DIOCESE OF VENICE IN FLORIDA, INC.

COMBINED FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2024 AND 2023

DIOCESE OF VENICE IN FLORIDA, INC.
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INDEPENDENT AUDITORS' REPORT

Most Reverend Frank J. Dewane, Bishop
Diocese of Venice in Florida, Inc.
Venice, Florida

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying combined financial statements of the Diocese of Venice in Florida, Inc. (a nonprofit organization), which comprise the combined statements of financial position as of June 30, 2024 and 2023, and the related combined statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the combined financial statements.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the financial position of the Diocese of Venice in Florida, Inc., as of June 30, 2024 and 2023, and the change in their net assets and their 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Diocese of Venice in Florida, Inc., 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 combined financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of combined financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

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

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

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Diocese of Venice in Florida, Inc.'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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Fort Myers, Florida
November 18, 2024

DIOCESE OF VENICE IN FLORIDA, INC.
COMBINED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2024 AND 2023

	2024	2023
ASSETS		
Cash and Cash Equivalents	$ 64,145,505	$ 63,267,370
Accounts Receivable, Net	1,289,425	3,344,639
Investments (Parishes and Diocesan)	172,591,955	137,686,779
Loans Receivable from Diocesan Entities, Net	34,194,705	34,528,070
Notes Receivable	475,182	465,735
Land, Buildings, and Equipment, Net	8,621,168	8,780,405
Other Assets	5,667,773	5,899,721
Land Held for Future Expansion	45,617,672	45,494,295
Total Assets	$ 332,603,385	$ 299,467,014
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable and Accrued Expenses	$ 2,432,260	$ 2,322,256
Insurance Claims Payable	1,295,700	953,224
Savings on Deposit from Diocesan Entities	140,768,459	137,958,804
Deferred Revenue	14,719,349	14,380,884
Funds Held for Others	4,598,798	5,656,146
Other Liabilities	10,742,871	662,608
Total Liabilities	174,557,437	161,933,922
NET ASSETS		
Without Donor Restrictions:		
Designated for Outreach	4,001,679	8,592,250
Designated Endowment	8,120,192	7,221,402
Designated for Land, Buildings, and Equipment	8,621,168	8,780,405
Designated for Future Expansion	45,617,672	45,494,295
Undesignated	88,988,174	64,747,677
Total Without Donor Restrictions	155,348,885	134,836,029
With Donor Restrictions:		
Purpose Restrictions	1,097,063	1,097,063
Endowment Fund	1,600,000	1,600,000
Total With Donor Restrictions	2,697,063	2,697,063
Total Net Assets	158,045,948	137,533,092
Total Liabilities and Net Assets	$ 332,603,385	$ 299,467,014

See accompanying Notes to Combined Financial Statements.

DIOCESE OF VENICE IN FLORIDA, INC.
COMBINED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING ACTIVITIES			
Support and Revenues:			
Parish Assessment/Catholic Faith Appeal	$ 13,704,691	$ -	$ 13,704,691
Program Revenue	30,519,773	-	30,519,773
Contributions	1,179,149	-	1,179,149
Investment Return	17,556,942	-	17,556,942
Loan Interest	1,313,910	-	1,313,910
Miscellaneous	294,148	-	294,148
Proceeds from Sale of Property	70,039	-	70,039
Other Property Program Revenue	250,358	-	250,358
Total Support and Revenues	64,889,010	-	64,889,010
Net Assets Released from Restrictions	-	-	-
Total Support and Revenues	64,889,010	-	64,889,010
Expenses:			
Program Services:			
Outreach Programs and Faith Formation	7,359,601	-	7,359,601
Mission and Apostolate Support	3,977,221	-	3,977,221
Catholic School Support	1,502,095	-	1,502,095
Vocations and Clergy Formation	769,674	-	769,674
Insurance Programs	21,772,741	-	21,772,741
Savings and Loan Program	2,143,656	-	2,143,656
Property Program	305,627	-	305,627
Total Program Service Expenses	37,830,615	-	37,830,615
Support Services:			
Temporal Services	5,721,152	-	5,721,152
Stewardship and Development	824,387	-	824,387
Total Support Service Expenses	6,545,539	-	6,545,539
Total Expenses	44,376,154	-	44,376,154
CHANGE IN NET ASSETS	20,512,856	-	20,512,856
Net Assets - Beginning of Year	134,836,029	2,697,063	137,533,092
NET ASSETS - END OF YEAR	$ 155,348,885	$ 2,697,063	$ 158,045,948

See accompanying Notes to Combined Financial Statements.

DIOCESE OF VENICE IN FLORIDA, INC.
COMBINED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
OPERATING ACTIVITIES			
Support and Revenues:			
Parish Assessment/Catholic Faith Appeal	$ 13,080,348	$ -	$ 13,080,348
Program Revenue	26,867,653	-	26,867,653
Contributions	1,131,994	-	1,131,994
Investment Return	8,981,182	-	8,981,182
Loan Interest	1,167,100	-	1,167,100
Miscellaneous	(82,369)	-	(82,369)
Proceeds from Sale of Property	2,741,373	-	2,741,373
Other Property Program Revenue	61,785	-	61,785
Total Support and Revenues	53,949,066	-	53,949,066
Net Assets Released from Restrictions	-	-	-
Total Support and Revenues	53,949,066	-	53,949,066
Expenses:			
Program Services:			
Outreach Programs and Faith Formation	9,557,672	-	9,557,672
Mission and Apostolate Support	3,435,653	-	3,435,653
Catholic School Support	1,933,294	-	1,933,294
Vocations and Clergy Formation	766,962	-	766,962
Insurance Programs	19,472,271	-	19,472,271
Savings and Loan Program	1,975,019	-	1,975,019
Property Program	273,956	-	273,956
Total Program Service Expenses	37,414,827	-	37,414,827
Support Services:			
Temporal Services	4,870,427	-	4,870,427
Stewardship and Development	727,641	-	727,641
Total Support Service Expenses	5,598,068	-	5,598,068
Total Expenses	43,012,895	-	43,012,895
CHANGE IN NET ASSETS	10,936,171	-	10,936,171
Net Assets - Beginning of Year	123,899,858	2,697,063	126,596,921
NET ASSETS - END OF YEAR	$ 134,836,029	$ 2,697,063	$ 137,533,092

See accompanying Notes to Combined Financial Statements.

