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# Catholic Diocese of Lansing

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**Financial Report  
with Additional Information  
June 30, 2023**

<b>Independent Auditor's Report</b>	1-2
<b>Financial Statements</b>	
Balance Sheet	3
Statement of Activities and Changes in Net Assets	4
Statement of Cash Flows	5
Notes to Financial Statements	6-16
<b>Additional Information</b>	17
<b>Independent Auditor's Report on Additional Information</b>	18
Central Services Fund:	
Balance Sheet	19
Statement of Activities and Changes in Net Assets	20
Cemetery Fund:	
Balance Sheet	21
Statement of Activities and Changes in Net Assets	22
Protected Loss Activities Fund:	
Balance Sheet	23
Statement of Activities and Changes in Net Assets	24
Plant Fund:	
Balance Sheet	25
Statement of Activities and Changes in Net Assets	26
Treasury Management Fund:	
Balance Sheet	27
Statement of Activities and Changes in Net Assets	28
Designated & Restricted Gift Fund:	
Balance Sheet	29
Statement of Activities and Changes in Net Assets	30

## **Independent Auditor's Report**

To the Most Reverend Earl A. Boyea  
Catholic Diocese of Lansing

### ***Opinion***

We have audited the financial statements of the Catholic Diocese of Lansing (the "Diocese"), which comprise the balance sheet as of June 30, 2023 and 2022 and the related statements of activities and changes in net assets and cash flows for the years then ended, and the related notes to the financial statements.

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

### ***Basis for Opinion***

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

### ***Emphasis of Matter***

As described in Note 1 to the financial statements, the financial statements being presented are only for funds for which the Catholic Diocese of Lansing retains operational control and do not reflect the assets, liabilities, and results of operations of parishes, schools, and other diocesan organizations. Accordingly, the accompanying financial statements are not intended to present the financial position of the parishes, schools, and other diocesan organizations as of June 30, 2023 and 2022 or the changes in their net assets and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

### ***Auditor's Responsibilities for the Audits of the Financial Statements***

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

To the Most Reverend Earl A. Boyea  
Catholic Diocese of Lansing

In performing audits in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audits 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 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 audits, significant audit findings, and certain internal control-related matters that we identified during the audits.

*Plante & Moran, PLLC*

April 15, 2024

## Catholic Diocese of Lansing

## Balance Sheet

June 30, 2023 and 2022

	2023	2022
<b>Assets</b>		
Cash and cash equivalents	\$ 6,695,186	\$ 4,127,451
Michigan no-fault self-insurance loss reserve	51,606	39,619
Investments (Note 3)	7,070,097	12,883,377
Accounts receivable - Net of allowance	700,189	1,450,305
Cemetery inventory	-	61,413
Unrecovered cost of crypts and niches	-	1,313,688
Undeveloped burial ground	-	85,000
Deposited in Parish Savings and Loan Trust	-	5,552,084
Invested in Catholic Foundation Agency Fund (Note 3)	-	4,296,495
Prepaid expenses and other current assets	433,123	281,692
Interest in net assets of Catholic Foundation of the Diocese of Lansing (Note 6)	16,091,550	11,392,119
Property and equipment:		
Land and buildings	11,562,575	12,814,393
Future sites	265,391	265,391
Equipment	525,429	987,274
Accumulated depreciation	(6,489,099)	(7,602,034)
Total property and equipment	5,864,296	6,465,024
Total assets	<b>\$ 36,906,047</b>	<b>\$ 47,948,267</b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable and accrued liabilities	\$ 1,365,186	\$ 1,068,227
Unremitted collections	9,359	166,963
Amounts due beneficiaries	378,414	-
Cemetery preneed deferred revenue	-	3,696,374
Total liabilities	1,752,959	4,931,564
<b>Net Assets</b>		
Without donor restrictions:		
Undesignated	4,214,411	3,949,802
Designated (Note 5)	11,886,552	21,084,364
With donor restrictions (Note 5)	19,052,125	17,982,537
Total net assets	35,153,088	43,016,703
Total liabilities and net assets	<b>\$ 36,906,047</b>	<b>\$ 47,948,267</b>

# Catholic Diocese of Lansing

## Statement of Activities and Changes in Net Assets

Years Ended June 30, 2023 and 2022

	2023	2022
<b>Changes in Net Assets without Donor Restrictions</b>		
Revenue, gains, and other support:		
Assessment receipts	\$ 2,792,007	\$ 2,712,327
Cemetery general receipts	-	1,729,561
Protected loss activities	822,406	785,330
Dividends	191,808	85,362
Bequests and donations	310,246	325,504
School assessment receipts	167,470	226,740
Program and project receipts	1,291,743	1,024,036
Net realized and unrealized losses on investments	(64,120)	(481,025)
Interest income	269,190	163,327
Gain on sale of fixed assets	-	135,294
Distribution from related entity	-	1,468,000
Net assets released from restrictions	10,950,278	7,127,208
Total revenue, gains, and other support	16,731,028	15,301,664
Expenses:		
Salaries and benefits	4,853,461	5,424,625
Tuition expense	875,850	870,645
Assessments	124,052	124,204
Subsidies - Grants	9,819,373	3,185,714
Offices expenses	1,994,017	1,699,871
Property and equipment	711,677	1,352,943
Cemetery cost of goods sold	-	265,267
Ministerial programming	1,197,768	927,957
Depreciation	377,286	386,940
Treasury Management Fund interest expense	54,804	44,547
Total expenses	20,008,288	14,282,713
<b>(Decrease) Increase in Net Assets without Donor Restrictions</b> - Before other changes in net assets without donor restrictions and transfers	(3,277,260)	1,018,951
<b>Other Changes in Net Assets without Donor Restrictions</b> (Note 1)		
Other changes in net assets without donor restrictions	(85,490)	-
Recovery of loans and receivables	9,744	56,827
Total other changes in net assets without donor restrictions	(75,746)	56,827
<b>(Decrease) Increase in Net Assets without Donor Restrictions</b> - Before transfers	(3,353,006)	1,075,778
<b>Transfers</b> (Note 7)	(5,580,197)	-
<b>(Decrease) Increase in Net Assets without Donor Restrictions</b>	(8,933,203)	1,075,778
<b>Changes in Net Assets with Donor Restrictions</b>		
Contributions	-	25,809
Bequests and donations	757,967	247,318
Investment income (expense)	54,533	(216,221)
DSA and Seminarian campaign release from restrictions	(6,081,308)	(6,129,447)
Other release from restrictions	(4,868,970)	(997,761)
Change in interest in net assets of Catholic Foundation of the Diocese of Lansing (Note 6)	11,130,739	5,638,891
Other changes in net assets	85,490	-
Transfers - With donor restrictions (Note 7)	(8,863)	-
<b>Increase (Decrease) in Net Assets with Donor Restrictions</b>	1,069,588	(1,431,411)
<b>Decrease in Net Assets</b>	(7,863,615)	(355,633)
<b>Net Assets</b> - Beginning of year	43,016,703	43,372,336
<b>Net Assets</b> - End of year	<b>\$ 35,153,088</b>	<b>\$ 43,016,703</b>

