</b>	<u>4,646,281</u>	<u>7,742,496</u>
<b>Cash, cash equivalents and restricted cash - beginning of year</b>	<u>33,118,107</u>	<u>25,375,611</u>
<b>Cash, cash equivalents and restricted cash - end of year</b>	<u>\$ 37,764,388</u>	<u>\$ 33,118,107</u>
<b>Supplementary Information:</b>		
Cash paid for interest on indebtedness	<u>\$ 5,774</u>	<u>\$ 157,256</u>

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

## The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2022 and 2021

#### NOTE 1 - ORGANIZATION

The Bridgeport Roman Catholic Diocesan Corporation (the "Diocese") is a Connecticut not-for-profit, religious non-stock corporation formed in 1953 serving more than 460,000 registered Catholics in Fairfield County. The Diocese's principal programs provide for pastoral, religious personnel services, care and support for retired clergy (including Queen of Clergy), Catholic education and faith formation, educational administration and curriculum, pastoral and human services focused on prison ministry and pastoral care of the aged, vocations and seminarian education, parish finance and other support services to parishes and individuals within the Fairfield county area.

The Diocese relies principally on contributions received through the Annual Catholic Appeal and fundraising efforts to support the mission related services the Diocese provides. Cathedral income from parishes together with residual Catholic cemeteries revenues support the administration and general activities of the Diocese. In addition, the Diocese sponsors self-insured medical and dental care, workers' compensation programs, property, casualty, liability and other insurance programs, and Priest pension and postretirement benefit plans for the Diocese and other Diocesan entities and their employees. The other Diocesan entities are responsible for their respective portions of the cost of these programs.

Additionally, the Diocese operates elderly housing facilities, life use and rental properties for elderly residents (Teresian Towers and Carmel Ridge Estates), and pastoral care services for residents at nursing homes. In addition, the Diocese directly operates fifteen Catholic cemeteries and publishes the Fairfield County Catholic, a monthly publication available to all Catholics in the Roman Catholic Diocese of Bridgeport.

On July 1, 2021, cemeteries operations was established as a single member limited liability company, named Fairfield County Catholic Cemeteries of the Diocese of Bridgeport LLC ("Catholic Cemeteries"). Catholic Cemeteries is wholly owned by its Member, the Diocese, and its named Manager is the Bishop of the Diocese of Bridgeport. Catholic Cemeteries has a Board of Directors that oversees, administers and otherwise operates the cemetery business.

The Diocese has established several other single member limited liability companies ("LLC's"), wholly owned by the Diocese to acquire, hold, maintain or improve real property and improvements. These properties consist of the original land, buildings and certain property additions of a high school and parish properties that have been closed or separated from an original parish. These LLC's are St. Joseph High School Properties LLC, Holy Rosary LLC, St. Raphael LLC and Our Lady of Good Counsel LLC (collectively, "Diocesan LLC Properties"). During November 2021, St. Joseph's High School Properties LLC and Holy Rosary LLC were dissolved and during April 2022 Our Lady of Good Counsel, LLC was dissolved following the sale of their respective properties and the distribution of assets. The consolidated financial statements reflect the financial activities of these entities.

The following related Diocesan entities throughout Fairfield County, Connecticut are separately incorporated and independently controlled and/or managed on a day-to-day basis and their activities are not included in the accompanying consolidated financial statements:

- 76 parishes, four quasi-parishes and one shrine
- 19 elementary schools and five high schools
- The Sacred Heart Guild, Inc.
- St. John Fisher Seminary, Inc. (dissolved April 7, 2022)
- Bridgeport Diocesan Schools Corporation
- Catholic School Properties Fairfield County, Inc.
- Foundations in Faith, Inc.
- Foundations in Education, Inc.
- Foundations in Charity, Inc.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

- We Stand with Christ Inc.
- The Seton Collaborative, Inc.
- Cardinal Shehan Center and the McGivney Community Center, after school programs for children
- St. Catherine Center for Special Needs, Inc., which provides educational and pastoral services for people with developmental disabilities including autism
- Catholic Charities of Fairfield County, Inc. ("Catholic Charities")
- Inner-City Foundation for Charity and Education, Inc. (dissolved December 17, 2021)

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Basis of Accounting and Presentation***

The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("US GAAP"). All significant intercompany balances and transactions have been eliminated in consolidation.

***Classifications of Net Assets***

The Diocese reports its net assets and changes therein based on the existence or absence of donor-imposed restrictions as follows:

Net Assets Without Donor Restrictions - consist of resources available for the general support of the Diocese's operations, which may be used at the discretion of management and the Bishop of the Roman Catholic Diocese of Bridgeport.

Net Assets With Donor Restrictions - net assets subject to the following donor-imposed stipulations:

- Some donor restrictions are temporary in nature that either expire with the passage of time or can be fulfilled by the actions of the Diocese pursuant to those stipulations. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions. However, when restrictions on donor-restricted contributions and investment return are met in the same accounting period, such amounts are reported as part of net assets without donor restrictions.
- Other donor restrictions consist of funds that are subject to donor-imposed restrictions requiring that the principal be invested in perpetuity and the income be used for specific or general purposes.

***Cash and Cash Equivalents***

Cash and cash equivalents are defined as highly liquid investments with original maturities of up to 90 days from the date of purchase, except for money market accounts held with investment brokers, which are considered to be held for long-term investment purposes.

***Restricted Cash and Special Collections Payable***

Restricted cash and special collections payable represent funds received from parishes throughout the Diocese for special offertory collections on designated days for the benefit of other non-Diocesan Catholic entities at the direction of the U.S. Conference of Catholic Bishops, which are being held until future payment.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

***Investments***

Investments in equity and debt securities with readily determinable fair values are recorded at fair value determined on the basis of quoted market values as of the reporting date. Investments in non-exchange traded alternative investments are recorded at the fair value of the Diocese's unit value in these funds as reported by the respective external investment managers. All investments are managed by outside investment advisors subject to the review, approval, and control of the Diocese. Such valuations involve assumptions and methods that are reviewed by the Diocese for reasonableness.

Purchases and sales of securities are recorded on the trade-date basis. Dividends and interest are recognized as earned. Realized and unrealized gains include the Diocese's gains and losses on investments purchased and sold as well as held during the year.

***Fair Value Measurements***

The Diocese follows guidance which establishes a framework for measuring fair value, and expands disclosures about fair value measurements and provides a consistent definition of fair value, which focuses on an exit price between market participants in an orderly transaction. The guidance also prioritizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that observable inputs be used when available.

Observable inputs are inputs that market participants would use in pricing the respective asset or liability based on market data obtained from independent sources. Unobservable inputs reflect assumptions that market participants would use in pricing the asset or liability based on the best information available in the circumstances. The hierarchy is categorized into three levels based on the transparency of inputs as follows:

- Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the report date. A quoted price for an identical asset or liability in an active market provides the most reliable fair value measurement because it is directly observable to the market.
- Level 2 - Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the report date. The nature of these securities include investments for which quoted prices are available but traded less frequently and investments that are fair valued using other securities, the parameters of which can be directly observed.
- Level 3 - Securities that have little to no pricing observability as of the report date. These securities are measured using management's best estimate of fair value, where the inputs into the determination of fair value are not observable and require significant management judgment or estimation.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the reporting entity. The Diocese considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorization of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Diocese's perceived risk of that instrument.

The Diocese's policy is to recognize transfers in and transfers out of levels at the end of the reporting period.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

***Investments - Other***

Investments in and advances in entities in which the Diocese has a substantial ownership interest, considered to be approximately 20% to 50%, or for which the Diocese exercises significant influence but not control over policy decisions, are accounted for by the equity method. This method is not an indicator of the fair value of the investment, rather it is the initial cost adjusted for the Diocese's share of earnings and losses of the investee, any additional investments, return of capital and distributions.

***Amounts Due from Related Diocesan Entities***

Amounts due from related Diocesan entities relate primarily to amounts due for employee benefits, insurance premiums, pension premiums, Cathedraticum from parishes and advances made to parishes, educational institutions, and other Diocesan affiliated organizations that are in financial need. Because of the uncertainty surrounding collection, management provides an allowance for doubtful accounts based on consideration of the type of receivable, responsible party, the known financial condition of the respective parish or Diocesan affiliated organization, historical collection patterns and comparative aging. These estimates are reviewed periodically and if the financial condition of the responsible party changes significantly, the Diocese will re-evaluate the recoverability of any amounts due from that organization. The Diocese writes off any amounts that are no longer considered to be recoverable, and any payments subsequently received on such receivables are recorded as income in the period received.

***Cemetery Inventory***

Cemetery inventory, which represents the cost of each unsold space, is stated at the lower of cost (computed based on the allocation of total costs incurred in the construction of the mausoleums) or market. As sales are recognized, inventory is reduced by the cost of the space sold. As of June 30, 2022 and 2021, there is \$3,739,084 and 1,322,291 on the accompanying consolidated statements of financial position for work-in-progress related to the construction of a mausoleum included within cemetery inventory.

***Beneficial Interest in Trust Held by Others***

The Diocese has been named as a beneficiary of a perpetual trust held by a third party. Perpetual trusts are initially recorded as permanently restricted support at fair value, based on the Diocese's beneficial interest in the fair value of the underlying trust assets at the time of gift. Subsequent changes in the trust's fair value are reported as changes in value in beneficial interests on the consolidated statements of activities. At June 30, 2022 and 2021, the balance of the Diocese's beneficial interest in a perpetual trust is \$431,983 and \$537,950 and is classified as Level 3 within the fair value hierarchy. The income received from the trust is designated for the benefit of seminarian education and recorded as part of investment income with donor restrictions.