DIOCESE OF VENICE IN FLORIDA, INC.
COMBINED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2024

	Program Activities								Supporting Activities		
	Outreach Programs and Faith Formation	Mission and Apostolate Support	Catholic School Support	Vocations and Clergy Formation	Insurance Programs	Savings and Loan Program	Property Program	Total Program	Temporal Services	Fundraising	Total Expenses
Personnel Costs	$ 1,351,193	$ 654,417	$ -	$ 256,447	$ (1,169,869)	$ -	$ -	$ 1,092,188	$ 3,610,690	$ 338,383	$ 5,041,261
Professional Fees	359,612	3,696	-	61,773	929,390	-	-	1,354,471	536,082	5,381	1,895,934
Occupancy	444,635	212,632	-	-	-	-	305,627	962,894	(73,080)	77,327	967,141
Travel	97,554	-	-	890	5,583	-	-	104,027	72,556	2,404	178,987
Conferences	497,752	1,000	-	50,980	1,712	-	-	551,444	29,122	56,697	637,263
Grants and Assistance	522,901	185,030	-	334,313	-	-	-	1,042,244	4,000	-	1,046,244
Payments to Affiliates	3,809,951	2,949,758	1,499,000	55,402	-	-	-	8,314,111	456,970	-	8,771,081
Office Expense	201,872	37	-	4,566	-	-	-	206,475	529,251	2,500	738,226
Other Expenses	10,243	(29,349)	3,095	3,456	211,711	-	-	199,156	256,076	-	455,232
Advertising and Promotion	63,888	-	-	1,800	-	-	-	65,688	26,664	341,695	434,047
Depreciation	-	-	-	-	-	-	-	-	293,737	-	293,737
Interest Expense	-	-	-	-	-	2,920,263	-	2,920,263	(9,492)	-	2,910,771
Insurance Administrative	-	-	-	47	614,845	-	-	614,892	2,075	-	616,967
Reinsurance Premiums	-	-	-	-	10,259,071	-	-	10,259,071	-	-	10,259,071
Insurance Claims Expense	-	-	-	-	10,920,298	-	-	10,920,298	-	-	10,920,298
Doubtful Accounts	-	-	-	-	-	(776,607)	-	(776,607)	(13,499)	-	(790,106)
Total	$ 7,359,601	$ 3,977,221	$ 1,502,095	$ 769,674	$ 21,772,741	$ 2,143,656	$ 305,627	$ 37,830,615	$ 5,721,152	$ 824,387	$ 44,376,154

See accompanying Notes to Combined Financial Statements.

DIOCESE OF VENICE IN FLORIDA, INC.
COMBINED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2023

	Program Activities								Supporting Activities		
	Outreach Programs and Faith Formation	Mission and Apostolate Support	Catholic School Support	Vocations and Clergy Formation	Insurance Programs	Savings and Loan Program	Property Program	Total Program	Temporal Services	Fundraising	Total Expenses
Personnel Costs	$ 1,142,267	$ 450,267	$ -	$ 8,078	$ -	$ -	$ -	$ 1,600,612	$ 2,760,923	$ 279,601	$ 4,641,136
Professional Fees	490,245	(4,400)	-	37,830	1,014,974	-	36	1,538,685	379,136	4,642	1,922,463
Occupancy	357,322	152,376	(14,849)	31,215	-	-	273,920	799,984	(82,233)	59,831	777,582
Travel	124,396	6,078	-	3,213	-	-	-	133,687	58,981	2,900	195,568
Conferences	908,868	500	-	35,935	-	-	-	945,303	34,249	132,089	1,111,641
Grants and Assistance	315,562	99,285	-	588,184	-	-	-	1,003,031	8,764	-	1,011,795
Payments to Affiliates	5,959,357	2,684,391	1,930,000	51,480	-	-	-	10,625,228	416,084	-	11,041,312
Office Expense	169,454	-	16,066	2,304	1,447	-	-	189,271	476,953	2,019	668,243
Other Expenses	66,241	46,478	2,077	4,358	185,269	-	-	304,423	91,112	-	395,535
Advertising and Promotion	23,960	-	-	3,340	-	-	-	27,300	14,622	246,559	288,481
Depreciation	-	-	-	-	-	-	-	-	260,649	-	260,649
Interest Expense	-	-	-	-	57,776	1,547,040	-	1,604,816	236,010	-	1,840,826
Insurance Administrative	-	-	-	1,025	638,191	-	-	639,216	-	-	639,216
Reinsurance Premiums	-	-	-	-	8,445,891	-	-	8,445,891	-	-	8,445,891
Insurance Claims Expense	-	-	-	-	9,128,723	-	-	9,128,723	-	-	9,128,723
Doubtful Accounts	-	678	-	-	-	427,979	-	428,657	215,177	-	643,834
Total	$ 9,557,672	$ 3,435,653	$ 1,933,294	$ 766,962	$ 19,472,271	$ 1,975,019	$ 273,956	$ 37,414,827	$ 4,870,427	$ 727,641	$ 43,012,895

See accompanying Notes to Combined Financial Statements.