## Statement of Cash Flows

**Years Ended June 30, 2023 and 2022**

	2023	2022
<b>Cash Flows from Operating Activities</b>		
Decrease in net assets	\$ (7,863,615)	\$ (355,633)
Adjustments to reconcile decrease in net assets to net cash and cash equivalents from operating activities:		
Depreciation	377,286	386,940
Net loss on investments	64,120	481,025
Impairment on loans and receivables - Net of change in allowance	9,744	56,827
Interest in net assets of Catholic Foundation of the Diocese of Lansing	(11,367,607)	(5,638,891)
Gain on sale of fixed assets	-	(135,294)
Net asset transfer to Diocese of Lansing Cemeteries, Inc.	5,589,060	-
Changes in operating assets and liabilities that (used) provided cash and cash equivalents:		
Accounts receivable	(440,349)	(199,772)
Cemetery inventory	-	16,101
Unrecovered cost of crypts and niches	-	28,063
Prepaid expenses and other current assets	(132,660)	(21,989)
Accounts payable and accrued liabilities	637,876	(61,209)
Cemetery preneed deferred revenue	-	280,053
Deposits	378,414	(123)
Unremitted collections	(157,604)	(5,180)
Net cash and cash equivalents used in operating activities	(12,905,335)	(5,169,082)
<b>Cash Flows from Investing Activities</b>		
Purchase of property, plant, and equipment	(366,439)	(516,285)
Proceeds from sale property, plant, and equipment	-	492,220
Proceeds from sale of investments	4,555,878	1,359,386
Purchases of investments	(1,706,328)	(5,798,769)
Net change in Parish Savings and Loan Trust and Catholic Foundation Agency Fund	6,628,137	229,381
Cash transferred to Diocese of Lansing Cemeteries, Inc.	(294,367)	-
Net cash and cash equivalents provided by (used in) investing activities	8,816,881	(4,234,067)
<b>Cash Flows Provided by Financing Activities</b> - Distribution from beneficial interest in net assets of Catholic Foundation of the Diocese of Lansing	6,668,176	6,358,357
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	2,579,722	(3,044,792)
<b>Cash and Cash Equivalents</b> - Beginning of year	4,167,070	7,211,862
<b>Cash and Cash Equivalents</b> - End of year	<u><u>\$ 6,746,792</u></u>	<u><u>\$ 4,167,070</u></u>
<b>Balance Sheet Classification of Cash and Cash Equivalents</b>		
Cash and cash equivalents	\$ 6,695,186	\$ 4,127,451
Michigan no-fault self-insurance loss reserve	51,606	39,619
Total cash and cash equivalents	<u><u>\$ 6,746,792</u></u>	<u><u>\$ 4,167,070</u></u>

**June 30, 2023 and 2022**

**Note 1 - Nature of Business**

***Principles of Reporting***

The accompanying financial statements include only those funds for which the Catholic Diocese of Lansing (the "Diocese") retains operational control. The financial statements do not reflect the assets, liabilities, and results of operations of parishes, schools, and other diocesan organizations. The excluded organizations receive financial support from other sources, and their activities are accounted for separately. All interfund balances and activity with each other have been eliminated.

The Catholic Diocese of Lansing provides various services primarily in the central area of lower Michigan. A description of these services and the funds maintained by the Diocese is as follows:

***Central Services***

Central Services accounts for the operations of the central administrative offices of the Diocese. The main sources of income are the Diocesan Services Appeal (DSA) campaign held annually by the Catholic Foundation of the Diocese of Lansing and diocesan assessments levied on each parish.

***Cemetery***

Diocesan cemeteries account for the activities of St. Joseph Catholic Cemetery in Lansing, New and Old Calvary Cemeteries in Flint, St. Patrick Cemetery in Clinton County, St. Michael Byzantine Cemetery in Flint, All Saints Cemetery in Flint, and the central administrative and preneed offices. Diocese of Lansing Cemeteries, Inc. was established on July 1, 2022 to hold all diocesan cemeteries assets. Monetary cemeteries assets and real property have since been transferred to the new corporation. The impact of the transfer was a reduction in assets of approximately \$9.4 million, liabilities of \$3.8 million, and net assets of \$5.6 million.

***Protected Loss Activities***

The Michigan Catholic Conference (MCC) forwards a part of the participant contributions to the Diocese to cover costs of loss prevention-type activities that the Diocese conducts directly.

***Plant***

Plant activities include purchase, renovation, or rehabilitation of land, buildings, and equipment. Equipment is recorded at cost. Land and future parish sites are recorded at cost. Contributed assets are recorded at fair value at the date of the gift. Plant activities include costs associated with property and equipment used in the operations included in these financial statements. Costs of operating and maintaining land, buildings, and equipment of parishes, schools, and other diocesan institutions are excluded.

***Treasury Management***

This fund maintains cash and investments for the various funds of the Diocese.

***Designated & Restricted Gift***

Gift funds are limited for special purposes. Restrictions of net assets are donor-imposed limitations, and designations of net assets are management imposed.

**Note 2 - Significant Accounting Policies**

***Cash Equivalents***

The Diocese considers all investments with an original maturity of three months or less when purchased to be cash and cash equivalents. However, this excludes any cash that is included in the Diocese's investment portfolio. The total amount of bank deposits (checking accounts) in excess of insured limits by the FDIC at year end was \$2,732,073.