The table below sets forth a summary of changes in fair value of the Diocese's Level 3 beneficial interest in trust held by others for the years ended June 30:

	2022	2021
Balance, beginning of year	\$ 537,950	\$ 439,435
Distributions	(25,000)	(20,000)
Change in fair value of beneficial interest in trust	(80,967)	118,515
Balance, end of year	<u>\$ 431,983</u>	<u>\$ 537,950</u>

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

***Property, Buildings and Equipment***

Property acquisitions and improvements are stated at cost, or in the case of donations, at fair value as determined on the date of gift. Additions and improvements that exceed \$2,500 and with useful lives greater than five years are capitalized and depreciated on a straight-line basis over the following estimated useful lives:

Furniture and fixtures	10 years
Vehicles, computers and other equipment	5 - 12 years
Buildings and related improvements	30 - 40 years
Land improvements	30 years

Repairs and maintenance are charged to expense as incurred. Property acquired under capital lease arrangements is capitalized and amortized over the useful life of the related asset or the lease term, whichever is shorter.

***Deferred Revenue and Refundable Advances***

Funds that are received from related entities for medical insurance premiums relating to future periods and certain cemetery revenues where the related performance obligation has not yet been completed as of year-end are reflected within deferred revenue and refundable advances on the consolidated statements of financial position and are subsequently reflected in the consolidated statements of activities during the period in which they apply and are earned. As of June 30, 2022 and 2021, \$748,740 and \$373,467 are within deferred revenue and refundable advances pertaining to cemetery revenues and are also included in cemeteries and other accounts receivable, net.

Amounts of grants and contracts that are received but unearned are reflected within deferred revenue and refundable advances on the consolidated statements of financial position and are subsequently reflected in the consolidated statements of activities during the period to which they apply as funds are expended or earned.

***Deferred Revenue - Life Use Fees and Rental Income***

The Diocese operates certain homes for life use and rental properties for elderly residents (Teresian Towers and Carmel Ridge Estates) in which a resident enters into a residency agreement requiring the payment of a one-time life use fee and a monthly service fee. These fees are exclusively for the costs of occupancy of the residential unit for life and no portion of the fee is allocated for medical care or services for the resident. The life use fee is refundable at a rate of 10% per annum from the date the resident is entitled to occupancy under the agreement to the date the unit is vacated by the resident. Teresian Towers also provides other senior living options that operate under operating lease agreements that do not require payment of a life use fee and are recorded as rental income in the period earned.

Life use fees paid by the resident upon executing a residency agreement are recorded as deferred revenue and amortized into rental income based on the longer of the actuarially determined remaining estimated life of the respective resident or the remaining refundable term under the executed contract. Monthly service fees include resident maintenance fees and are recognized as part of rental income in the month in which they are earned.

***Due to Related Diocesan Entities***

Amounts received from the Annual Catholic Appeal and other contributions earmarked for support of related entities are recorded as due to related diocesan entities on the consolidated statements of financial position.



## The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2022 and 2021

#### **Conditional Asset Retirement Obligations**

The Diocese has conditional asset retirement obligations (“CARO”) for asbestos materials and underground storage tanks associated with buildings it owns. Those obligations are defined as legal obligations associated with the eventual retirement of tangible long-lived assets in which the timing and/or the method of settlement is conditional on a future event that may or may not be within the control of the Diocese. The present value of those obligations and the resulting accretion expense, together with the related asset retirement cost capitalized, accumulated depreciation and depreciation expense are recognized in the consolidated financial statements. As of June 30, 2022 and 2021, the CARO liability totaled \$6,070,062 and \$5,740,744. For the years ended June 30, 2022 and 2021, accretion of interest related to these obligations totaled \$329,318 and \$668,749. Additionally, as of June 30, 2022, and 2021, included in buildings and improvements are capitalized CARO at a cost of \$179,825 and accumulated depreciation of \$174,474 and \$172,986. During fiscal year 2021, a review of future CARO obligations resulted in a change in the estimate of \$630,392. This amount is reflected as nonoperating income in the consolidated statement of activities.

#### **Revenue Recognition**

The Diocese adopted Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 606, *Revenue from Contracts with Customers* (“ASC 606”), on July 1, 2020. In accordance with ASC 606, the Diocese recognizes revenue when control of the promised goods or services are transferred to the Diocese’s customers in an amount that reflects the consideration the Diocese expects to be entitled to in exchange for those goods or services. The standard outlines a five-step model whereby revenue is recognized as performance obligations within a contract are satisfied. ASC 606 also requires new and expanded disclosures regarding revenue recognition to ensure an understanding as to the nature, amount, timing and uncertainty of revenue and cash flows arising from contracts with customers. The Diocese has identified employee benefit and insurance programs, cemeteries operations and elderly housing and other rental income as the primary revenue categories subject to the adoption of ASC 606.

Payments received in advance of the Diocese satisfying its performance obligations are recorded within deferred revenue and refundable advances in the consolidated statements of financial position. The changes in deferred revenue were caused by normal timing differences between the satisfaction of performance obligations and customer payments. The Diocese’s contracts with customers generally contain terms that are less than one year. Accordingly, The Diocese elected the practical expedients under ASC 606 to not assess whether a contract has a significant financing component or disclose the information regarding the remaining performance obligations for contracts with customers.

The results of adopting ASC 606 did not have a material impact on the changes in net assets, cash flows, business processes, controls or systems of the Diocese. The adoption of ASC 606 on the Diocese’s equity method investment did; however, result in their recognition of a cumulative effect adjustment to its opening net assets and the corresponding statement of financial position accounts related to the change in revenue recognition for the sale of real estate. As a result, the Diocese recognized its share of the cumulative effect adjustment as an adjustment to its net assets and investments - other in the consolidated statement of financial position as of July 1, 2020.

#### **Contributions**

The Diocese recognizes revenues from contributions and grants in accordance with guidance requiring the Diocese to evaluate whether (1) transactions should be accounted for as contributions (nonreciprocal transactions) or as exchange (reciprocal) transactions subject to other guidance, and (2) determining whether a contribution is conditional.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

Contributions, including unconditional promises to give, are reported as revenues in the period received. Unconditional promises to give that are expected to be received after one year are discounted to reflect the present value of future cash flows using a credit adjusted discount rate assigned in the year the respective pledge originates. Amortization of the discount is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any. An allowance for uncollectible contributions receivable is provided in the net asset class in which the contribution receivable resides based on an assessment of the creditworthiness of the respective donor. Contributions are written off when determined to be uncollectible. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Contributed services are recognized in the consolidated financial statements if they enhance nonfinancial assets or require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. General volunteer services do not meet this criteria for recognition.

Intentions to give under various wills and trust agreements are recorded as bequests receivable when the Diocese has an irrevocable right to the bequest and the proceeds are measurable.

***Annual Catholic Appeal***

The Annual Catholic Appeal provides support for Diocesan mission related programs and program support for certain related entities. Appeal goals are established annually for parishes as well as solicitations to parishioners. The Annual Catholic Appeal is conducted on a calendar year basis. Contributions are recorded in the period received.

***Cathedraticum***

Annually, a Cathedraticum assessment is determined for each parish, which is based on certain revenues of the parish. The Cathedraticum assessment helps to support the Diocesan ministries and necessary administrative services that directly benefit the Diocesan parishes. Assessments are billed monthly during the fiscal year. Revenue related to the Cathedraticum assessments are recorded when billed.

***Elderly Housing***

Elderly housing and other rental income is recognized over the period the related performance obligations are satisfied.

***Employee Benefit and Insurance Programs***

Premiums for employee benefits, property, liability and workers compensation insurance are billed by the Diocese on a monthly basis to parishes, schools and other entities related to the Diocese and are recognized as revenue in the period for which the coverage pertains.

***Cemeteries Revenues***

Catholic Cemeteries of the Diocese sell rights to interment and entombment on retail installment agreements generally of not more than two-year's duration, without interest. The amounts received are normally refundable to the buyer, subject to a processing fee, until all amounts due have been received. These amounts are recognized when the contract is executed. Other specific revenues generated from sales from construction of mausoleums or private estates and cemetery merchandise are deferred until the construction is completed or merchandise is delivered.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

A portion of revenue from sales is invested, at an amount determined by management and, together with the investment income therefrom, is available for perpetual care and maintenance of cemetery properties. The value of the investments in this discretionary account totaled \$6,388,534 and \$6,852,387 as of June 30, 2022 and 2021.

In addition, owners of private property improvements (private mausoleums, estate walls, etc.) at the cemeteries provided additional funds at the time of purchase that are required to be held by the Diocese in a separate investment account and invested in perpetuity. Investment income therefrom, is available for care and maintenance for those specific property improvements. The value of the investments for owners of private property improvements totaled \$2,532,512 and \$3,016,877 as of June 30, 2022 and 2021.

Cemeteries and other accounts receivable are shown net of an allowance of \$558,006 and \$425,561 as of June 30, 2022 and 2021. These receivables are all due within two years.

***Functional Expense Allocation***

Expenses are charged directly to Diocesan program services, management and general, and stewardship and development based on specific identification, to the extent practicable. Expenses related to more than one function have been allocated using reasonable ratios, as determined by management, amongst the programs and supporting services benefited. Those expenses include personnel costs, insurance, professional fees, occupancy, operations, office and depreciation. Management and general expenses include those expenses that are not directly identifiable with a specific function, but provide for the overall support and direction of the Diocese.