DIOCESE OF VENICE IN FLORIDA, INC.
COMBINED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2024 AND 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	$ 20,512,856	$ 10,936,171
Adjustments to Reconcile Change in Net Assets to Net Cash Net Cash Provided by Operating Activities:		
Depreciation	293,737	260,649
Provision for Doubtful Accounts, Net of Recoveries	(790,107)	643,834
Net Realized and Unrealized (Gains) Losses on Investments	(11,811,569)	(4,662,309)
Gain on Sale of Land Held for Future Expansion	(70,039)	(2,741,373)
(Increase) Decrease in:		
Accounts Receivable	2,068,713	(2,304,196)
Accrued Interest Receivable	307,755	(14,116)
Other Assets	231,948	(1,770,793)
Accrued Interest on Notes Receivable	(4,661)	(4,448)
Increase (Decrease) in:		
Accounts Payable and Other Liabilities	110,004	(372,875)
Insurance Claims Payable	342,476	(1,416,676)
Deferred Revenue	338,465	1,738,688
Funds Held for Others	(1,057,348)	1,205,064
Other Liabilities	10,080,263	632,043
Net Cash Provided by Operating Activities	20,552,493	2,129,663
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Land, Buildings, and Equipment	(134,500)	(280,241)
Proceeds from Sales of Land Held for Future Expansion	2,844,167	3,158,067
Net Decrease in Loans Receivable	802,218	966,101
Purchases of Land Held for Future Expansion	(2,897,505)	(240,537)
Loans Made to Diocesan Entities	(22,000)	(225,040)
Collections on Notes Receivable	17,214	16,989
Proceeds from Sales and Maturities of Investments	257,289,521	110,298,671
Purchase of Investments	(280,383,128)	(111,942,515)
Net Cash Provided (Used) by Investing Activities	(22,484,013)	1,751,495
CASH FLOWS FROM FINANCING ACTIVITIES		
Net Increase in Savings on Deposit	2,809,655	6,806,326
Proceeds from (Payments on) Line of Credit	-	(7,688,225)
Net Cash Provided (Used) by Financing Activities	2,809,655	(881,899)
NET INCREASE IN CASH AND CASH EQUIVALENTS	878,135	2,999,259
Cash and Cash Equivalents - Beginning of Year	63,267,370	60,268,111
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 64,145,505	$ 63,267,370
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash Paid for Interest	$ 2,910,771	$ 1,840,826

See accompanying Notes to Combined Financial Statements.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Diocese of Venice in Florida was established by Pope Saint John Paul II in 1984 from parts of the Archdiocese of Miami, Diocese of Orlando, and the Diocese of St. Petersburg, and is geographically comprised of the 10 counties of southwest Florida. The Chancery offices of the Diocese conduct business through the Diocese of Venice in Florida, Inc. (the Catholic Center), which consists of the Office of the Bishop and his Curia or support staff, who minister to parishes, schools, and other institutions within the geographical Diocese of Venice in Florida. The Catholic Center's accounts do not include the assets, liabilities, net assets, revenues, or expenses of parishes, missions, schools, Catholic Charities of the Diocese of Venice, and affordable housing units, among others. Certain institutions within the geographical Diocese of Venice are separately incorporated as nonprofit corporations under the laws of the state of Florida. The Catholic Center does include assets, liabilities, net assets, revenues, and expenses of the outreach and support service programs that are under the direct administrative operations of the Catholic Center.

His Excellency, Most Reverend Frank J. Dewane, in his capacity as Bishop, holds title to real property within the geographical Diocese including its parishes, missions, schools, and certain institutions under both the laws of the state of Florida and the laws of the Roman Catholic Church in trust for these entities. He is empowered under both civil and Ecclesiastical law to receive and hold title to real property, administer all real property, and to dispose of all real property of each and every entity in the geographical Diocese, for the benefit and use of those entities. Deeds for all real property for parishes and schools are in the name of "Frank J. Dewane as Bishop of the Diocese of Venice in Florida, His Successors in Office, a corporation sole." A corporation sole is not a statutory corporation. It exists under the common law doctrine that is recognized in the state of Florida by Florida Statute §2.01. Authority is referenced to Reid v. Barry, 112 So.846 (Fla). Under the doctrine, the Bishop "solely" is the corporation and is the only interested person. Since it is not a statutory corporation, there are no articles of incorporation, by-laws, or any officers or directors. Real property assets held by the Corporation Sole in trust for the Catholic Center are included in the accompanying combined financial statements.

The assets, liabilities, net assets, revenues, and expenses of the Employee Benefits Trust are included in the accompanying combined financial statements. The purpose of the Employee Benefits Trust is to hold in trust funds received from Diocesan entities within the Diocese of Venice in Florida, Inc. to be pooled for employee benefit programs. This program is governed by trustees and administered by the Catholic Center.

The assets, liabilities, net assets, revenues, and expenses of the Insurance Trust are included in the accompanying combined financial statements. The purpose of the Insurance Trust is to hold in trust funds received from Diocesan entities within the Diocese of Venice in Florida, Inc. to be used to provide insurance coverage, insuring such entities from liabilities and risks of loss. This program is governed by trustees and administered by the Catholic Center.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Nature of Organization (Continued)

The assets, liabilities, net assets, revenues, and expenses of Trinity Real Estate Trust are included in the accompanying combined financial statements. This property-revolving program is governed by a trustee and administered by the Catholic Center. Its purpose is to hold and manage real property held for future expansion of parishes and schools within the geographical Diocese along with expendable resources designated for real property acquisitions.