**June 30, 2023 and 2022**

**Note 2 - Significant Accounting Policies (Continued)**

***Concentration of Credit Risk***

Custodial credit risk is the risk that, in the event of a bank failure, the Diocese's deposits may not be returned to it. At year end, a significant portion of the Diocese's cash balance was held at one financial institution and exceeds the Federal Deposit Insurance Corporation (FDIC) insurance limits. Management believes that, due to the dollar amounts of cash deposits and the type of accounts held, it is impractical to insure all deposits.

***Parish Savings and Loan Trust***

The Designated & Restricted Gift and Cemetery funds are participants in the Parish Savings and Loan Trust (the "Trust"). The Designated & Restricted Gift and Cemetery funds deposit excess funds into this program and earn interest. Interest was received at a rate of 2.0 percent during the years ended June 30, 2023 and 2022. Withdrawals are made by redeeming shares. Redemptions from the Savings and Loan Program can be made on a regular basis. All Parish Savings and Loan Trust assets were transferred to the Cemeteries Care and Maintenance Trust as of July 1, 2022. As of June 30, 2023, the Designated & Restricted Gift Fund is no longer participating in the Parish Savings and Loan Trust.

***Catholic Foundation Agency Fund***

The Designated & Restricted Gift Fund is a participant in the Catholic Foundation of the Diocese of Lansing Agency Fund. The Diocese deposits donor-restricted funds into this fund and earns market gains and losses. Withdrawals are made by requesting distribution. Withdrawals from the Catholic Foundation of the Diocese of Lansing Agency Fund can be made as needed. As of June 30, 2023, the Designated & Restricted Gift Fund is no longer participating in the Catholic Foundation Agency Fund.

***Accounts Receivable***

Accounts receivable are stated at invoice amounts. An allowance for doubtful accounts is established based on a specific assessment of all invoices that remain unpaid following normal payment periods. All amounts deemed uncollectible are charged against the allowance for doubtful accounts in the period that determination is made. The allowance for doubtful accounts as of June 30, 2023 and 2022 was \$2,286 and \$119,547, respectively.

Amounts received from cemetery trusts, included in investments, receivables, and liabilities, represent a portion of the proceeds from the sale of preneed merchandise and services, deposited in accordance with state trusting laws with various financial institutions, together with accrued earnings. The Diocese will recognize and generally receive these amounts when the merchandise is delivered or the service is performed. All cemetery trust assets and liabilities were transferred to the Diocese of Lansing Cemeteries, Inc. as of July 1, 2022.

***Investments***

Investments are stated at fair value. Gifts of investment securities are initially recorded at fair value at the date of receipt. Investment income is recorded when earned.

***Unrecovered Cost of Crypts and Niches***

It is the policy of the Diocese to capitalize all land, drainage, landscaping costs, and costs of mausoleum crypts and columbarium niches. The costs of crypts and niches are charged to cost of sales as the entombment and interment rights are sold. All unrecovered costs of crypts and niches assets were transferred to the Diocese of Lansing Cemeteries, Inc. as of July 1, 2022.

***Undeveloped Burial Ground***

Undeveloped burial ground represents cost of land not developed or available-for-sale burial rights at year end. All undeveloped burial ground assets were transferred to the Diocese of Lansing Cemeteries, Inc. as of July 1, 2022.

**Note 2 - Significant Accounting Policies (Continued)**

***Property and Equipment***

The Diocese maintains historical financial records of the cost of land, buildings, and certain equipment when purchased or at fair value at the date of gift, if contributed. Depreciation is calculated on the straight-line basis over the estimated useful lives of the various assets. The Diocese calculates depreciation on a straight-line basis over the estimated useful life of 3-10 years for equipment and 15-50 years for buildings.

Gifts of long-lived assets, such as land, buildings, or equipment, are reported as support without donor restrictions unless explicit donor stipulations specify how the donated asset must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets must be maintained, and expirations of donor restrictions are reported when the donated or acquired long-lived assets are placed in service.

Depreciation expense for property and equipment totaled \$377,286 and \$386,940 for the years ended June 30, 2023 and 2022, respectively.

***Contributions and Assessments***

The Diocese records revenue, such as contributions and promises to give at fair value when received unconditionally. Conditional contributions are recognized as revenue when the conditions on which they depend have been substantially met. Parish assessments are calculated on an annual basis and are recognized into revenue as received.

Distribution from related entity includes revenue received from Michigan Catholic Conference related to multiple programs administered by MCC. Each participating diocese pays premiums toward these programs, and excess funds are made available periodically to the Diocese.

***Revenue Recognition***

The Diocese generates its revenue from multiple sources, including program and project events, cemetery at-need conversions and sales, cemetery burial rights, and management fees. The related contract accounts receivable associated with these revenue streams totaled \$0, \$980,625, and \$946,197 as of June 30, 2023; June 30, 2022; and July 1, 2021, respectively. Total revenue recognized over time was \$463,565 and \$300,921 at June 30, 2023 and 2022, respectively. Total revenue recognized at a point in time was approximately \$201,776 and \$1,913,801 at June 30, 2023 and 2022, respectively.

For program and project events, the Diocese has performance obligations for a promise to deliver specific content on a specific date, time, and location to a customer. This is a distinct service and has the same pattern of transfer to the customer. The customer can benefit from the service on its own, and it is separately identifiable.

Under the typical payment terms, the customer purchases a ticket to the event based on published prices, explicitly stated. Revenue is recognized upon occurrence of the scheduled program or project event at a point in time.

For cemetery at-need conversions, the Diocese has a performance obligation for interment services at a specific time and location. For cemetery at-need sales, the Diocese has performance obligations for specific goods requested of the customer, which may include containers, memorial markers, and grave accessories.

**Note 2 - Significant Accounting Policies (Continued)**

Under the typical payment terms, the customer purchases at-need conversion services or merchandise based on stated rates per the contract or price list. The price allocated to each performance obligation is the stand-alone selling price of the service/good purchased. Any discounts are applied based on the established program and are applied to the applicable performance obligation. At-need conversion services are provided within a few hours; therefore, as a practical expedient, revenue is recognized at a point in time. Additionally, the customer takes control of the merchandise at the time of delivery, and installation work is generally short in nature; therefore, as a practical expedient, revenue is recognized at a point in time.