***Operating Measure***

The Diocese classifies its consolidated statements of activities into operating and nonoperating activities. Operating activities principally include all income and expenses related to carrying out the Diocese's mission, including interest and dividends from Diocesan operations and rental income. Nonoperating activities include interest and dividends not included in operating activities, realized and unrealized return (losses) on investments, change in value of beneficial interest, insurance proceeds, recovery of bad debt, gain or loss on disposition of assets, contributions from dissolved related entities, pension activity other than net periodic benefit cost, support to certain diocesan schools and other activities considered to be of a more unusual or nonrecurring nature, if any.

***Use of Estimates***

The preparation of the consolidated financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated statement of financial position and the reported amounts of revenues and expenses during the reporting period. The most significant management judgments and estimates used in the preparation of the consolidated financial statements relate to the determination of depreciation and accretion expense, the reported fair value of certain financial instruments, the actuarial assumptions used to determine the reserves for self-insurance, liability for Priest pension and other postretirement benefits, deferred revenue associated with residence life use fees, provision for operating accruals, and the collectability of amounts due from related Diocesan entities, contributions receivable, notes receivable and cemetery installment contracts. Actual results could differ from those estimates.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

***Concentration of Market and Credit Risks***

Cash, cash equivalents and investments are exposed to interest rate, market, and credit risks. The Diocese maintains its cash and cash equivalents in various bank deposit accounts that, at times, may exceed federally insured limits. To minimize risk, the Diocese's cash accounts are placed with high-credit quality financial institutions, and the Diocese's investment portfolio is diversified with several investment managers in a variety of asset classes. The Diocese regularly evaluates its depository arrangements and investments, including performance thereof.

***Income Taxes***

The Diocese recognizes an individual tax position in its consolidated financial statements based upon whether the tax position is more likely than not to be sustained upon examination by the applicable taxing authority, including resolution of any related appeals or litigation processes, based on the technical merits of the position. The Diocese has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated income; determine its filing and tax obligations in jurisdictions for which it has nexus; and to review other matters that may be considered tax positions. As of June 30, 2022 and 2021, management has determined that the Diocese has no material uncertain tax positions that would require recognition or disclosure in its consolidated financial statements.

In an annually updated ruling, the Internal Revenue Service ("IRS") has held that 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 provisions of Section 501(c)(3) of the Internal Revenue Code. The Diocese is listed in "The Official Catholic Directory" and therefore is exempt from income tax. Accordingly, the accompanying consolidated financial statements reflect no provision for income taxes.

***Liquidity and Availability***

The Diocese's working capital and cash flows have cyclical variations during the year attributable to the cash receipts for contributions from the Annual Catholic Appeal, Cathedraicum assessment paid by parishes, cemetery operations allocations, rental income and other program fees as well as billings for medical, self-insurance and other fees to related entities.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

Total financial assets available to meet cash needs for general expenditures as of June 30, 2022 and 2021 are as follows:

	2022	2021
Cash and cash equivalents	\$ 37,348,694	\$ 32,653,365
Cemeteries and other accounts receivable, net, due within one year	3,006,001	2,027,379
Escrow receivable, due within one year	-	1,400,000
Due from related Diocesan entities, net	1,193,820	2,987,128
Contributions receivable, net, due within one year	2,501,162	1,459,621
Insurance recoveries receivable	352,874	311,563
Notes receivable, net, amounts collectible within one year	324,011	250,000
Investments, at fair value	11,198,074	12,408,275
Financial assets as of fiscal year end	55,924,636	53,497,331
Less amounts unavailable for general expenditures due to:		
Designated for cemetery care and maintenance	(8,921,046)	(9,869,264)
Subject to grantor time and purpose restrictions	(4,938,751)	(3,042,795)
Financial assets as of fiscal year end available to meet needs for general expenditures	\$ 42,064,839	\$ 40,585,272

**Reclassifications**

Certain accounts in the prior year consolidated financial statements have been reclassified for comparative purposes to conform with the presentation in the current year consolidated financial statements. These reclassifications have no effect on previously reported change in net assets.

**NOTE 3 - CONTRIBUTIONS RECEIVABLE, NET**

Contributions receivable, net, consist of the following unconditional promises to give at June 30:

	2022	2021
Amounts expected to be collected in:		
Less than one year	\$ 2,605,462	\$ 1,559,621
One to four years	12,500	22,500
	2,617,962	1,582,121
Less:		
Discount to net present value	-	(3,324)
Provision for doubtful accounts	(104,300)	(100,000)
	\$ 2,513,662	\$ 1,478,797

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

**NOTE 4 - NOTES RECEIVABLES, NET**

During March 2022, the Diocese received a non-interest bearing note receivable from a school totaling \$518,348 for settlement of outstanding obligations. Under the terms of the agreement annual payments of \$62,500 will commence in fiscal year 2023, maturing in 2038. The outstanding balance on this note receivable as of June 30, 2022 totaled \$369,120, net of a discount for present value of \$149,228 (discount rate of 4.01%).

During June 2022, the Diocese received a non-interest bearing note receivable from a parish totaling \$500,000 for settlement of outstanding obligations. Under the terms of the agreement annual payments of \$34,556 will commence in fiscal year 2023, maturing in 2031. The outstanding balance on this note receivable as of June 30, 2022 totaled \$403,789, net of a discount for present value of \$96,211 (discount rate of 4.04%).

During June 2022, the Diocese received a non-interest bearing note receivable from a parish totaling \$269,577 for settlement of outstanding obligations. Under the terms of the agreement annual payments of \$26,958 will commence in fiscal year 2023, maturing in 2033. The outstanding balance on this note receivable as of June 30, 2022 totaled \$209,743, net of a discount for present value of \$59,834 (discount rate of 4.04%).

During March 2021, the Diocese received a non-interest bearing note for \$10,072,500 from a buyer who purchased a Diocesan school property (see sale of property). Under the terms of the agreement a balloon payment for the balance of the note is due during March 2026. The note is secured by the property sold. The outstanding balance on this note receivable as of June 30, 2022 and 2021 totaled \$9,359,566 and \$9,181,333, net of a discount for present value of \$712,934 and \$891,167 (discount rate of 1.87%).

During June 2018, the Diocese received a non-interest bearing note receivable from a parish totaling \$100,000 for capital improvement needs. This note is secured by real property, payable on demand and unsecured. The outstanding balance on this note receivable is \$100,000 as of June 30, 2022 and 2021, however, as of June 30, 2021, this note has been totally reserved for.

During fiscal 2017, the Diocese converted \$1,747,965 of amounts due from a related Diocesan corporation, which pertain to receivables due from suppressed parishes, to a non-interest bearing note receivable that is secured by the borrower's real property and rental income. This note receivable is due on demand and the outstanding balance as of June 30, 2022 and 2021 totaled \$1,406,203, net of a discount for present value of \$341,761 (discount rate of 3.31%).

During January 2012, the Diocese received a non-interest bearing note receivable from a parish totaling \$434,569 for outstanding obligations. The note is secured by real property and is due and payable during January 2032. The outstanding balance on this note receivable is \$93,478 as of June 30, 2022 and 2021.

The Diocese has recorded the amortization of the discount on its notes receivables within nonoperating activities in the consolidated statement of activities.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

At June 30, 2022, payments due under notes receivable follow:

<u>Year Ending June 30,</u>		
2023	\$	424,011
2024		324,011
2025		324,011
2026		10,369,511
2027		324,011
Thereafter		<u>1,536,312</u>
		13,301,867
Less:		
Discount to net present value		(1,359,968)
Provision for doubtful accounts		<u>(100,000)</u>
	\$	<u><u>11,841,899</u></u>

**NOTE 5 - DUE FROM RELATED DIOCESAN ENTITIES, NET**

Due from related Diocesan entities, net, consists of the following at June 30:

	<u>2022</u>	<u>2021</u>
Parishes	\$ 6,303,461	\$ 8,039,153
Schools	5,287,293	7,079,269
Other	<u>89,796</u>	<u>589,119</u>
	11,680,550	15,707,541
Less: provision for doubtful accounts	<u>(10,486,730)</u>	<u>(12,720,413)</u>
	<u><u>\$ 1,193,820</u></u>	<u><u>\$ 2,987,128</u></u>

A significant portion of amounts due from related Diocesan entities has accumulated over several years and relates to financial transactions with related Diocesan entities. Such transactions include billings for Cathedralricum, employee benefits, insurance premiums, pension premiums as well as advances made to such entities that are in financial need.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

**NOTE 6 - INVESTMENTS, AT FAIR VALUE**

As of June 30, 2022, investments, at fair value, by fair value hierarchy level, consist of the following:

<u>Description</u>	<u>Level 1</u>	<u>Level 3</u>	<u>Total</u>
Money market funds	\$ 214,969	\$ -	\$ 214,969
Common stocks	456,493	-	456,493
Equity mutual funds	6,717,701	-	6,717,701
Bond mutual funds	3,380,760	-	3,380,760
Catholic Umbrella Pool	-	428,151	428,151
	<u>\$ 10,769,923</u>	<u>\$ 428,151</u>	<u>\$ 11,198,074</u>

As of June 30, 2021, investments, at fair value, by fair value hierarchy level, consist of the following:

<u>Description</u>	<u>Level 1</u>	<u>Level 3</u>	<u>Total</u>
Money market funds	\$ 242,987	\$ -	\$ 242,987
Common stocks	495,594	-	495,594
Equity mutual funds	7,745,091	-	7,745,091
Bond mutual funds	3,373,114	-	3,373,114
Catholic Umbrella Pool	-	551,489	551,489
	<u>\$ 11,856,786</u>	<u>\$ 551,489</u>	<u>\$ 12,408,275</u>

The following table summarizes the changes in the Diocese's Level 3 investments for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 551,489	\$ 435,945
Change in value	<u>(123,338)</u>	<u>115,544</u>
	<u>\$ 428,151</u>	<u>\$ 551,489</u>

**NOTE 7 - INVESTMENT - OTHER**

Investment - other consists of the Diocese's limited partner equity interest (79.2%) in a partnership, which the Diocese was not determined to control. The partnership was established to own and operate an independent living facility for the elderly located within Stamford, Connecticut, however the property was sold prior to fiscal 2021. The partnership was terminated during June 2022 with the Diocese receiving a distribution of its ending capital balance totaling \$1,375,207. The Diocese's capital balance as of June 30, 2022 and 2021 totaled \$0 and \$1,376,460 which includes the Diocese's share of earnings and losses, any additional investments, return of capital and distributions.