The assets, liabilities, net assets, revenues, and expenses of Diocese of Venice Savings and Loan Trust Fund are included in the accompanying combined financial statements. This cooperative savings and loan program is governed by trustees and administered by the Catholic Center in trust for entities within the geographical Diocese. Its purpose is to manage deposits of medium to long-term funds and also to issue loans to participating members, primarily for construction projects.

The assets, liabilities, net assets, revenues, and expenses of All Saints Catholic Cemetery, Inc. are included in the accompanying combined financial statements. Its current purpose is to hold and manage real property for a future Catholic cemetery in Sarasota, Florida.

The Catholic Center receives financial support from and provides financial support and services to approximately 86 parishes and schools in the geographical Diocese of Venice in Florida. In addition, under Canon Law, subject to certain specific restrictions, the Bishop of the Diocese is responsible for canonical oversight of all diocesan assets for the purpose of fulfilling the ministerial purposes of the Catholic Church.

Basis of Presentation

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

Without Donor Restrictions – Net assets available for use in general operations and not subject to donor restrictions. Included herein are net assets designated for specific programs based upon the nature and types of programs. Such designations are subject to change.

With Donor Restrictions – Those resources subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Liquidity

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

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 combined financial statements. Estimates also affect the reported amounts of revenue and expense during the reporting period. Actual results could differ from those estimates. Significant items subject to such estimates include the allowances for doubtful loans and the reserves for insurance claims.

Cash and Cash Equivalents

For purposes of the combined statements of cash flows, the Catholic Center considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

The Catholic Center places its cash with financial institutions. At times, such cash balances may be in excess of federally insured limits.

Investments

Investments in marketable securities with readily determinable fair values and investments in debt and other securities are reported at fair value in the combined statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying combined statements of activities.

Receivables

Receivables are stated at the amount management expects to collect from outstanding balances. The Catholic Center uses the allowance method of accounting for credit losses, which is based on management judgment using historical information. Additions to the allowance are based on several factors which include, but are not limited to, analytical review of loss experience in relation to outstanding receivables, a continuing review of economically disadvantaged and other parishes which are currently unable to meet their financial obligations, and overall adequacy of collateral on the existing receivable balances.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Land, Buildings, and Equipment, Net

All land, buildings, and equipment of the Catholic Center are recorded at their historical cost. Donated assets are recorded at fair market value at the date of the gift. Donated assets are treated as unrestricted in the absence of stipulations by the donor about how long the asset may be used. All maintenance and repair of assets are charged to operations as incurred. Depreciation of buildings and equipment is provided for by charges to operations using straight-line methods over the estimated useful lives ranging from 3 to 40 years. All land, buildings, and equipment are capitalized unless the asset has a value less than $5,000 in which case it is expensed in the period incurred.

Land Held for Future Expansion

The Catholic Center purchases real estate for the purpose of providing future parish sites. The property is recorded at cost and the related real estate taxes, maintenance, legal, and other costs are expensed as incurred. Proceeds from the sale of land held for future expansion are designated for future property acquisitions.

Split-Interest Agreements

The Catholic Center from time to time is named residual beneficiary of certain charitable remainder trusts. In addition, the Catholic Center is a named beneficiary for bequests under existing will and trust instruments. The assets of these trusts and bequests are not included in the combined statements of financial position of the Catholic Center because the designation of ultimate beneficiary is revocable at the discretion of the grantor/testator.

Annuity Obligations

The Catholic Center is obligated under charitable gift annuity agreements. The obligations were calculated based on actuarial assumptions and the fair values at the dates of receipt. The Catholic Center has recorded a gift annuity obligation equal to the present value of the total anticipated future payments to the beneficiaries. Gains or losses resulting from changes in actuarial assumptions are included in the combined statements of activities.

Donated Materials and Services

Donated materials are recorded as contributions at their estimated fair value at the date of receipt. The Catholic Center has adopted a policy which recognizes donated services provided by individuals possessing specialized skills which would typically need to be purchased if not provided by donation. No such services were donated during the years ended June 30, 2024 and 2023. Many volunteers have donated their time to Diocesan program services and administrative functions performing tasks that do not require specialized skills.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenue Recognition

Contributions are recognized when the donor makes the donation to the Catholic Center. All donor-restricted contributions are reported as increases in with or without donor restricted net assets depending on the nature of the restrictions. Contributions with donor restrictions are reported as net assets with donor restrictions and are then reclassified to net assets without donor restrictions upon expiration of the time or use restriction in the combined statements of activities. However, contributions with donor restrictions whose restrictions are met in the same reporting period are shown as net assets without donor restrictions.

Parish assessments primarily fund the various outreach programs of the Catholic Center. Assessments are based on a standard formula, which is largely based on parish offertory income. The assessment goals are issued to parishes each January for the fiscal year starting in July. All receipts received after the goal is issued and prior to the start of the fiscal year are recorded as deferred revenue.

All Diocesan entities, including parishes and schools, are required to participate in the insurance programs that are administered through the Self Insurance and Employee Benefit Programs. Participating individuals and entities are charged premiums based upon the estimated costs of the programs, including insurance premiums paid for stop-loss coverage, self-insured claims expenses, and professional program administration.

All significant land sales to parishes are recorded under the installment method which apportions each cash receipt and principal payment by the buyer on debt assumed between cost recovered and profit. The apportionment is in the same ratio as total cost and total profit bear to the sales value.

Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Occupancy costs are allocated based on the department’s proportion of total head count for the Diocesan departments residing in the Catholic Center. Administrative expenses are allocated based upon the estimated time spent by administrative departments on the various funds.