For cemetery burial rights, the Diocese has performance obligations for the right of the customer to be buried in a specific location upon death.

Under the typical payment terms, the customer purchases the right to be interred at a specific location upon death in the future. The Diocese bills customers and collects cash prior to the satisfaction of the performance obligation, as required by state law, which results in the Diocese recognizing contract liabilities recorded as cemetery preneed deferred revenue on the balance sheet totaling \$0, \$3,696,374, and \$3,416,321 as of June 30, 2023; June 30, 2022; and July 1, 2021, respectively.

For management fees, the Diocese has performance obligations for services provided, including, but not limited to, accounting, human resources, legal, information technology, and administrative services.

Under the typical payment terms, the customer is billed based on the rate structure of the service provided, as stated per the contract. The Diocese recognizes revenue over time, using an output method of time elapsed over the contract period, as the Diocese stands ready to provide the promised services throughout the contract period.

***Functional Allocation of Expenses***

Costs of providing the program and support services have been reported on a functional basis in Note 9. Costs have been allocated between the various program and support services on several bases and estimates. Salaries and benefits are allocated based on the underlying job role, depreciation is allocated based on square footage dedicated to program or administrative purposes, and certain office expenses are allocated based on salaries and benefits expense. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts.

***Classification of Net Assets***

Net assets of the Diocese are classified based on the presence or absence of donor-imposed restrictions.

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions or for which the donor-imposed restrictions have expired or been fulfilled. Net assets in this category may be expended for any purpose in performing the primary objectives of the Diocese.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Diocese or by the passage of time. Other donor restrictions are perpetual in nature, where the donor has stipulated the funds be maintained in perpetuity.

Earnings, gains, and losses on donor-restricted net assets are classified as net assets without donor restrictions unless specifically restricted by the donor or by applicable state law. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are released to net assets without donor restrictions.

June 30, 2023 and 2022

**Note 2 - Significant Accounting Policies (Continued)*****Tax Status***

The Diocese is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, and the Diocese is a religious entity that is exempt from tax filings; therefore, a provision for income taxes has not been included in the financial statements.

***Use of Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles 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 financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

***Risks and Uncertainties***

The Diocese invests in various investment securities. Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the balance sheet.

***Subsequent Events***

The financial statements and related disclosures include evaluation of events up through and including April 15, 2024, which is the date the financial statements were available to be issued.

***Upcoming Accounting Pronouncement***

In June 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-13, *Financial Instruments - Credit Losses: Measurement of Credit Losses on Financial Instruments*. The ASU includes changes to the accounting and measurement of financial assets, including the Diocese's accounts receivable, by requiring the Diocese to recognize an allowance for all expected losses over the life of the financial asset at origination. This is different from the current practice where an allowance is not recognized until the losses are considered probable. Credit losses are recognized through the recording of an allowance rather than as a write-down of the carrying value. The new guidance will be effective for the Diocese's year ending June 30, 2024. Upon adoption, the ASU will be applied using a modified retrospective transition method to the beginning of the earliest period presented. The Diocese believes the adoption of the new standard will not have a significant effect on its financial statements.

**Note 3 - Investments**

A summary of investments held by the Diocese at June 30, 2023 and 2022 is as follows:

	2023	2022
National Catholic Investment Pool	\$ 6,968,049	\$ 9,882,275
Catholic Foundation Agency Fund - Underlying investments held in National Catholic Investment Pool	-	4,296,495
Certificates of deposit	102,048	101,492
Cemetery preneed escrow trust account	-	2,899,610
Total	<u>\$ 7,070,097</u>	<u>\$ 17,179,872</u>

June 30, 2023 and 2022

**Note 4 - Fair Value Measurements**

Accounting standards require certain assets and liabilities be reported at fair value in the financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

The following table presents information about the Diocese's assets measured at fair value on a recurring basis at June 30, 2023 and 2022 and the valuation techniques used by the Diocese to determine those fair values.

Fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Diocese has the ability to access.

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets in active markets and other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Diocese's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

At June 30, 2023 and 2022, there was \$102,048 and \$3,001,102, respectively, in escrow trust cash accounts and certificates of deposit, which is not reflected within the fair value table below.

	Significant Other Observable Inputs (Level 2)	
	Assets Measured at Fair Value on a Recurring Basis at June 30, 2023	Assets Measured at Fair Value on a Recurring Basis at June 30, 2022
<b>Investments</b>		
National Catholic Investment Pool	\$ 6,968,049	\$ 9,882,275
Invested in Catholic Foundation Agency Fund - Assets held in the National Catholic Investment Pool	-	4,296,495
Total investments	<u>\$ 6,968,049</u>	<u>\$ 14,178,770</u>

The Diocese holds an interest in investments held in the National Catholic Investment Pool administered by the Michigan Catholic Conference at year end where the fair value of the investment held is estimated based on the underlying invested assets. The assets held by the National Catholic Investment Pool consist of investments in mutual funds, equity securities, fixed-income securities, and money markets for which an active market exists.

**Note 5 - Net Assets**

Net assets with donor restrictions and net assets without donor restrictions designated by the board are described as follows:

Central Services Fund - Net assets with time restrictions related to interest in net assets of the Catholic Foundation of the Diocese of Lansing

**June 30, 2023 and 2022**

**Note 5 - Net Assets (Continued)**

Cemetery Fund - Net assets restricted for purposes specified by the donors

Designated & Restricted Gift Fund - Net assets restricted related to interest in the net assets of the Catholic Foundation of the Diocese of Lansing and net assets restricted for purposes specified by the donors

Net assets with donor restrictions and net assets without donor restrictions designated by the board consist of the following amounts:

	2023	2022
Net assets without donor restrictions:		
Cemetery Fund	\$ -	\$ 5,580,197
Protected Loss Activities Fund	132,917	132,918
Plant Fund	5,811,936	5,875,143
Designated & Restricted Gift Fund	5,941,699	9,496,106
Total net assets without donor restrictions	<u>\$ 11,886,552</u>	<u>\$ 21,084,364</u>
	2023	2022
Net assets with donor restrictions:		
Central Services Fund - Interest in net assets of the Catholic Foundation of the Diocese of Lansing	\$ 5,771,659	\$ 6,522,358
Designated & Restricted Gift Fund - Interest in net assets of the Catholic Foundation of the Diocese of Lansing	10,319,891	4,869,761
Designated & Restricted Gift Fund - Other donor-restricted net assets	2,960,575	6,581,555
Cemetery Fund - Donor-restricted net assets	-	8,863
Total designated net assets with donor restrictions	<u>\$ 19,052,125</u>	<u>\$ 17,982,537</u>

**Note 6 - Beneficial Interest in Assets Held by Third Parties**

The Diocese is named as a sole beneficiary to the Diocesan Services Appeal campaign administered by the Catholic Foundation of the Diocese of Lansing. The Catholic Foundation of the Diocese of Lansing has solicited contributions from donors for the benefit of the Diocese. The Diocese's interest in the Catholic Foundation of the Diocese of Lansing was \$5,771,659 and \$6,522,358 related to the DSA annual campaigns at June 30, 2023 and 2022, respectively.

