

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC
DIOCESE OF OGDENSBURG**

**FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2022 AND 2021**

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

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INDEPENDENT AUDITOR'S REPORT

Most Reverend Terry R. LaValley
Bishop of the Roman Catholic Diocese of Ogdensburg
Ogdensburg, New York

Opinion

We have audited the accompanying financial statements of the Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg (a nonprofit organization), which comprise the statements of financial position as of June 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg as of June 30, 2022 and 2021, 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg 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.

Emphasis of Matter

As discussed in Note 19 to the financial statements, the Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg is a defendant in multiple lawsuits alleging sexual misconduct by certain members of the clergy. It is not possible to predict at this time the extent of the Diocese's liability. 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 Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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


In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg'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 Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg's ability to continue as a going concern for a reasonable period of time.

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

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules on Pages 32 and 33 are presented for purposes 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 audit 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.


Certified Public Accountants, P.C.

October 24, 2022

**CENTRAL ADMINISTRATIVE OFFICES OF THE
ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2022 AND 2021**

	6/30/2022	6/30/2021
ASSETS		
Cash and Cash Equivalents	\$ 3,615,056	\$ 1,536,185
Accounts Receivable	692,506	803,522
Accrued Interest Receivable	152,153	139,545
Grants Receivable	75,000	315,000
Due from Lay Employees' Retirement Obligation	-	24,646
Inventories	6,067	11,813
Prepaid Expenses	288,831	261,879
Investments at Fair Value	56,833,416	71,994,677
Other Investments	575,276	537,722
Loans Receivable - Ministry - Net of Loan Loss Reserve	1,070,616	900,304
Loans Receivable - Parishes and Affiliates - Net of Loan Loss Reserve	2,666,541	2,529,408
Land, Building, and Equipment - Net of Accumulated Depreciation	2,274,204	1,902,501
TOTAL ASSETS	\$ 68,249,666	\$ 80,957,202
 LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 577,738	\$ 313,054
Accrued Compensation	144,367	145,782
Collections Payable	230,369	159,951
Accrued Interest Payable	24,225	27,861
Deferred Revenue	1,171,834	1,225,055
Reserve for Insurance Claims	1,074,031	1,117,487
Deposits Payable	11,531,165	13,418,839
Diocesan Trust Fund	24,998,600	31,089,605
Endowment Fund	916,041	1,090,187
Charitable Gift Annuities Payable	851,544	614,491
Disaster Relief Funds Collected	13,134	12,938
Accrued Pension Obligation	404,129	444,271
Total Liabilities	41,937,177	49,659,521
 NET ASSETS		
Without Donor Restriction	9,372,786	11,340,449
With Donor Restriction	16,939,703	19,957,232
Total Net Assets	26,312,489	31,297,681
 TOTAL LIABILITIES AND NET ASSETS	 \$ 68,249,666	 \$ 80,957,202

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

**CENTRAL ADMINISTRATIVE OFFICES OF THE
ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022**

	Without Donor Restriction	With Donor Restriction	2022 Totals
REVENUES, GAINS, AND OTHER SUPPORT			
Diocesan Assessments	\$ 1,915,998	\$ 70,418	\$ 1,986,416
Contributions	1,910,387	735,656	2,646,043
Bequests	849,755	-	849,755
Contributed Services	53,176	-	53,176
Investment Income (Net)	534,985	446,350	981,335
Net Realized and Unrealized Gains and (Losses) on Investments	(2,078,061)	(1,900,527)	(3,978,588)
Grants	19,680	1,052,647	1,072,327
Management Fees	643,986	-	643,986
Other Revenue	252,761	7,898	260,659
Auxiliary Services	2,631,173	97,113	2,728,286
Change in the Value of Charitable Gift Annuity	-	(48,101)	(48,101)
Net Assets Released from Restrictions			
Satisfaction of Program Restrictions	3,478,983	(3,478,983)	-
Total Revenues, Gains, and Other Support	10,212,823	(3,017,529)	7,195,294
EXPENSES			
Pastoral	486,627	-	486,627
Religious Personnel Development	2,417,589	-	2,417,589
Education	2,429,792	-	2,429,792
Social Services	208,847	-	208,847
Cemeteries	6,953	-	6,953
Diocesan Administration	3,730,133	-	3,730,133
Auxiliary Services	2,940,687	-	2,940,687
Total Expenses	12,220,628	-	12,220,628
CHANGE IN NET ASSETS	(2,007,805)	(3,017,529)	(5,025,334)
CHANGE IN FUNDED STATUS OF EMPLOYEE BENEFIT PLAN	40,142	-	40,142
NET ASSETS - BEGINNING OF YEAR	11,340,449	19,957,232	31,297,681
NET ASSETS - END OF YEAR	\$ 9,372,786	\$ 16,939,703	\$ 26,312,489