Fair Value Measurement of Investments and Annuity Obligations

The Catholic Center categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of the inputs to the valuation technique used to determine fair value. Accounting standards emphasize that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions that market participants would use in pricing the asset or liability and establishes a fair value hierarchy. The fair value hierarchy consists of three levels of inputs that may be used to measure fair value as follows:

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurement of Investments and Annuity Obligations (Continued)

Level 1 – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities. The inputs include those traded on an active exchange, such as the New York Stock Exchange, as well as U.S. Treasury and other U.S. government and agency mortgage-backed securities that are traded by dealers or brokers in active over-the-counter markets.

Level 2 – Financial assets and liabilities are valued using inputs and quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data. Level 2 includes private collateralized mortgage obligations, certificates of deposit, municipal bonds, and corporate debt securities.

Level 3 – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset or inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset. Level 3 includes private equity, venture capital, hedge funds, and real estate.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to an assessment of the quality, risk, or liquidity profile of the asset or liability.

The Catholic Center also follows the fair value option for financial assets and liabilities standard. This standard allows entities the irrevocable option to elect fair value for the initial and subsequent measurement for certain financial assets and liabilities on a contract-by-contract basis. The Catholic Center has not elected to measure any newly acquired financial instruments at fair value at June 30, 2024, as permitted. However, the Catholic Center may elect to measure newly acquired financial instruments at fair value in the future.

Income Taxes

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Leases

The Catholic Center determines if an arrangement is a lease at inception. As of June 30, 2024 and 2023, the Catholic Center has not entered into any material leases. However, if an arrangement should be identified as a material lease, operating leases would be included in right-of-use (ROU) assets – operating and lease liability – operating, and finance leases would be included in right-of-use assets – financing and lease liability – financing in the statement of financial position.

ROU assets represent the Catholic Center's right to use an underlying asset for the lease term and lease liabilities represent the Catholic Center's obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Catholic Center will exercise that option. Lease expense for operating lease payments is recognized on a straight-line basis over the lease term. The Catholic Center has elected to recognize payments for short-term leases with a lease term of 12 months or less as expense as incurred and these leases will not be included as lease liabilities or ROU assets on the statement of financial position.

Individual lease contracts may not provide information about the discount rate implicit in the lease. In these instances, the Catholic Center has elected to use a risk-free discount rate determined using a period comparable with that of the lease term for computing the present value of the lease liabilities.

The Catholic Center has elected not to separate nonlease components from lease components and instead will account for each separate lease component and the nonlease component as a single lease component.

Subsequent Events

In preparing these financial statements, the Catholic Center has evaluated events and transactions for potential recognition or disclosure through November 18, 2024, the date the combined financial statements were available to be issued.

NOTE 2 LIQUIDITY AND AVAILABILITY

The Catholic Center regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. The Catholic Center has various sources of liquidity at its disposal, including cash and cash equivalents, marketable debt and equity securities, and lines of credit. See Note 9 for information about the Catholic Center's line of credit.

NOTE 2 LIQUIDITY AND AVAILABILITY (CONTINUED)

For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Catholic Center considers all expenditures related to its ongoing activities as described in Note 1 to be general expenditures. In addition to financial assets available to meet general expenditures over the next 12 months, the Catholic Center operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures.

The table below presents financial assets available for general expenditures within one year at June 30:

Financial Assets at Year-End:	2024	2023
Cash and Cash Equivalents	$ 64,145,505	$ 63,267,370
Accounts Receivable, Net	1,289,425	3,344,639
Money Market and CD	-	29,389,834
Investments	172,591,955	108,296,945
Loans Receivable	34,194,705	34,528,070
Notes Receivable	475,182	465,735
Total Financial Assets	272,696,772	239,292,593
Less Amounts Not Available to be Used Within One Year:		
Cash Held In Trust	60,662,117	59,058,029
Investments Held In Trust	108,762,366	81,948,361
Accounts Receivable Held in Trust	1,099,997	205,414
Loans Receivable Held in Trust	34,194,705	34,528,070
Funds Held for Others	15,238,628	5,656,146
Net Assets with Donor Restrictions	2,697,063	2,697,063
Net Assets Designated by Board Programs	4,001,679	8,592,250
Designated Investments Operating as Endowments	8,120,192	7,221,402
Financial Assets Not Available to be Used Within One Year	234,776,747	199,906,735
Financial Assets Available to Meet General Expenditures Within One Year	$ 37,920,025	$ 39,385,858

NOTE 3 ACCOUNTS RECEIVABLE

Accounts receivable consist of the following at June 30:

	2024	2023
Insurance Recovery	$ 1,099,997	$ 3,249,109
Other Receivables	297,732	411,681
Allowance for Credit Losses	(108,304)	(316,151)
Accounts Receivable, Net	$ 1,289,425	$ 3,344,639

During the years ended June 30, 2024 and 2023, credit loss (recovery) expense was recorded totaling $(13,499) and $215,855, respectively.

NOTE 4 INVESTMENTS

Investments consist of the following at June 30:

	2024	
	Market Value	Cost
Domestic Equities	$ 64,017,618	$ 42,406,248
Foreign Equities	13,911,039	12,368,496
Corporate Bonds	23,862,420	23,116,441
Government Bonds	69,090,278	68,436,360
Government Backed Securities	1,710,600	1,689,151
Total Investments	$ 172,591,955	$ 148,016,696

	2023	
	Market Value	Cost
Domestic Equities	$ 51,579,583	$ 38,834,798
Foreign Equities	12,384,404	11,454,144
Corporate Bonds	11,449,939	11,745,925
Government Bonds	56,752,815	56,934,628
Government Backed Securities	2,302,617	2,457,910
Mortgage Backed Securities	871,034	953,077
Exchange Traded Funds	2,346,387	2,244,554
Total Investments	$ 137,686,779	$ 124,625,036

Investment income earned and market value change on these investments consisted of the following for the years ended June 30:

	2024	2023
Interest and Dividends	$ 6,989,452	$ 4,785,936
Realized Gains (Losses), Net	248,910	(3,369,092)
Unrealized Gains (Losses), Net	10,673,229	8,031,401
Management Fees	(354,649)	(467,063)
Total Investment Return	$ 17,556,942	$ 8,981,182

NOTE 5 LOANS RECEIVABLE AND SAVINGS ON DEPOSIT (SAVINGS & LOAN TRUST FUND)

Loans receivable and savings on deposit represent loans to and deposits from Diocesan entities, respectively. They are held by the Diocese of Venice Savings and Loan Trust Fund which is established for the mutual benefit of its participants. The provision for doubtful loans receivable is estimated by management based on an analysis of outstanding loans and related accrued interest. During the years ended June 30, 2024 and 2023, credit (recovery) expense on loans was recorded totaling $(776,608) and $427,979, respectively.