The Diocese is named sole beneficiary to certain endowments transferred to the Catholic Foundation of the Diocese of Lansing during the years ended June 30, 2023 and 2022. At June 30, 2023 and 2022, the Diocese's interest in the Catholic Foundation of the Diocese of Lansing was \$10,319,891 and \$4,869,761, respectively, related to endowments in which the Diocese is the specified beneficiary. Included in the current year balance is a new beneficial interest in the net assets of the Albers' Trust endowment, held by the Catholic Foundation of the Diocese of Lansing of approximately \$4.3 million, which is restricted in perpetuity. The change in corpus and accumulated earnings above corpus of these endowments are reflected in donor-restricted net assets.

**Note 7 - Net Asset Transfers**

Effective July 1, 2022, the Diocese transferred all net assets related to cemetery operations to Diocese of Lansing Cemeteries, Inc., consisting of cash and cash equivalents, investments, accounts receivable, inventory, unrecovered cost of crypts and niches, undeveloped burial ground, prepaid expenses, property and equipment, accounts payable and accrued liabilities, and preneed deferred revenue. The total net assets transferred to Diocese of Lansing Cemeteries, Inc. was \$5,589,060.

June 30, 2023 and 2022

**Note 8 - Self-insurance**

The Diocese participates in a self-insurance plan (the "Insurance Plan") with other Michigan dioceses for workers' compensation, liability, and property coverage. The Insurance Plan is managed by the Michigan Catholic Conference, and claims are administered by a third-party administrator. Initial losses of up to \$1,000,000 for workers' compensation, \$1,000,000 for liability, and \$1,500,000 for property per occurrence are the direct responsibility of the Insurance Plan. Premiums paid to the Insurance Plan by the Diocese are recorded in the expenses of the Protected Loss Activities Fund.

The Insurance Plan's specific reinsurance carrier is responsible for all claims in excess of \$1,000,000 for workers' compensation, \$1,000,000 for liability, and \$1,500,000 for property per occurrence, as well as property losses up to a limit of \$100,000,000 per occurrence for workers' compensation, \$80,000,000 per occurrence for liability, and \$260,000,000 per occurrence for property. The Diocese, along with the other dioceses included in the Insurance Plan, is contingently liable for claims in excess of these amounts. The Diocese has not recorded any contingencies on its balance sheet related to the MCC insurance plan.

The Diocese is authorized by the Michigan Department of Insurance and Financial Services to self-insure no-fault risk for certain vehicles for the 12-month certification periods ended June 30, 2023 and 2022. An authorized self-insurer is required to establish a fully funded loss reserve to pay claims that are anticipated in or submitted for payment during the certification period to pay claims that have been incurred and submitted before then but have not yet been paid. The loss reserve for the Diocese has been determined by a qualified actuary and fully funded as of the commencement of the current certification period.

**Note 9 - Functional Expenses**

The Diocese provides various services to its members. Expenses related to providing these services are as follows for the year ended June 30, 2023:

	Program Services	Management and General	Total
Salaries and benefits	\$ 3,592,093	\$ 1,261,368	\$ 4,853,461
Tuition expense	874,806	1,044	875,850
Assessments	124,052	-	124,052
Subsidies - Grants	9,819,373	-	9,819,373
Office expenses	1,663,807	330,210	1,994,017
Property and equipment	257,974	453,703	711,677
Ministerial programming	1,197,768	-	1,197,768
Depreciation	231,612	145,674	377,286
Treasury management interest expense	54,804	-	54,804
Total	<u>\$ 17,816,289</u>	<u>\$ 2,191,999</u>	<u>\$ 20,008,288</u>



**Note 9 - Functional Expenses (Continued)**

Expenses related to providing services are as follows for the year ended June 30, 2022:

	Program Services	Management and General	Total
Salaries and benefits	\$ 4,319,645	\$ 1,104,980	\$ 5,424,625
Tuition expense	870,645	-	870,645
Assessments	124,204	-	124,204
Subsidies - Grants	3,185,714	-	3,185,714
Office expenses	1,459,060	240,811	1,699,871
Property and equipment	890,771	462,172	1,352,943
Cemetery cost of goods sold	265,267	-	265,267
Ministerial programming	748,651	179,306	927,957
Depreciation	310,155	76,785	386,940
Treasury management interest expense	44,547	-	44,547
Total	<u>\$ 12,218,659</u>	<u>\$ 2,064,054</u>	<u>\$ 14,282,713</u>

**Note 10 - Multiemployer Pension Plans**

The Diocese participates in the Michigan Catholic Conference Lay Employees Retirement Plan (the "Plan"), a multiemployer defined benefit pension plan that covers substantially all lay employees. The plan number and employer identification number of the Plan is 20-1769136.

Contributions to the Plan were approximately \$264,000 and \$333,000 for the years ended June 30, 2023 and 2022, respectively. Contributions to the Plan are based on a percentage (8.6 percent for June 30, 2023 and 2022) of covered employees' wages. Based on information as of June 30, 2023, the year end of the Plan, and June 30, 2022, the Diocese's contributions to the Plan did not represent more than 5 percent of the total contributions received by the Plan.

The financial risks of participating in multiemployer plans are different from single-employer defined benefit pension plans in the following respects:

- Assets contributed to the multiemployer plan by one employer may be used to provide benefits to employees of other participating employers.
- If a participating employer discontinues contributions to a plan, the unfunded obligations of the plan may be borne by the remaining participating employers.
- If a participating employer chooses to stop participating in a plan, a withdrawal liability may be created based on the unfunded vested benefits for all employees in the plan.