**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

**NOTE 8 - PROPERTY, BUILDINGS AND EQUIPMENT, NET**

Property, buildings and equipment, net, consist of the following at June 30:

	2022	2021
Furniture and fixtures	\$ 2,983,165	\$ 3,001,691
Vehicles, computers and other equipment	4,283,220	4,413,933
Buildings and improvements	59,567,715	61,683,551
	66,834,100	69,099,175
Less: accumulated depreciation	(52,483,087)	(54,460,704)
	14,351,013	14,638,471
Construction in progress	89,373	71,759
Land improvements	2,385,005	2,220,272
Land	15,735,276	16,179,776
Property, buildings and equipment, net	\$ 32,560,667	\$ 33,110,278
Property held for sale	\$ 183,742	\$ 177,012

Certain land and buildings owned by the Diocese, with a net book value of \$10,390,629 and \$10,735,411 at June 30, 2022 and 2021, are made available to Diocesan high schools, elementary schools and the middle school for their use, free of rent. In addition, land and buildings owned by the Diocese with a net book value of \$355,591 and \$462,537 at June 30, 2022 and 2021, are leased to Sacred Heart University through April 30, 2080, with Sacred Heart University paying for all utilities, maintenance and repairs, and insurance, in exchange for tuition credits, which totaled approximately \$199,000 and \$357,000 for 2022 and 2021. The tuition credits are utilized by Diocesan seminarians seeking undergraduate degrees or individual courses.

As of June 30, 2022 and 2021, certain properties remain classified as property held for sale with a net book value of \$183,742 and \$177,012.

**NOTE 9 - BENEFICIAL INTEREST IN ASSETS HELD BY FOUNDATIONS IN FAITH, INC.**

Foundations in Faith, Inc. a related Diocesan entity, is a Connecticut nonprofit, non-stock corporation formed in February 1996. Foundations in Faith was established to raise, manage and disburse funds raised by the Foundations in Faith Endowment Campaign of the Roman Catholic Diocese of Bridgeport. The campaign purposes were to create a permanent endowment to support Catholic education, vocation and seminary education, priests' residence and retirement fund and Diocesan ministries and programs that benefit Diocesan regional high schools, elementary schools and the Diocese. Foundations in Faith and the Diocese are considered to be financially interrelated under US GAAP as both entities are under common control of the Bishop of the Diocese of Bridgeport and the Diocese is the beneficiary of certain endowment funds held by Foundations in Faith. Accordingly, the Diocese records its respective interest in the assets of Foundations in Faith and the change in its interest using a method similar to the equity method of accounting. As of June 30, 2022 and 2021, the Diocese has recorded a beneficial interest in assets held by Foundations in Faith of \$10,380,036 and \$13,123,093, on the accompanying consolidated statements of financial position.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

**NOTE 10 - DUE TO RELATED DIOCESAN ENTITIES**

Amounts due to related Diocesan entities consist of the following at June 30:

	<u>2022</u>	<u>2021</u>
Catholic Charities of Fairfield County, Inc.	\$ 84,880	\$ 436,879
Foundations in Education, Inc.	294,870	557,348
The Catholic Academy of Bridgeport Inc.	48,000	318,485
Parishes – Annual Bishop’s Appeal over-goal rebates	164,450	-
Other related entities	<u>275,507</u>	<u>376,737</u>
	<u>\$ 867,707</u>	<u>\$ 1,689,449</u>

**NOTE 11 - INSURANCE PROGRAMS**

The Diocese participates and maintains insurance programs for medical, dental, prescription drugs, property, liability, automobile, workers compensation and unemployment compensation (unemployment compensation only for those entities who elected to opt in). The participants of these programs also include the parishes, schools and other entities owned by or related to the Diocese. Premiums charged to the various participating entities and payments made on insurance claims are reported as revenues and expenses, respectively, within the employee benefit and insurance programs in the consolidated statement of activities. Insurance program costs are reflected in the consolidated statements of activities within their respective functional classification.

Medical, dental and prescription drug coverages are self-insured which claims are processed by a third-party provider. Property, liability, automobile, workers compensation and unemployment compensation (unemployment compensation only for those entities who elected to opt in) are fully insured. Both self-insurance and fully insured coverages are subject to certain deductibles and limits per respective policies.

**NOTE 12 - NOTES PAYABLE**

In October 2011, the Diocese obtained a \$15,000,000 loan from the Knights of Columbus that is secured by certain properties and other assets of the Diocese. Under the terms of the agreement, monthly payments of interest only (at 4.49% per annum) were payable through December 2017. Monthly payments of principal and interest would commence in January 2018 and continue through the maturity date on December 1, 2031. As of January 1, 2020 the interest rate was reduced to 4%. As of July 1, 2020, the outstanding balance under the loan totaled \$3,500,000. During fiscal 2021 this loan was paid in full and closed.

On April 14, 2020, the Diocese received loan proceeds in the amount of \$2,642,200 under the Paycheck Protection Program (“PPP Loan”). The PPP Loan, established as part of the Coronavirus Aid, Relief and Economic Security Act (“CARES Act”), provides for loans to qualifying businesses for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying business. The loan and accrued interest are forgivable after eight or twenty-four weeks as long as the borrower uses the loan proceeds for eligible purposes, as described in the CARES Act. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries during the covered period. The unforgiven portion of the PPP Loan, if any, is payable over five years at an interest rate of 1% with payments not required while forgiveness is pending. On August 20, 2021, the Diocese received notification from the Small Business Administration of PPP Loan forgiveness totaling \$2,642,200, the full amount of this loan. The forgiveness has been recognized within the Statement of Activities nonoperating activities as PPP forgiveness.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

On December 16, 2020, the Diocese obtained a construction loan totaling \$4.5 million, with a fixed interest rate of 3.25%, to be utilized for the construction of a mausoleum in Trumbull, Connecticut. The construction commenced in December 2020 with projected completion by the summer of 2021. The loan has a total term of 84 months with the initial 24 months pertaining to the construction phase, followed by 60 month permanent term. During the construction phase interest only payments are due, with the remaining permanent term requiring principal and interest payments. The Diocese was in compliance with the terms of the loan at June 30, 2022 and 2021. As of June 30, 2022 and 2021, the outstanding balance on this loan totaled \$509,000 and \$10,000. (See subsequent event).

Scheduled payments due on notes payable at June 30, 2022 are as follows:

2023	\$	101,800
2024		101,800
2025		101,800
2026		101,800
Thereafter		<u>101,800</u>
Total	\$	<u>509,000</u>

**NOTE 13 - LINE OF CREDIT**

The Diocese maintains a revolving line of credit agreement with a bank with maximum borrowings of \$3 million. The credit agreement bears interest equal to the SOFR loan rate as of June 30, 2022 and at the one-month LIBOR rate as of June 30, 2021, plus 1.50% (rate at June 30, 2022 and 2021 was 3.0% and 2.5 %) and contains various covenants. The Diocese was in compliance with the terms of the line of credit at June 30, 2022. This line of credit has not been utilized since obtaining and the outstanding balance at June 30, 2022 and 2021 is \$0.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

**NOTE 14 - NET ASSETS WITH DONOR RESTRICTIONS**

Restricted net assets at June 30:

	2022	2021
Subject to an expenditure for a specific purpose:		
Queen of Clergy capital improvements and other	\$ 276,545	\$ 267,220
Seminary capital improvements and other	276,182	273,197
School capital improvements and other	700,000	-
Education grants	266,618	95,569
Diocesan programs	319,057	363,666
Newman Center - ministry programs	152,910	179,090
World Youth Day	115,832	40,832
Catholic Leadership Institute	110,828	147,260
Other	207,117	197,164
Total purpose restricted	2,425,089	1,563,998
Subject to the passage of time:		
Contributions receivable	2,513,662	1,478,797
Total time restricted	2,513,662	1,478,797
Perpetual in nature:		
Beneficial interest in trust held by others	431,983	537,950
Beneficial interest in assets held by Foundations in Faith	10,380,036	13,123,093
Total perpetual in nature	10,812,019	13,661,043
Total net assets with donor restrictions	\$ 15,750,770	\$ 16,703,838

Net assets were released from restrictions by incurring expenses satisfying the following purpose or time restrictions for the years ended June 30:

	2022	2021
Purpose restrictions	\$ 770,657	\$ 92,202
Time restrictions	524,549	999,291
Total net assets released from restrictions	\$ 1,295,206	\$ 1,091,493

**NOTE 15 - SALE OF PROPERTIES**

During April 2022, Our Lady of Good Counsel LLC sold various buildings in Bridgeport, CT for \$750,000. This property was fully depreciated with a land value of \$444,500, for a gain, after sales expenses, totaling \$266,568.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

During March 2021, the Diocese executed an asset sale agreement for school buildings and improvements located in Stamford, Connecticut to a religious organization who will utilize the facilities to operate a Catholic School. The total sale price is \$16,022,500 of which \$5,950,000 was received by the Diocese at closing, in which \$1,400,000 was placed into an escrow account until a lien on this property is released, which occurred during fiscal 2022 and the escrow funds were released to the Diocese. The remaining non-interest-bearing note of \$10,072,500 is due in year five and was initially recorded at \$9,181,333, representing the present value of the future cash flows. This property, classified as assets held for sale as of June 30, 2020, had original buildings, land costs and expenses related to the sale totaling \$5,648,602 which resulted in a gain of \$9,482,731 during the year ended June 30, 2021.