Loans receivable due from parishes generally bear interest at a variable rate which was 5.25% and 3.25% at June 30, 2024 and 2023, respectively, and are due over periods ranging from 1 to 10 years. Total interest income associated with these loans for the years ended June 30, 2024 and 2023 was $1,286,245 and $1,071,901, respectively. At June 30, 2024 and 2023, loans receivable included accrued interest receivable totaling $3,143,310 and $3,467,896, respectively, and are due as follows:

	2024	2023
Loans Receivable - Current Year	$ 11,862,688	$ 1,551,504
Loans Receivable - Greater than One Year	28,825,373	40,519,168
Estimate of Doubtful Loans Receivable	(6,493,356)	(7,542,602)
Total Loans Receivable	$ 34,194,705	$ 34,528,070

Savings on deposit from Diocesan entities totaled $140,768,459 and $137,958,804 at June 30, 2024 and 2023, respectively, and bear interest at a variable rate which was 3.25% and 1.25% at June 30, 2024 and 2023, respectively. Interest expense on such deposits totaled $3,645,499 and $1,727,717 during the years ended June 30, 2024 and 2023, respectively. The Savings & Loan Trust pooled investments portfolio had a market value of $70,719,514 and $55,761,613 at June 30, 2024 and 2023, respectively. Depositors who invest funds in this portfolio are regularly allocated a share of total investment returns in proportion to their investment in the portfolio. The return on investment for the period ending June 30, 2024 and 2023 was 12.31% and 9.24%, respectively.

NOTE 6 NOTES RECEIVABLE

Notes receivable are summarized as follows at June 30:

Description	2024	2023
Note Receivable from nonprofit corporation, unsecured, interest accruing at 2%, interest only payments commencing June 30, 2013 and payable thereafter annually, any unpaid interest and principal due in full at maturity date, April 2, 2028.	$ 200,000	$ 200,000
Other	275,182	265,735
Total Mortgages and Other Notes Receivable	$ 475,182	$ 465,735

A summary of the scheduled principal collections of notes receivable is as follows at June 30, 2024:

Year Ending June 30,	Amount
2025	$ 275,182
2026	-
2027	-
2028	200,000
2029	-
Thereafter	-
Total	$ 475,182

NOTE 7 LAND, BUILDINGS, AND EQUIPMENT

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

	2024	2023
Land	$ 4,215,000	$ 4,215,000
Equipment	231,257	195,596
Buildings and Improvements	8,751,423	8,652,584
Total	13,197,680	13,063,180
Less: Accumulated Depreciation	(4,576,512)	(4,282,775)
Total Land, Buildings, and Equipment	$ 8,621,168	$ 8,780,405

Depreciation expense for the years ended June 30, 2024 and 2023 was $293,737 and $260,649, respectively.

NOTE 8 LAND HELD FOR FUTURE EXPANSION

Land held for future expansion totals $45,617,672 and $45,494,295 at June 30, 2024 and 2023, respectively, and consists of land purchased or donated, designated to be used and held for future parish sites or for other religious purposes. The cost basis of the land includes original purchase price in addition to certain engineering and other permitting costs incurred in conjunction with the original purchase.

NOTE 9 LINE OF CREDIT

Effective November 20, 2020, the Catholic Center has a $15,000,000 revolving line of credit with a bank that was due November 20, 2022. The line of credit was renewed and is due November 20, 2024. Under the renewal, interest accrues at the greater of 1.05% or the Prime Rate minus 2.150%. Under the original agreement, interest accrued at the greater of the Overnight LIBOR rate of 1.57% at June 30, 2023, respectively, plus 1% or 1% and is payable monthly. The line of credit was collateralized by certain investment accounts of the Catholic Center. The total outstanding amount of this line of credit at June 30, 2024 and 2023 was $-0-.

NOTE 10 ANNUITY OBLIGATIONS

The Catholic Center has received funds for gift annuities. The annuity agreements provide that the Catholic Center will pay annuitants an amount each year based on the established life expectancy of the donor. The recorded annuity obligation at June 30, 2024 and 2023 of $202,777 and $212,315, respectively, represents the present value of future cash flows expected to be paid to the donors, and is included in funds held for others on the combined statement of financial position. Payments to beneficiaries for the years ended June 30, 2024 and 2023 totaled $30,558.

Additionally, the Catholic Center has received funds for gift annuities in which the ultimate beneficiaries are third parties other than the Catholic Center.

State statutes require that assets equal to the sum of the outstanding annuity agreements, and a surplus of 10% of that amount, be maintained as a reserve in a separate fund. As of June 30, 2024 and 2023, the Catholic Center is in compliance with the state statutes.

NOTE 11 FAIR VALUE MEASUREMENTS

The Catholic Center uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. For additional information on how the Catholic Center measures fair value, refer to Note 1 – Summary of Significant Accounting Policies.