June 30, 2023 and 2022

### Note 10 - Multiemployer Pension Plans (Continued)

Specific plan information for the Diocese is not available from the Plan's administrator. If the Diocese withdraws its participation in the Plan, the Diocese would be responsible for making a contribution for its proportional share of any unfunded liability. The withdrawal liability would be calculated by the actuaries, as outlined in the plan document at the time of withdrawal. The following information is based on the financial statements of the Plan as of June 30, 2023:

	Michigan Catholic Conference Lay Employees Retirement Plan
Total plan assets	\$ 1,332,401,886
Actuarial present value of accumulated plan benefits as of July 1, 2022	\$ 1,497,570,057
Total contributions received by the Plan	\$ 30,157,396
Indicated level of funding	88.97 %

### Note 11 - Contingent Liabilities

The Diocese is contingently liable in respect to litigation and claims incidental to the ordinary course of its operations. In the opinion of management, based on its consultation with legal counsel, the amount of loss, if any, is unknown at this time. Therefore, no provision has been made in the accompanying financial statements for losses that might result from the ultimate disposition of these matters.

### Note 12 - Liquidity and Availability of Resources

The following reflects the Diocese's financial assets as of June 30, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date:

	2023	2022
Cash and cash equivalents	\$ 6,695,186	\$ 4,127,451
Michigan no-fault self-insurance loss reserve	51,606	39,619
Accounts receivable - Net of allowances	700,189	1,450,305
Investments	7,070,097	12,883,377
Deposited in Parish Savings and Loan Trust	-	5,552,084
Invested in Catholic Foundation Agency Fund	-	4,296,495
Interest in net assets of Catholic Foundation of the Diocese of Lansing	16,091,550	11,392,119
Financial assets - At year end	30,608,628	39,741,450
Less those unavailable for general expenditures within one year due to:		
Contractual or donor-imposed restrictions:		
Donor-restricted corpus associated with interest in net assets of the Catholic Foundation of the Diocese of Lansing	9,033,568	4,706,726
Restricted by donor with time or purpose restrictions	1,331,152	6,962,850
Contractually restricted Michigan no-fault self-insurance loss reserve	51,606	39,619
Long-term portion of cemetery accounts receivable	-	648,143
Contractually restricted cemetery escrow investment	-	2,899,610
Board designations	-	3,220,329
Financial assets available to meet cash needs for general expenditures within one year	\$ 20,192,302	\$ 21,264,173

**June 30, 2023 and 2022**

**Note 12 - Liquidity and Availability of Resources (Continued)**

None of these financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the balance sheet date.

The Diocese has a goal to maintain financial assets, which consist of cash and short-term investments, on hand to meet six months of normal operating expenses, which are, on average, approximately \$10,000,000 and \$6,900,000 at June 30, 2023 and 2022, respectively. The Diocese has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Diocese invests cash in excess of daily requirements in various short-term investments, including money market and short-term treasury instruments.

The Diocese also realizes there could be unanticipated liquidity needs.

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## Additional Information

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### Independent Auditor's Report on Additional Information

To the Most Reverend Earl A. Boyea  
Catholic Diocese of Lansing

We have audited the financial statements of the Catholic Diocese of Lansing as of and for the years ended June 30, 2023 and 2022 and have issued our report thereon dated April 15, 2024, which contained an unmodified opinion on those financial statements.

Our audits were performed for the purpose of forming an opinion on the financial statements as a whole. The schedules on pages 19 through 30 are presented for the purpose of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

#### ***Emphasis of Matter***

As described in Note 1 to the financial statements, the financial statements being presented are only for funds for which the Catholic Diocese of Lansing retains operational control and do not reflect the assets, liabilities, and results of operations of parishes, schools, and other diocesan organizations.

A handwritten signature in black ink that reads "Plante & Moran, PLLC".

April 15, 2024

**Central Services Fund  
Balance Sheet**

**June 30, 2023 and 2022**

	<u>2023</u>	<u>2022</u>
<b>Assets</b>		
Due from Treasury Management Fund	5,206,548	3,761,903
Accounts receivable - Net of allowance	89,374	401,490
Prepaid expenses	372,390	243,080
Interest in net assets of the Catholic Foundation of the Diocese of Lansing	<u>5,771,659</u>	<u>6,522,358</u>
Total assets	<b><u>\$ 11,439,971</u></b>	<b><u>\$ 10,928,831</u></b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable and accrued liabilities	843,903	443,305
Due to other funds	606,892	-
Unremitted collections	<u>3,106</u>	<u>13,366</u>
Total liabilities	1,453,901	456,671
<b>Net Assets</b>		
Without Donor Restriction - Undesignated	4,214,411	3,949,802
With Donor Restriction	<u>5,771,659</u>	<u>6,522,358</u>
Total net assets	<u>9,986,070</u>	<u>10,472,160</u>
Total liabilities and net assets	<b><u>\$ 11,439,971</u></b>	<b><u>\$ 10,928,831</u></b>