In connection with the asset and sale agreement the Diocese also executed a land lease for the underlying property. The land lease has an initial term of 99 years at a cost of \$2,827,500, of which \$1,050,000 was received at closing and the remaining balance of \$1,620,235 is due during March 2026. The Diocese is recognizing revenue pertaining to the ground lease ratably over the 99-year term. Amounts received in advance of recognition are recorded as deferred revenue. As of June 30, 2022 and 2021, the deferred revenue balance totaled \$1,014,299 and \$1,042,860.

During January 2021, Holy Rosary LLC sold an inactive school building in Bridgeport, CT for \$979,081. This property was fully depreciated with no recognized land value, for a gain totaling \$979,081.

During July 2020 cemetery operations sold a parcel of land in Stratford, CT deemed unusable for cemetery development for \$200,000 and a gain of \$200,000 was recognized. Additionally, older fully depreciated equipment was sold for a gain of \$2,100.

During September 2020, the Diocese and St. Joseph High School Properties, LLC sold the original school building, land and other properties acquired to St. Joseph's High School, Inc. for \$2,500,000. This property, classified as assets held for sale as of June 30, 2020, had original buildings, land costs and expenses related to the sale totaling \$2,093,349, for a gain of \$406,651.

During December 2020, the Diocese sold a property in Bridgeport, CT for \$260,000. This property, classified as assets held for sale as of June 30, 2020, had original buildings, land costs and expenses related to the sale totaling \$139,381 for a gain of \$120,619.

**NOTE 16 - DEFINED BENEFIT PLANS**

***Bridgeport Diocesan Pension Plan (Lay Plan)***

The Diocese participates in the Bridgeport Diocesan Pension Plan (the "Lay Plan"), a multiemployer, defined benefit plan sponsored by the Roman Catholic Diocese of Bridgeport. The Lay Plan covers lay employees of the Diocese and other Diocesan entities who worked at least 20 hours per week and met the eligibility requirements of three years of continuous service and 30 years of age on or before July 2, 2008. Effective July 31, 2010, pension benefits under the plan were frozen. No additional benefits will be earned by participants for services rendered after that date. Pension benefits are based on years of service and average compensation over a five-year period during the last ten years of employment prior to July 31, 2010.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

Due to the nature of the Lay Plan, it is not practicable to determine the extent to which the assets of the Lay Plan cover the actuarially computed value of vested benefits for the Diocese on a standalone basis. In addition, because the Lay Plan is considered to be a multi-employer plan, it is only subject to certain minimum reporting requirements. Pension expense allocated to the Diocese for the Lay Plan for the years ended June 30, 2022 and 2021 amounted to approximately \$455,000 and \$430,000, and is expected to approximate \$470,000, for the year ending June 30, 2023. During the year ending June 30, 2022 and 2021, an additional \$350,000 and \$2,499,250 was contributed to the Lay Plan from proceeds received from the sale of property, to fund the accumulated benefit obligation. Additionally, cemetery operations contributed an additional \$250,000 to the Lay Plan for the years ended June 30, 2022 and 2021, to fund the accumulated benefit obligation.

The Lay Plan is considered a church plan and is therefore exempt from the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA"), as amended.

At June 30, 2022 and 2021, the date of the most recent valuation, the Lay Plan's projected benefit obligation exceeded the fair value of its assets by approximately \$71.7 million and \$80.6 million, respectively (unaudited).

***Diocese of Bridgeport Retirement Plan for Priests***

The Diocese of Bridgeport Retirement Plan for Priests ("Priest Plan") is a non-contributory, defined benefit plan qualified under IRS regulations. The Priest Plan covers incardinated Diocesan priests and non-incardinated priests who have a minimum of 15 years continuous service and funding with pension benefits provided at a uniform monthly amount that may be increased from time to time, with a current benefit of \$2,000 for all active and retired priests (See subsequent event). Plan assets are held by a third-party trustee.

The following tables provide a reconciliation of the changes in the Priest Plan's funded status to the benefit obligation recorded in the consolidated statements of financial position at June 30, 2022 and 2021:

	2022	2021
Change in projected benefit obligation:		
Projected benefit obligation at beginning of year	\$ 25,556,837	\$ 26,786,003
Service cost	614,232	711,589
Interest cost	766,175	804,190
Actuarial (gain) loss	(5,448,173)	(1,107,772)
Benefits paid	(1,613,868)	(1,637,173)
Plan amendments	3,482,421	-
	<b>\$ 23,357,624</b>	<b>\$ 25,556,837</b>
Change in fair value of plan assets:		
Fair value of plan assets at beginning of year	\$ 21,483,317	\$ 17,581,245
Actual return on plan assets	(3,985,654)	4,879,394
Benefits paid	(1,613,868)	(1,637,173)
Plan sponsor contributions	752,839	659,851
	<b>\$ 16,636,634</b>	<b>\$ 21,483,317</b>
Unfunded status (liability)	<b>(6,720,990)</b>	<b>(4,073,520)</b>
Accumulated benefit obligation	<b>\$ 23,357,624</b>	<b>\$ 25,556,837</b>

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

Cumulative amounts recognized in changes in unrestricted net assets and not yet recognized in net periodic benefit cost consist of the following as of June 30:

	2022	2021
Net loss	\$ 1,924,494	\$ 2,028,232
Unrecognized prior service cost	4,394,581	1,037,115
	\$ 6,319,075	\$ 3,065,347

Net periodic benefit cost for the Priest Plan includes the following components during the years ended June 30:

	2022	2021
Service cost	\$ 614,232	\$ 711,589
Interest cost	766,175	804,190
Expected return on plan assets	(1,358,781)	(1,107,007)
Amortization of unrecognized prior service cost	124,955	124,955
Amortization of unrecognized net loss	-	254,960
	\$ 146,581	\$ 788,687

Amounts recognized in changes in unrestricted net assets consist of the following for the years ended June 30:

	2022	2021
Net (gain) loss	\$ (103,738)	\$ (4,880,159)
Amortization of unrecognized net loss	-	(254,960)
Prior service cost arising in current year	3,482,421	-
Amortization of unrecognized prior service cost	(124,955)	(124,955)
	\$ 3,253,728	\$ (5,260,074)

Prior service costs arising in the current year, totaling \$3,482,421, is a priest plan amendment increasing monthly pension benefits annually through June 30, 2024 (See subsequent event).

**Assumptions**

Weighted-average assumptions used to determine the benefit obligation are as follows at June 30:

	2022	2021
Discount rate	5.00%	3.10%
Rate of compensation increase	N/A	N/A

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

Weighted-average assumptions used to determine net periodic benefit cost are as follows for the years ended June 30:

	2022	2021
Discount rate	5.00%	3.10%
Expected long-term return on plan assets	6.50%	6.50%

**Contributions**

The Diocese expects to contribute approximately \$493,500 to the Priest Plan during the fiscal year ended June 30, 2023.

**Estimated Future Benefit Payments**

The following benefit payments, which reflect expected future service, as appropriate, are expected to be paid as follows:

2023		\$ 1,797,000
2024		1,767,000
2025		1,772,000
2026		1,739,000
2027		1,689,000
2028 to 2032		8,142,000

**Plan Assets**

Asset management objectives include maintaining an adequate level of diversification to reduce interest rate and market risk while also providing adequate liquidity to meet benefit payment requirements.

The Diocese's long-term investment objective is to achieve the actuarial target return, maintain sufficient liquidity to meet the obligations of the plan, diversify the investments to reduce risk, and achieve investment results over the long term that compare favorably with those of other pension plans, professionally managed portfolios and appropriate benchmark indices. Consistent with this long-term objective, the composition of plan investments is managed within a range that targets the following allocations by asset type:

	Minimum	Target	Maximum
Asset class:			
Equities	45%	70%	80%
Fixed income	14	30	50
Cash equivalents	0	0	20

The Diocese's Investment Committee regularly reviews the plan assumptions, asset allocation and performance of the investments in the Priest Plan.

The expected rate of return on pension plan assets is determined by those assets' historical long-term investment performance, current asset allocation and estimates of future long-term returns by asset class.