The following tables present the fair value hierarchy for the balances of the assets and liabilities of the Catholic Center measured at fair value on a recurring basis as of June 30:

	2024			
	Level 1	Level 2	Level 3	Total
Investments:				
Domestic Equities	$ 64,017,618	$ -	$ -	$ 64,017,618
Foreign Equities	13,911,039	-	-	13,911,039
Corporate Bonds	-	23,862,420	-	23,862,420
Government Bonds	-	69,090,278	-	69,090,278
Government Backed Securities	-	1,710,600	-	1,710,600
Total Investments	$ 77,928,657	$ 94,663,298	$ -	$ 172,591,955
Liabilities:				
Annuity Obligations	$ -	$ -	$ 202,777	$ 202,777

	2023			
	Level 1	Level 2	Level 3	Total
Investments:				
Domestic Equities	$ 51,579,583	$ -	$ -	$ 51,579,583
Foreign Equities	12,384,404	-	-	12,384,404
Corporate Bonds	-	11,449,939	-	11,449,939
Government Bonds	-	56,752,815	-	56,752,815
Government Backed Securities	-	2,302,617	-	2,302,617
Mortgage Backed Securities	-	871,034	-	871,034
Exchange Traded Funds	2,346,387	-	-	2,346,387
Total Investments	$ 66,310,374	$ 71,376,405	$ -	$ 137,686,779
Liabilities:				
Annuity Obligations	$ -	$ -	$ 212,315	$ 212,315

NOTE 11 FAIR VALUE MEASUREMENTS (CONTINUED)

Instrument	Fair Value 2024	Fair Value 2023	Principal Valuation Technique	Unobservable Inputs
Annuities	$ 202,777	$ 212,315	Estimated Payout Percentages; Life Expectancies; IRS Remainder Factors	Life Expectancies

	Annuities 2024	Annuities 2023
Change in Value	$ (9,538)	$ (23,715)

NOTE 12 EMPLOYEE RETIREMENT PLANS

The Catholic Center makes contributions to a multiemployer defined benefit Pension Plan and a 403(b) Plan through the Diocese of Venice Retirement Program Trust. The Plans cover eligible employees from Diocesan institutions, such as parishes and schools, which as noted in Note 1, are not combined with the Catholic Center for financial reporting purposes.

The Pension Plan is a noncontributory defined benefit pension plan established July 1, 2012 by a spin-off from the Seventh Amended and Restated Pension Plan for Employees within the Archdiocese of Miami/Diocese of Venice (Prior Plan). The Pension Plan is a qualified plan and is exempt from income taxes under the provisions of the IRC. The Pension Plan is a "Church Plan" as defined in Section 414(e) of the IRC and is exempt from Title I of the Employee retirement Income Security Act of 1974 (ERISA), as amended. The Pension Plan was most recently amended effective July 21, 2017.

The Pension Plan covers all members in the Prior Plan who are designated as Transferred members immediately prior to July 1, 2012. All other eligible employees of the Diocese of Venice, as defined by the Pension Plan, were able to commence participation immediately or upon their subsequent employment, appointment, assignment, re-employment, reappointment, or reassignment. Effective July 1, 2014, the Pension Plan was frozen with regard to participation of certain Lay employees based on their years of service and no Lay employee hired on or after July 1, 2014 is eligible to participate in the Pension Plan.

NOTE 12 EMPLOYEE RETIREMENT PLANS (CONTINUED)

The following table discloses quantitative information of the Pension Plan as of and for the year ended February 1, 2024, which is the date of the latest actuarial valuation.

Legal Name and Plan Number	Plan EIN	Actuarial Present Value of Accumulated Plan Benefits	Fair Value of Plan Assets	Total Contributions	Long-Term Funded Status
Diocese of Venice Pension Plan & Trust, Number 001	45-6947361	$ 113,131,905	$ 125,416,826	$ 4,749,137	110.9%

Effective July 1, 2014, the Diocese of Venice adopted an Internal Revenue Code 403(b) retirement savings plan for substantially all employees of the Catholic Center and Diocesan entities. Contributions to the 403(b) plan are made by employees through salary deferrals as well as by the Catholic Center in both a noncontributory and matching component. The plan is exempt from the reporting requirements of ERISA.

The Catholic Center's contribution to both the pension and 403(b) plans is a fixed amount per priest and a percentage of qualified salaries for Lay employees established by the trustees of the Plan. The Catholic Center's contributions to the plans for the years ended June 30, 2024 and 2023 are as follows:

	2024	2023
Employer Contributions	$ 496,260	$ 376,449

NOTE 13 ENDOWMENT

Endowment net asset composition by type of fund as of June 30:

	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-Restricted Endowment Funds	$ -	$ 1,600,000	$ 1,600,000
Designated Endowment Funds	8,120,192	-	8,120,192
Total Endowment Funds	$ 8,120,192	$ 1,600,000	$ 9,720,192

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-Restricted Endowment Funds	$ -	$ 1,600,000	$ 1,600,000
Designated Endowment Funds	7,221,402	-	7,221,402
Total Endowment Funds	$ 7,221,402	$ 1,600,000	$ 8,821,402

NOTE 13 ENDOWMENT (CONTINUED)

The Catholic Center's endowment consists of two funds established for a variety of purposes. One endowment is donor-restricted and its income is to be used for operations and other administrative costs. The other consists of funds designated to function as an endowment. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Catholic Center has interpreted the relevant law as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary.

As a result of this interpretation, the Catholic Center classifies as with donor restrictions net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified with donor restrictions net assets is classified as without donor restrictions net assets. The Catholic Center considers all earnings on endowment funds to be available for current year operations.