# Central Services Fund

## Statement of Activities and Changes in Net Assets

June 30, 2023 and 2022

	2023	2022
<b>Changes in Net Assets without Donor Restriction</b>		
Revenue:		
Diocesan assessments	\$ 2,792,007	\$ 2,712,327
Interest	134,330	-
Bequests and donations	112,244	248,784
Program and project receipts:		
Catholic Charities	-	10,000
Finance, Stewardship, and Human Resources	445,265	542,171
Disciple, Formation, Evangelization, and Catechesis	164,935	143,668
Clergy, Religious, and Seminarians	372,706	156,605
Chancery services and Communications	282,228	480
Catholic Education	35,904	112,804
Grants, assessments, and other	2,859	33,043
Total revenue	4,342,478	3,959,882
Net assets released from restriction - DSA and Seminarian campaigns released from restriction	5,681,308	6,129,447
Total revenue and net assets released from restriction	10,023,786	10,089,329
Expenses:		
Chancery services and Communications	2,160,542	1,518,411
Catholic Charities	803,232	728,073
Catholic Education	657,706	663,368
Finance, Stewardship, and Human Resources	2,651,507	1,910,379
Disciple, Formation, Evangelization, and Catechesis	1,610,062	2,180,327
Clergy, Religious, and Seminarians	1,975,912	2,324,176
Total expenses	9,858,961	9,324,734
<b>Increase in Net Assets without Donor Restriction - Before other changes</b>	164,825	764,595
<b>Other Changes in Net Assets without Donor Restriction</b>		
Bad debt recovery	9,644	138,599
Transfers between funds	90,140	(712,320)
<b>Increase in Net Assets without Donor Restriction</b>	264,609	190,874
<b>Changes in Net Assets with Donor Restriction</b>		
Change in interest in net assets of the Catholic Foundation of the Diocese of Lansing	5,873,197	6,264,318
Transfers between funds	(942,588)	-
DSA and Seminarian campaigns release from restriction	(5,681,308)	(6,129,447)
<b>(Decrease) Increase in Net Assets with Donor Restriction</b>	(750,699)	134,871
<b>(Decrease) Increase in Net Assets</b>	(486,090)	325,745
<b>Net Assets - Beginning of year</b>	10,472,160	10,146,415
<b>Net Assets - End of year</b>	<b>\$ 9,986,070</b>	<b>\$ 10,472,160</b>

Cemetery Fund  
Balance Sheet

June 30, 2023 and 2022

	2023	2022
<b>Assets</b>		
Cash and cash equivalents	\$ -	\$ 294,367
Invested in Parish Savings and Loan Trust	-	3,220,329
Accounts receivable - Net of allowance	-	980,625
Cemetery inventory	-	61,413
Prepaid expenses	-	(18,658)
Unrecovered cost of crypts and niches	-	1,313,688
Undeveloped burial ground	-	85,000
Investments	-	2,899,610
Equipment and real estate:		
Equipment	-	461,845
Real estate:		
Land and buildings	-	1,618,257
Accumulated depreciation	-	(1,490,221)
Net equipment and real estate	-	589,881
Total assets	<u>\$ -</u>	<u>\$ 9,426,255</u>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable and accrued liabilities	\$ -	\$ 140,821
Cemetery pre-need deferred revenue	-	3,696,374
Total liabilities	-	3,837,195
<b>Net Assets</b>		
Without Donor Restriction - Designated	-	5,580,197
With Donor Restriction	-	8,863
Total net assets	-	5,589,060
Total liabilities and net assets	<u>\$ -</u>	<u>\$ 9,426,255</u>

# Cemetery Fund

## Statement of Activities and Changes in Net Assets

June 30, 2023 and 2022

	2023	2022
<b>Changes in Net Assets without Donor Restriction</b>		
Revenue:		
General receipts	\$ -	\$ (19,962)
Products and services	-	1,651,319
Investment and other income	-	98,204
Total revenue	-	1,729,561
Expenses:		
Product costs	-	265,267
Operational costs	-	1,391,076
Total expenses	-	1,656,343
<b>Increase in Net Assets without Donor Restriction - Before other changes</b>	-	73,218
<b>Other Changes in Net Assets without Donor Restriction-</b>		
Net asset transfer to Diocese of Lansing Cemeteries, Inc.	(5,580,197)	221,710
Loan forgiveness	-	75,000
Bad debt expense	-	(82,922)
<b>Increase in Net Assets without Donor Restriction</b>	(5,580,197)	287,006
<b>Changes in Net Assets with Donor Restrictions</b>		
Net asset transfer to Diocese of Lansing Cemeteries, Inc.	(8,863)	-
<b>Decrease in Net Assets</b>	(5,589,060)	287,006
<b>Net Assets - Beginning of year</b>	5,589,060	5,302,054
<b>Net Assets - End of year</b>	<b>\$ -</b>	<b>\$ 5,589,060</b>



**Protected Loss Activities Fund  
Balance Sheet****June 30, 2023 and 2022**

	2023	2022
<b>Assets</b>		
Due from other funds	\$ 57,198	\$ 79,608
Accounts receivable - Net of allowance	97,368	78,805
Prepaid expenses	60,237	57,270
Michigan no-fault self-insurance loss reserve	51,606	39,619
Total assets	<b>\$ 266,409</b>	<b>\$ 255,302</b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable	\$ 62,623	\$ 122,384
Due to Treasury Management	\$ 70,869	\$ -
Total liabilities	133,492	122,384
<b>Net Assets without Donor Restriction - Designated</b>	132,917	132,918
Total liabilities and net assets	<b>\$ 266,409</b>	<b>\$ 255,302</b>

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**Protected Loss Activities Fund**  
**Statement of Activities and Changes in Net Assets**

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**June 30, 2023 and 2022**

	<u>2023</u>	<u>2022</u>
<b>Revenue</b>		
Participant premiums	\$ 689,136	\$ 653,926
Other income	133,270	131,404
Distribution from related entity	<u>-</u>	<u>1,468,000</u>
Total revenue	822,406	2,253,330
<b>Expenses</b> - Insurance service fees and other	<u>883,218</u>	<u>1,274,417</u>
<b>(Decrease) Increase in Net Assets</b> - Before other changes	(60,812)	978,913
<b>Other Changes in Net Assets</b>		
Transfer between funds	<u>60,811</u>	<u>(943,876)</u>
<b>Decrease in Net Assets</b>	(1)	35,037
<b>Net Assets</b> - Beginning of year	<u>132,918</u>	<u>97,881</u>
<b>Net Assets</b> - End of year	<u><b>\$ 132,917</b></u>	<u><b>\$ 132,918</b></u>

## Catholic Diocese of Lansing

### Plant Fund Balance Sheet

June 30, 2023 and 2022

	2023	2022
<b>Assets</b>		
Due from other funds	\$ 327,138	\$ -
Equipment and real estate:		
Equipment	525,429	525,429
Real estate:		
Land and buildings	11,562,575	11,196,136
Future sites	265,391	265,391
Accumulated depreciation	(6,489,099)	(6,111,813)
Net equipment and real estate	5,864,296	5,875,143
Total assets	<u><b>\$ 6,191,434</b></u>	<u><b>\$ 5,875,143</b></u>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable	\$ 112,088	\$ -
Due to Treasury Management	\$ 267,410	\$ -
Total liabilities	379,498	-
<b>Net Assets without Donor Restriction - Designated</b>	<u>5,811,936</u>	<u>5,875,143</u>
Total liabilities and net assets	<u><b>\$ 6,191,434</b></u>	<u><b>\$ 5,875,143</b></u>