**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

As of June 30, 2022 and 2021, the Diocese's Priest Plan assets that are classified as Level 1 within the fair value hierarchy consist of the following:

	2022	2021
Cash equivalents	\$ 2,500	\$ 451,369
Equity mutual funds	11,535,151	14,895,663
Bond mutual funds	5,098,983	6,136,285
Total	\$ 16,636,634	\$ 21,483,317

The Diocese's pension plan weighted-average asset allocations at June 30, by asset category are as follows:

	2022	2021
Equity mutual funds	69.34%	69.34%
Bond mutual funds	30.64	28.56
Cash equivalents	0.02	2.10
Total	100.00%	100.00%

***Former Pension Plan for Priests***

The Diocese also provides pension benefits to priests under a plan that was superseded by the Priest Plan who were retired before adoption of the Priest Plan and were not eligible to participate due to their advanced ages when the Priest Plan was adopted. The present value of the estimated obligation to these priests total \$6,000 and \$51,522, determined using a discount rate of 3.1% at June 30, 2022 and 2021, and is included in Priest pension and other postretirement benefit obligations in the accompanying consolidated statements of financial position. Pension payments were approximately \$22,000 and \$24,000 for the years ended June 30, 2022 and 2021, respectively. The obligation is unfunded. The actuarial loss together with interest on this obligation is recorded as a reduction of other pension expense for priests and totaled \$45,522 and \$2,200 for the years ended June 30, 2022 and 2021. As of June 30, 2022 there are no participants remaining in this plan.

**NOTE 17 - DEFINED CONTRIBUTION PLANS**

The Diocese maintains a defined contribution 401(a) thrift plan covering all lay employees of the Diocese and other Diocesan entities working at least 30 hours per week who meet the eligibility requirements of one year of service and 21 years of age. Contributions are based on years of service to Diocesan entities at rates of 3% and 5% after the one-year eligibility period. The Diocese's contributions totaled approximately \$316,000 and \$278,000 for the years ended June 30, 2022 and 2021, respectively.

The Diocese also provides for a non-contributory 403(b) salary reduction plan for all employees who wish to participate. The Diocese does not make employer contributions to the 403(b) plan.

**NOTE 18 - POSTRETIREMENT PRIESTS' MEDICAL AND DENTAL PLAN**

The Diocese provides a postretirement medical and dental benefits plan for retired priests on an unfunded basis through insurance purchased annually from a third party. The following provides further information about the priests' postretirement medical and dental plan.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

The following table provides a reconciliation of the changes in the priests' postretirement medical and dental funded status to the benefit obligation recorded in the consolidated statements of financial position at June 30:

	<u>2022</u>	<u>2021</u>
Change in projected benefit obligation:		
Accumulated benefit obligation at beginning of year	\$ 10,136,725	\$ 10,091,113
Service cost	389,265	400,305
Interest cost	277,013	263,356
Actuarial gain	(2,277,637)	(324,130)
Benefits paid	<u>(293,750)</u>	<u>(293,919)</u>
Accumulated benefit obligation at end of year	<u>\$ 8,231,616</u>	<u>\$ 10,136,725</u>

Cumulative amounts recognized in changes in unrestricted net assets and not yet recognized in net periodic benefit cost consist of the following as of June 30:

	<u>2022</u>	<u>2021</u>
Net gain	\$ (5,309,508)	\$ (3,142,095)
Transition obligation	390,000	585,000
Prior service cost	<u>1,537,216</u>	<u>1,671,954</u>
	<u>\$ (3,382,292)</u>	<u>\$ (885,141)</u>

Net periodic benefit cost for the priest postretirement medical and dental plan includes the following components during the years ended June 30:

	<u>2022</u>	<u>2021</u>
Service cost	\$ 389,265	\$ 400,305
Interest cost	277,013	263,356
Amortization of actuarial (gain)	(110,224)	(98,041)
Amortization of transition obligation	195,000	195,000
Amortization of prior service cost	<u>134,738</u>	<u>134,738</u>
Net periodic benefit cost	<u>\$ 885,792</u>	<u>\$ 895,358</u>

Amounts recognized in changes in unrestricted net assets consist of the following for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Actuarial gain	\$ (2,277,637)	\$ (324,130)
Amortization of actuarial gain	110,224	98,041
Amortization of transition obligation	(195,000)	(195,000)
Amortization of prior service cost	<u>(134,730)</u>	<u>(134,738)</u>
Pension-related activity other than net periodic benefit cost	<u>\$ (2,497,151)</u>	<u>\$ (555,827)</u>

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

The estimated net loss, transition obligation and prior service cost for the Diocese's priests' postretirement medical and dental plan that will be amortized into net periodic benefit cost over the next fiscal year are \$110,224, \$195,000 and \$134,738.

**Assumptions**

Weighted-average assumptions used to determine the benefit obligation are as follows at June 30:

	2022	2021
Discount rate	4.44%	2.78%
Health-care cost trend rate assumed for next year	7.00	7.50
Ultimate health-care cost trend rate	5.00	5.00
Year ultimate health-care cost trend rate is achieved	2026	2026

Weighted-average assumptions used to determine net periodic benefit cost are as follows for the years ended June 30:

	2022	2021
Discount rate	2.78%	2.65%
Health-care cost trend rate assumed for next year	7.00	7.50
Ultimate health-care cost trend rate	5.00	5.00

The effect of a 1% change in the health care cost trend rate is as follows as of and for the years ended June 30:

	2022	
	1% Increase	1% Decrease
Effect on net periodic benefit cost	\$ 206,039	\$ (147,026)
Effect on accumulated benefit obligation	1,623,864	(1,266,991)
	2021	
	1% Increase	1% Decrease
Effect on net periodic benefit cost	\$ 204,594	\$ (146,886)
Effect on accumulated benefit obligation	2,317,392	(1,757,684)

**Estimated Future Benefit Payments**

The following benefit payments, which reflect future service, as appropriate, are expected to be paid as follows:

2023	\$ 349,885
2024	350,072
2025	351,793
2026	358,412
2027	339,817
2028 to 2031	1,961,086

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**

**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED**

**June 30, 2022 and 2021**

***Contributions***

Because the priests' postretirement medical and dental plan is unfunded, the future benefit payments also represent the expected contributions to the plan for that year.

**NOTE 19 - CONTINGENCIES**

The Diocese, in the normal course of its operations, is a party to various legal proceedings and complaints, some of which are covered by insurance. While it is not feasible to predict the ultimate outcomes of such matters, management of the Diocese is not aware of any claims or contingencies which are not covered by insurance that would have a material adverse effect on the Diocese's consolidated financial statements.

The Diocese has unconditionally guaranteed, in the event of default, loans from banks to other Diocesan entities principally related to the construction of facilities. At June 30, 2022 and 2021, the aggregate balances outstanding on these loans, which the Diocese has guaranteed, approximated \$971,000 and \$1,363,000. Management is currently not aware of any defaults or circumstances that would require the Diocese to perform under such guarantees and as such, no loss provision has been recognized as of June 30, 2022 and 2021.

**NOTE 20 - SUBSEQUENT EVENTS**

The Diocese evaluated its June 30, 2022 consolidated financial statements for subsequent events through December 31, 2022, the date the consolidated financial statements were available to be issued. The Diocese is not aware of any material subsequent events which would require recognition or disclosure in the accompanying consolidated financial statements, except the items noted below.

The Diocese of Bridgeport Retirement Plan for Priest was amended to increase monthly pension benefit payments commencing July 1, 2022 to \$2,100 monthly for fiscal year 2023, \$2,200 for fiscal year 2024 and \$2,300 for fiscal year 2025 and thereafter.

On November 8, 2022 Catholic Cemeteries purchased a commercial building in Norwalk, Connecticut for \$750,000, to be utilized for cemeteries office. This purchase was paid in full with cash.

On November 15, 2022 Catholic Cemeteries received a temporary "Certificate of Occupancy" on the Mausoleum building located in Trumbull, Connecticut

Subsequent to June 30, 2022 Catholic Cemeteries accessed and drew down the remaining construction loan available balance totaling \$3,991,000. The outstanding balance is \$4.5 million as of December 31, 2022.

SUPPLEMENTAL INFORMATION

The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATING SCHEDULES OF FINANCIAL POSITION