Endowment net asset composition by fund type as of June 30, 2024 and 2023 and during the years then ended is as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets - June 30, 2022	$ 6,706,217	$ 1,600,000	$ 8,306,217
Investment Return:			
Investment Income	248,183	-	248,183
Net Realized and Unrealized Losses	267,002	-	267,002
Total Investment Return	515,185	-	515,185
Contributions	-	-	-
Appropriations of Endowment Assets for Expenditure	-	-	-
Endowment Net Assets - June 30, 2023	7,221,402	1,600,000	8,821,402
Investment Return:			
Investment Income	252,119	-	252,119
Net Realized and Unrealized Losses	646,671	-	646,671
Total Investment Return	898,790	-	898,790
Contributions	-	-	-
Appropriations of Endowment Assets for Expenditure	-	-	-
Endowment Net Assets - June 30, 2024	$ 8,120,192	$ 1,600,000	$ 9,720,192

NOTE 13 ENDOWMENT (CONTINUED)

The Catholic Center has an investment policy statement (IPS) that is based on providing funding for its various programs. The objective of the IPS is to preserve capital and provide growth, income, and inflation protection with a moderate level of risk. The target rate of return is 5% to 7% over a 20-year time horizon. The Catholic Center IPS limits the type of investments to equities, fixed income, and real estate investment trusts. In addition, the policy limits that investments adhere to the prohibitions of investments in companies substantially engaged in the manufacturing, distribution, or provision of products or services that are inconsistent with the teachings of the Roman Catholic Church. No minimum performance yields have been established; however, the Catholic Center measures performance of fund managers within specified benchmarks. Performance is reviewed quarterly by both the Diocesan Investment Committee and the Diocesan Finance Council.

Spending Policy

The Catholic Center has a spending policy to determine the endowment distribution each year. In establishing this policy, the Catholic Center considers the long-term expected return on its endowment net of investment fees, inflation, and administrative fees. The Catholic Center's goal is to provide sustainable funding to Diocesan programs in perpetuity.

NOTE 14 PURPOSE RESTRICTIONS

Net assets with donor restrictions are restricted for the following purpose at June 30:

	2024	2023
Bequest	$ 811,770	$ 811,770
Elder Care	285,293	285,293
Total	$ 1,097,063	$ 1,097,063

NOTE 15 SELF-INSURANCE PROGRAMS

The Diocese of Venice and certain other Roman Catholic dioceses in the state of Florida participate in their own self-insurance programs to provide coverage for property, workers' compensation, general liability, and certain other lines of coverage. A "first sharing agreement" enables each participating diocese to share each other's losses. Each diocese is allocated a sharing limit which represents the maximum amount of losses a diocese will retain under the agreement in any one year. For the policy years beginning April 1, 2024 and 2023, the Diocese of Venice's allocated sharing limit is $950,359 and $840,380, respectively. The Diocese of Venice retains losses incurred up to the amount of its allocated sharing limit. The other participating dioceses share in the remaining losses in proportion to their share of the total agreement, not to exceed their own respective limits. If the sharing limit for all participating dioceses in a certain claim year is exhausted, the Diocese of Venice retains its own losses in excess of its assigned proportion.

NOTE 15 SELF-INSURANCE PROGRAMS (CONTINUED)

The Diocese of Venice and certain other dioceses within the state of Florida are members of the Bishop's Plan Insurance Company (BPIC), an insurance captive, to provide excess coverage for certain risks. Membership in BPIC requires each member to purchase insurance as a condition of membership. Accordingly, the Diocese of Venice purchases insurance coverage required for membership.

All eligible employees of the Catholic Center and all Diocesan entities are offered health and dental insurance benefits through a self-insured plan. All entities are charged a premium estimated to cover the costs of the plan.

NOTE 16 RELATED PARTIES

The Savings & Loan Trust has loans receivable from and savings on deposit payable to Diocesan entities as more fully described in Note 5. In addition to the other Diocesan entities discussed in Note 1, there are certain entities that are not included in the financial statements in which the Catholic Center has an economic interest. During the years ended June 30, 2024 and 2023, the Catholic Center received support from parishes in the form of Diocesan assessments of approximately $13,700,000 and $13,100,000, respectively, and provided support to Diocesan entities in the form of subsidies in the amounts of $6,093,175 and $5,779,357, at June 30, 2024 and 2023, respectively. In addition, entities supported by the Catholic Center and other Florida dioceses are; the Regional Seminary of St. Vincent de Paul in Florida, Inc. a seminary for the education and development of candidates for priesthood; the Florida Catholic Media, Inc., a Catholic news service; Florida Conference of Catholic Bishops, Inc. a liaison to state government on matters of concern to the Catholic Church in Florida; and the Florida Catholic Conference, Inc. a communications corporation engaged in the promotion of health, education and welfare issues that are of central importance to Florida dioceses. The Catholic Center and other Florida dioceses provide support to each of these entities in the form of tuition, quotas, operating subsidies and capital contributions. Total payments made for the aforementioned purposes during the year ended June 30, 2024 and 2023 by the Catholic Center to these entities were $360,246 and $371,931, respectively.

NOTE 17 COMMITMENTS AND CONTINGENCIES

The Catholic Center is involved in various asserted claims arising in the ordinary course of operations. In addition, the Catholic Center has consulted with legal counsel with respect to certain asserted and unasserted claims. In the opinion of management, the Catholic Center has made adequate provision for losses, if any, and while the ultimate result of these claims cannot be predicted with certainty, management believes the final outcome will not have a materially adverse effect on the Catholic Center's financial position.

At June 30, 2024 and 2023, the Catholic Center is contingently liable for a letter of credit in the amount of $447,560 placed with a financial institution, as required by Florida Power & Light. The letter of credit has a maturity date of June 4, 2025 and can be automatically extended for up to one year from that date.