Statement of Activities and Changes in Net Assets

June 30, 2023 and 2022

	2023	2022
<b>Revenue</b>		
Gain (loss) on dispositions	\$ -	135,294
Net revenue	-	135,294
<b>Expenses</b>		
Depreciation	377,286	328,470
Repairs and maintenance	-	3,205
Equipment	15,124	1,959
Total expenses	392,410	333,634
<b>Decrease in Net Assets - Before other changes</b>	(392,410)	(198,340)
<b>Other Changes in Net Assets</b>		
Transfer between funds	329,203	(73,298)
<b>Decrease in Net Assets</b>	(63,207)	(271,638)
<b>Net Assets - Beginning of year</b>	5,875,143	6,146,781
<b>Net Assets - End of year</b>	<b>\$ 5,811,936</b>	<b>\$ 5,875,143</b>

**Treasury Management Fund  
Balance Sheet****June 30, 2023 and 2022**

	<u>2023</u>	<u>2022</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 6,695,186	\$ 3,833,084
Investments	7,070,097	9,983,767
Due from related parties	88,229	-
Due from other funds	<u>338,279</u>	<u>-</u>
Total assets	<b><u>\$ 14,191,791</u></b>	<b><u>\$ 13,816,851</u></b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable and accrued liabilities	\$ -	\$ 369,519
Deposits	<u>14,191,791</u>	<u>13,447,332</u>
Total liabilities	14,191,791	13,816,851
<b>Net Assets without Donor Restriction - Designated</b>	<u>-</u>	<u>-</u>
Total liabilities and net assets	<b><u>\$ 14,191,791</u></b>	<b><u>\$ 13,816,851</u></b>

# Treasury Management Fund

## Statement of Activities and Changes in Net Assets

June 30, 2023 and 2022

	2023	2022
<b>Revenue</b>		
Interest	\$ 255,728	\$ 163,251
Dividends	191,808	85,362
Net realized and unrealized loss on investments	(64,120)	(481,025)
Total revenue	383,416	(232,412)
<b>Expenses</b>		
Distributions to depositors	348,536	(263,924)
Designated and self-supporting activity	34,980	107,662
Total expenses	383,516	(156,262)
<b>Decrease in Net Assets without Donor Restrictions - Before other changes</b>	(100)	(76,150)
<b>Other Changes in Net Assets without Donor Restrictions-</b>		
Transfers between funds	-	75,000
Bad debt recovery	100	1,150
<b>Change in Net Assets</b>	-	-
<b>Net Assets - Beginning of year</b>	-	-
<b>Net Assets - End of year</b>	\$ -	\$ -

**Designated & Restricted Gift Fund  
Balance Sheet**

**June 30, 2023 and 2022**

	<u>2023</u>	<u>2022</u>
<b>Assets</b>		
Due from Treasury Management Fund	\$ 8,985,243	\$ 9,605,821
Due from other funds	612,569	-
Deposited in Parish Savings and Loan Trust	-	2,331,755
Invested in Catholic Foundation Agency Fund	-	4,296,495
Contributions receivable	425,218	-
Interest in net assets of the Catholic Foundation of the Diocese of Lansing	10,319,891	4,869,761
Prepaid expenses	<u>496</u>	<u>-</u>
Total assets	<b><u>\$ 20,343,417</u></b>	<b><u>\$ 21,103,832</u></b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable and accrued liabilities	\$ 346,572	\$ 2,813
Unremitted collections	6,253	7,038
Due to other funds	390,013	-
Amounts due beneficiaries	<u>378,414</u>	<u>146,559</u>
Total liabilities	1,121,252	156,410
<b>Net Assets</b>		
Without Donor Restrictions	5,941,699	9,496,106
With Donor Restrictions	<u>13,280,466</u>	<u>11,451,316</u>
Total net assets	<u>19,222,165</u>	<u>20,947,422</u>
Total liabilities and net assets	<b><u>\$ 20,343,417</u></b>	<b><u>\$ 21,103,832</u></b>

Designated & Restricted Gift Fund  
Statement of Activities and Changes in Net Assets

June 30, 2023 and 2022

	2023	2022
<b>Changes in Net Assets without Donor Restrictions</b>		
Revenue:		
Interest	\$ 172,864	\$ 76
Bequests and donations	185,848	76,720
School assessment receipts	167,470	226,740
Program and project receipts	-	25,265
Total revenue	526,182	328,801
Net assets released from restrictions - Satisfaction of restriction	5,268,970	997,761
Total revenue and net assets released from restrictions	5,795,152	1,326,562
Expenses:		
Grants	8,436,949	1,640,417
Administrative expenses	346,966	284,430
Total expenses	8,783,915	1,924,847
<b>Decrease in Net Assets without Donor Restrictions -</b>		
Before other changes	(2,988,763)	(598,285)
<b>Other Changes in Net Assets without Donor Restrictions -</b>		
Other changes in net assets without donor restrictions	(85,490)	-
Transfers between funds	(480,154)	1,432,784
<b>(Decrease) Increase in Net Assets without Donor Restrictions</b>	(3,554,407)	834,499
<b>Changes in Net Assets with Donor Restrictions</b>		
Bequests and donations	323,066	247,318
Grant Income	434,901	25,809
Investment (loss) income	54,533	(216,221)
Change in interest in net assets of the Catholic Foundation of the Diocese of Lansing	5,257,542	(625,427)
Transfers between funds	942,588	-
DSA and Seminarian campaigns release from restriction	(400,000)	-
Other release from restrictions	(4,868,970)	(997,761)
<b>Increase (Decrease) in Net Assets with Donor Restrictions -</b>		
Before other changes	1,743,660	(1,566,282)
<b>Other Changes in Net Assets with Donor Restrictions -</b>	85,490	-
<b>Increase (Decrease) in Net Assets with Donor Restrictions</b>	1,829,150	(1,566,282)
<b>Decrease in Net Assets</b>	(1,725,257)	(731,783)
<b>Net Assets - Beginning of year</b>	20,947,422	21,679,205
<b>Net Assets - End of year</b>	<b>\$ 19,222,165</b>	<b>\$ 20,947,422</b>