June 30, 2022

	Diocesan Operations	Employee Benefits and Insurance Programs	Cemeteries Operations	Elderly Housing and Diocese LLC Properties Operations	Eliminations	Total
<b>ASSETS</b>						
Cash and cash equivalents	\$ 27,688,844	\$ 4,227,473	\$ 1,183,514	\$ 4,248,863	\$ -	\$ 37,348,694
Restricted cash	415,694	-	-	-	-	415,694
Property held for sale	183,742	-	-	-	-	183,742
Cemeteries and other accounts receivable, net	470,079	-	3,079,982	53,290	(10,000)	3,593,351
Due from related Diocesan entities, net	812,158	638,458	-	646	(257,442)	1,193,820
Prepaid expenses and other assets	259,488	54,506	35,920	-	-	349,914
Contributions receivable, net	2,513,662	-	-	-	-	2,513,662
Insurance recoveries receivable	-	599,684	-	-	(246,810)	352,874
Notes receivable, net	11,841,899	-	-	-	-	11,841,899
Investments, at fair value	847,520	1,429,508	8,921,046	-	-	11,198,074
Cemetery inventory	-	-	5,521,706	-	-	5,521,706
Beneficial interest in trust held by others	431,983	-	-	-	-	431,983
Beneficial interests in assets held by Foundations in Faith, Inc.	10,380,036	-	-	-	-	10,380,036
Property, buildings and equipment, net	22,993,191	-	9,374,292	193,184	-	32,560,667
Due from funds	21,060,557	6,096,467	-	-	(27,157,024)	-
Total assets	<u>\$ 99,898,853</u>	<u>\$ 13,046,096</u>	<u>\$ 28,116,460</u>	<u>\$ 4,495,983</u>	<u>\$ (27,671,276)</u>	<u>\$ 117,886,116</u>
<b>LIABILITIES AND NET ASSETS</b>						
<b>Liabilities</b>						
Accounts payable and accrued expenses	\$ 3,037,785	\$ 707,689	\$ 1,855,701	\$ 38,328	\$ (503,606)	\$ 5,135,897
Special collections payable	415,694	-	-	-	-	415,694
Self-insurance claims and deductible amounts payable	-	4,153,645	-	-	-	4,153,645
Deferred revenue and refundable advances	238,044	769,791	2,695,689	56,940	-	3,760,464
Deferred revenue - ground lease	1,014,299	-	-	-	-	1,014,299
Deferred revenue - life use fees	-	-	-	1,053,393	-	1,053,393
Due to related Diocesan entities	706,506	-	-	171,848	(10,646)	867,707
Notes payable	-	-	509,000	-	-	509,000
Conditional asset retirement obligations	5,659,057	-	-	411,005	-	6,070,062
Priest pension and other postretirement benefit obligations, net	-	14,958,606	-	-	-	14,958,606
Due to funds	2,416,040	24,740,984	-	-	(27,157,024)	-
Total liabilities	<u>13,487,425</u>	<u>45,330,715</u>	<u>5,060,390</u>	<u>1,731,514</u>	<u>(27,671,276)</u>	<u>37,938,767</u>
<b>Net assets (deficit)</b>						
Without donor restrictions	70,660,658	(32,284,619)	23,056,070	2,764,470	-	64,196,579
With donor restrictions	15,750,770	-	-	-	-	15,750,770
Total net assets (deficit)	<u>86,411,428</u>	<u>(32,284,619)</u>	<u>23,056,070</u>	<u>2,764,470</u>	<u>-</u>	<u>79,947,349</u>
Total liabilities and net assets (deficit)	<u>\$ 99,898,853</u>	<u>\$ 13,046,096</u>	<u>\$ 28,116,460</u>	<u>\$ 4,495,983</u>	<u>\$ (27,671,276)</u>	<u>\$ 117,886,116</u>

This consolidating schedule should be read in conjunction with the accompanying report of independent certified public accountants and consolidated financial statements and notes thereto.

The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATING SCHEDULES OF FINANCIAL POSITION

June 30, 2021

	Diocesan Operations	Employee Benefits and Insurance Programs	Cemeteries Operations	Elderly Housing and Diocese LLC Properties Operations	Eliminations	Total
<b>ASSETS</b>						
Cash and cash equivalents	\$ 21,630,441	\$ 4,808,755	\$ 2,127,241	\$ 4,086,928	\$ -	\$ 32,653,365
Restricted cash	464,742	-	-	-	-	464,742
Property held for sale	177,012	-	-	-	-	177,012
Cemeteries and other accounts receivable, net	913,002	-	1,077,923	54,454	(18,000)	2,027,379
Escrow receivable	1,400,000	-	-	-	-	1,400,000
Due from related Diocesan entities, net	1,490,019	1,119,901	-	481,484	(104,276)	2,987,128
Prepaid expenses and other assets	187,035	39,901	31,138	174	-	258,248
Contributions receivable, net	1,478,797	-	-	-	-	1,478,797
Insurance recoveries receivable	-	311,563	-	-	-	311,563
Notes receivable, net	10,681,014	-	-	-	-	10,681,014
Investments, at fair value	945,781	1,593,230	9,869,264	-	-	12,408,275
Investments - other	1,376,460	-	-	-	-	1,376,460
Cemetery inventory	-	-	3,291,425	-	-	3,291,425
Beneficial interest in trust held by others	537,950	-	-	-	-	537,950
Beneficial interests in assets held by Foundations in Faith, Inc.	13,123,093	-	-	-	-	13,123,093
Property, buildings and equipment, net	23,758,031	-	8,694,972	657,275	-	33,110,278
Due from funds	21,162,750	6,104,859	-	-	(27,267,609)	-
Total assets	<u>\$ 99,326,127</u>	<u>\$ 13,978,209</u>	<u>\$ 25,091,963</u>	<u>\$ 5,280,315</u>	<u>\$ (27,389,885)</u>	<u>\$ 116,286,729</u>
<b>LIABILITIES AND NET ASSETS</b>						
<b>Liabilities</b>						
Accounts payable and accrued expenses	\$ 1,661,570	\$ 335,142	\$ 736,521	\$ 21,196	\$ (76,131)	\$ 2,678,298
Special collections payable	464,742	-	-	-	-	464,742
Self-insurance claims and deductible amounts payable	-	3,919,763	-	-	-	3,919,763
Deferred revenue and refundable advances	443,336	960,742	543,265	-	-	1,947,343
Deferred revenue - ground lease	1,042,860	-	-	-	-	1,042,860
Deferred revenue - life use fees	-	-	-	1,439,284	-	1,439,284
Due to related Diocesan entities	1,540,249	-	-	195,345	(46,145)	1,689,449
Notes payable	2,642,200	-	10,000	-	-	2,652,200
Conditional asset retirement obligations	5,357,561	-	-	383,183	-	5,740,744
Priest pension and other postretirement benefit obligations, net	-	14,261,767	-	-	-	14,261,767
Due to funds	2,419,352	24,848,257	-	-	(27,267,609)	-
Total liabilities	<u>15,571,870</u>	<u>44,325,671</u>	<u>1,289,786</u>	<u>2,039,008</u>	<u>(27,389,885)</u>	<u>35,836,450</u>
<b>Net assets (deficit)</b>						
Without donor restrictions	67,050,419	(30,347,462)	23,802,177	3,241,307	-	63,746,441
With donor restrictions	16,703,838	-	-	-	-	16,703,838
Total net assets (deficit)	<u>83,754,257</u>	<u>(30,347,462)</u>	<u>23,802,177</u>	<u>3,241,307</u>	<u>-</u>	<u>80,450,279</u>
Total liabilities and net assets (deficit)	<u>\$ 99,326,127</u>	<u>\$ 13,978,209</u>	<u>\$ 25,091,963</u>	<u>\$ 5,280,315</u>	<u>\$ (27,389,885)</u>	<u>\$ 116,286,729</u>

This consolidating schedule should be read in conjunction with the accompanying report of independent certified public accountants and consolidated financial statements and notes thereto.

The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATING SCHEDULES OF ACTIVITIES

June 30, 2022

	Diocesan Operations	Employee Benefits and Insurance Programs	Cemeteries Operations	Elderly Housing and Diocese LLC Properties Operations	Eliminations	Total
<b>Revenues, support and other changes</b>						
Annual Catholic Appeal	\$ 9,731,750	\$ -	\$ -	\$ -	\$ -	\$ 9,731,750
Contributions and bequests	5,543,660	-	-	-	-	5,543,660
Cathedraticum from parishes	6,229,736	-	-	-	-	6,229,736
Employee benefit and insurance programs	-	20,789,517	-	-	(2,956,285)	17,833,232
Cemeteries operations	1,437,000	-	10,112,180	-	(1,437,000)	10,112,180
Elderly housing and other rental income	666,458	-	-	1,591,809	-	2,258,267
Professional services	903,771	-	-	-	(318,090)	585,681
Advertising	239,230	-	-	-	-	239,230
Other operating revenues	346,156	-	-	124,044	(77,000)	393,200
Total revenues, support and other changes	25,097,761	20,789,517	10,112,180	1,715,853	(4,788,375)	52,926,936
<b>Expenses</b>						
Programs	13,876,711	-	-	-	(1,331,500)	12,545,211
Employee benefits and insurance	-	22,053,720	-	-	(234,290)	21,819,430
Cemeteries operations*	-	-	9,138,867	-	(2,256,413)	6,882,454
Elderly housing and Diocesan LLC properties operations	-	-	-	743,319	(133,693)	609,626
Management and general	5,524,720	-	-	-	(701,490)	4,823,230
Stewardship and development	1,173,792	-	-	-	(130,989)	1,042,803
Total expenses	20,575,223	22,053,720	9,138,867	743,319	(4,788,375)	47,722,754
	689,893	-	-	-	-	-
Income from operations before depreciation and accretion	4,522,538	(1,264,203)	973,313	972,534	-	5,204,182
Depreciation and accretion	(1,183,446)	-	(281,127)	(47,413)	-	(1,511,986)
Income from operations before nonoperating activities	3,339,092	(1,264,203)	692,186	925,121	-	3,692,196
<b>Nonoperating activities</b>						
Gain (loss) on sale of assets	(12,682)	-	-	279,250	-	266,568
Priest pension related-activity other than net periodic benefit cost	-	(756,577)	-	-	-	(756,577)
Change in value of beneficial interest in Foundations in Faith and third-party trust	(2,849,025)	-	-	-	-	(2,849,025)
Investment loss, net	(71,028)	(159,960)	(1,677,694)	-	-	(1,908,682)
PPP loan forgiveness	2,080,594	-	533,039	28,567	-	2,642,200
Bad debt (expense) and recoveries, net	1,079,895	237,123	(82,445)	-	-	1,234,573
Contributions to lay pension	(350,000)	-	(250,000)	-	-	(600,000)
Change in discount on notes receivable	178,233	-	-	-	-	178,233
Support to parishes - capital projects	(2,024,674)	-	-	-	-	(2,024,674)
Miscellaneous non-operating income (expenses)	1,286,766	6,460	38,807	(1,709,775)	-	(377,742)
<b>CHANGE IN NET ASSETS</b>	2,657,171	(1,937,157)	(746,107)	(476,837)	-	(502,930)
Net assets (deficit) - beginning of year	83,754,257	(30,347,462)	23,802,177	3,241,307	-	80,450,279
Net assets (deficit) - end of year	\$ 86,411,428	\$ (32,284,619)	\$ 23,056,070	\$ 2,764,470	\$ -	\$ 79,947,349

\* Includes \$1,463,003 of management and general expenses.

This consolidating schedule should be read in conjunction with the accompanying report of independent certified public accountants and consolidated financial statements and notes thereto.



The Bridgeport Roman Catholic Diocesan Corporation and Affiliates

CONSOLIDATING SCHEDULES OF ACTIVITIES

June 30, 2021

	Diocesan Operations	Employee Benefits and Insurance Programs	Cemeteries Operations	Elderly Housing and Diocese LLC Properties Operations	Eliminations	Total
<b>Revenues, support and other changes</b>						
Annual Catholic Appeal	\$ 8,302,999	\$ -	\$ -	\$ -	\$ -	\$ 8,302,999
Contributions and bequests	2,449,238	-	64,800	444,500	-	2,958,538
Cathedraticum from parishes	6,512,734	-	-	-	-	6,512,734
Employee benefit and insurance programs	-	20,253,007	-	-	(2,897,008)	17,355,999
Cemeteries operations	1,437,000	-	10,676,184	-	(1,437,000)	10,676,184
Elderly housing and other rental income	632,598	-	-	1,546,128	-	2,178,726
Professional services	1,079,054	-	-	-	(279,334)	799,720
Advertising	219,940	-	-	-	-	219,940
Other operating revenues	277,936	14,844	-	335,307	(48,000)	580,087
Total revenues, support and other changes	20,911,499	20,267,851	10,740,984	2,325,935	(4,661,342)	49,584,927
<b>Expenses</b>						
Programs	11,883,535	-	-	-	(1,258,851)	10,624,684
Employee benefits and insurance	-	20,787,049	-	-	(229,334)	20,557,715
Cemeteries operations	-	-	7,696,871	-	(2,342,803)	5,354,068
Elderly housing and Diocesan LLC properties operations	-	-	-	1,032,372	(136,112)	896,260
Management and general	5,793,994	-	-	-	(596,382)	5,197,612
Stewardship and development	1,056,882	-	-	-	(97,860)	959,022
Total expenses	18,734,411	20,787,049	7,696,871	1,032,372	(4,661,342)	43,589,361
Income from operations before depreciation and accretion	899,893	(519,198)	3,044,113	1,293,563	-	5,995,566
Depreciation and accretion	(1,183,405)	-	(228,945)	(569,501)	-	(1,981,851)
Income from operations before nonoperating activities	993,683	(519,198)	2,815,168	724,062	-	4,013,715
<b>Nonoperating activities</b>						
Gain on sale of assets	9,847,764	-	202,100	1,141,318	-	11,191,182
Priest pension related-activity other than net periodic benefit cost	-	5,815,901	-	-	-	5,815,901
Change in value of beneficial interest in Foundations in Faith and third-party trust	3,194,188	-	-	-	-	3,194,188
Investment income, net	183,091	182,716	2,387,054	-	-	2,752,861
Income from estimate change related to CARO	630,392	-	-	-	-	630,392
Bad debt (expense) and recoveries, net	377,533	623,739	(344,586)	-	-	656,686
Contributions to lay pension	(2,499,250)	-	(250,000)	-	-	(2,749,250)
Support to Diocesan schools	(893,043)	-	-	-	-	(893,043)
Contributions from related entities	912,527	-	-	(912,527)	-	-
Miscellaneous non-operating income (expenses)	(123,094)	6,518	18,726	-	-	(97,850)
<b>CHANGE IN NET ASSETS</b>	12,623,791	6,109,676	4,828,462	952,853	-	24,514,782
Net assets (deficit) - beginning of year, as previously stated	69,754,006	(36,457,138)	18,973,715	2,288,454	-	54,559,037
Effective adoption of accounting standard	1,376,460	-	-	-	-	1,376,460
Net assets (deficit) - beginning of year, as adjusted	71,130,466	(36,457,138)	18,973,715	2,288,454	-	55,935,497
Net assets (deficit) - end of year	\$ 83,754,257	\$ (30,347,462)	\$ 23,802,177	\$ 3,241,307	\$ -	\$ 80,450,279

This consolidating schedule should be read in conjunction with the accompanying report of independent certified public accountants and consolidated financial statements and notes thereto.

**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**  
**CONSOLIDATING SCHEDULES OF PROGRAM FUNCTIONAL EXPENSES**

June 30, 2022

	Pastoral Services of the Bishop*	Religious Personnel Services (includes Queen of Clergy)	Catholic Education and Faith Formation	Pastoral and Human Services	Vocations	Communications and Social Media	Other Program Support	Total Programs
Personnel costs - lay	\$ 685,631	\$ 921,043	\$ 1,082,431	\$ 193,658	\$ 5,442	\$ 354,373	\$ -	\$ 3,242,578
Personnel costs - religious	255,390	377,177	29,350	847,568	957,757	-	-	2,467,242
Total personnel costs	941,021	1,298,220	1,111,781	1,041,226	963,199	354,373	-	5,709,820
Insurance	2,317	36,582	2,761	4,086	1,765	-	-	47,511
Grants and contributions	-	-	-	-	-	-	4,345,591	4,345,591
Professional fees	22,276	9,087	213,272	87,465	11,659	161,100	-	504,859
Occupancy	67,452	427,715	44,338	8,044	252	1,622	-	549,423
Office	9,086	6,053	7,964	10,879	205	3,768	-	37,955
Dues, fees and memberships	426,660	7,672	54,780	17,729	2,479	5,646	-	514,966
Printing	22,990	445	7,299	-	2,428	220,056	-	253,218
Travel and seminars	184,393	37,033	117,056	3,616	31,429	251	-	373,778
Miscellaneous	11,844	11,863	422	3,654	4,988	-	-	32,771
Postage	5,318	1,391	1,179	486	1,381	165,564	-	175,319
Total expenses before depreciation and accretion	1,693,357	1,836,061	1,560,852	1,177,185	1,019,785	912,380	4,345,591	12,545,211
Depreciation and accretion	142,474	154,481	131,326	99,045	85,802	76,765	-	689,893
Total expenses	<u>\$ 1,835,831</u>	<u>\$ 1,990,542</u>	<u>\$ 1,692,178</u>	<u>\$ 1,276,230</u>	<u>\$ 1,105,587</u>	<u>\$ 989,145</u>	<u>\$ 4,345,591</u>	<u>\$ 13,235,104</u>

\* Includes the Offices of the Bishop, Vicar General, Chancellor, Strategic and Pastoral Planning, Tribunal and Safe Environment.

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**The Bridgeport Roman Catholic Diocesan Corporation and Affiliates**  
**CONSOLIDATING SCHEDULES OF PROGRAM FUNCTIONAL EXPENSES**

June 30, 2021

	Pastoral Services of the Bishop*	Religious Personnel Services (includes Queen of Clergy)	Catholic Education and Faith Formation	Pastoral and Human Services	Vocations	Communications and Social Media	Other Program Support	Total Programs
Personnel costs - lay	\$ 663,913	\$ 867,948	\$ 761,116	\$ 183,156	\$ 60,606	\$ 338,324	\$ -	\$ 2,875,063
Personnel costs - religious	209,298	350,452	40,391	705,297	921,680	-	-	2,227,118
Total personnel costs	873,211	1,218,400	801,507	888,453	982,286	338,324	-	5,102,181
Insurance	3,631	40,045	2,901	4,725	1,052	-	-	52,354
Grants and contributions	-	-	-	-	-	-	3,348,871	3,348,871
Professional fees	51,058	19,781	271,904	71,144	11,554	175,228	-	600,669
Occupancy	90,106	425,082	36,076	7,832	-	1,275	-	560,371
Office	13,083	5,964	6,019	112	-	1,455	-	26,633
Dues, fees and memberships	420,801	4,179	59,198	16,000	2,020	3,296	-	505,494
Printing	4,149	-	11,439	755	518	173,983	-	190,844
Travel and seminars	15,113	2,044	33,809	913	15,550	37	-	67,466
Miscellaneous	9,568	29,355	1,029	706	1,834	-	-	42,492
Postage	3,631	744	2,229	123	694	119,888	-	127,309
Total expenses before depreciation and accretion	1,484,351	1,745,594	1,226,111	990,763	1,015,508	813,486	3,348,871	10,624,684
Depreciation and accretion	130,772	153,788	108,021	87,287	89,467	71,669	-	641,004
Total expenses	<u>\$ 689,893</u>	<u>\$ 1,899,382</u>	<u>\$ 1,334,132</u>	<u>\$ 1,078,050</u>	<u>\$ 1,104,975</u>	<u>\$ 885,155</u>	<u>\$ 3,348,871</u>	<u>\$ 11,265,688</u>

\* Includes the Offices of the Bishop, Vicar General, Chancellor, Strategic and Pastoral Planning, Tribunal and Safe Environment.

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