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

**CENTRAL ADMINISTRATIVE OFFICES OF THE
ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

	Without Donor Restriction	With Donor Restriction	2021 Totals
REVENUES, GAINS, AND OTHER SUPPORT			
Diocesan Assessments	\$ 1,979,245	\$ 72,452	\$ 2,051,697
Contributions	1,999,138	729,877	2,729,015
Bequests	200,000	-	200,000
Contributed Services	54,223	-	54,223
Investment Income (Net)	572,627	400,739	973,366
Net Realized and Unrealized Gains and (Losses) on Investments	3,615,432	1,818,612	5,434,044
Grants	406,245	613,016	1,019,261
Management Fees	494,471	-	494,471
Other Revenue	131,348	14,565	145,913
Auxiliary Services	2,558,390	6,043	2,564,433
Change in the Value of Charitable Gift Annuity	-	(17,277)	(17,277)
Net Assets Released from Restrictions			
Satisfaction of Program Restrictions	1,443,271	(1,443,271)	-
Total Revenues, Gains, and Other Support	13,454,390	2,194,756	15,649,146
EXPENSES			
Pastoral	449,861	-	449,861
Religious Personnel Development	2,886,462	-	2,886,462
Education	1,948,608	-	1,948,608
Social Services	178,091	-	178,091
Cemeteries	10,475	-	10,475
Diocesan Administration	2,878,694	-	2,878,694
Auxiliary Services	3,658,735	-	3,658,735
Total Expenses	12,010,926	-	12,010,926
CHANGE IN NET ASSETS	1,443,464	2,194,756	3,638,220
CHANGE IN FUNDED STATUS OF EMPLOYEE BENEFIT PLAN	(77,033)	-	(77,033)
NET ASSETS - BEGINNING OF YEAR	9,974,018	17,762,476	27,736,494
NET ASSETS - END OF YEAR	\$ 11,340,449	\$ 19,957,232	\$ 31,297,681

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

**CENTRAL ADMINISTRATIVE OFFICES OF THE
ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2022**

	Religious		Education	Social	Cemeteries	Diocesan	Auxiliary	2022 Totals
	Pastoral	Personnel Development		Services		Administration	Services	
Salaries	\$ 200,931	\$ 118,223	\$ 633,018	\$ 65,566	\$ -	\$ 1,137,457	\$ 292,119	\$ 2,447,314
Retirement Benefit Payments	12,636	970,832	41,346	5,472	-	101,131	23,677	1,155,094
Payroll Taxes	11,874	4,277	41,956	4,694	-	81,281	21,799	165,881
Employee Benefits	41,722	363,632	44,057	1,266	-	120,602	21,883	593,162
Total Salaries and Related Expenditures	267,163	1,456,964	760,377	76,998	-	1,440,471	359,478	4,361,451
Travel and Mileage	2,612	7,411	12,386	2,360	-	12,523	-	37,292
Postage	1,462	864	733	199	-	18,095	2,656	24,009
Printing and Photocopying	-	430	613	-	-	21,234	-	22,277
Newspaper Print	-	-	-	-	-	-	47,300	47,300
Insurance	13,678	2,167	1,000	100	-	29,183	1,251,939	1,298,067
Insurance Claims	-	-	-	-	-	-	710,149	710,149
Utilities	5,926	-	-	-	-	27,947	-	33,873
Telephone and Fax	1,599	676	10,442	1,622	-	13,854	907	29,100
Repairs and Maintenance	14,641	2,128	1,312	-	-	31,966	745	50,792
Rentals and Leases	895	14,443	5,292	4,858	-	-	-	25,488
Office Supplies	974	500	1,121	399	-	57,077	176	60,247
Advertising	499	279	1,173	-	-	12,970	-	14,921
Dues and Memberships	1,224	5,009	2,412	200	515	44,854	613	54,827
Meetings and Conferences	2,356	2,335	5,406	1,323	-	10,393	278	22,091
Grants	134,734	56,066	1,575,909	109,792	-	437,877	-	2,314,378
Professional Services	28,874	99,524	8,796	5,340	6,438	1,372,385	114,627	1,635,984
Awards and Gifts	125	6,816	962	519	-	5,920	-	14,342
Books, Periodicals and Subscriptions	796	13,015	6,287	188	-	3,935	528	24,749
Residence and Building Supplies	-	-	-	-	-	6,140	-	6,140
Workshops	2,965	60,295	30,243	1,932	-	8,279	-	103,714
Licensing Fees	835	-	-	-	-	25,590	-	26,425
Liturgical Supplies	671	-	-	-	-	326	-	997
Special Care of Priests	-	185,207	-	-	-	-	-	185,207
Program Supplies	4,598	4,931	5,328	3,017	-	9,623	-	27,497
Bad Debt Expenses/Forgiveness of Debt	-	129,453	-	-	-	-	19,468	148,921
Depreciation and Amortization	-	-	-	-	-	127,310	-	127,310
Interest and Dividends	-	-	-	-	-	-	431,573	431,573
Taxes	-	-	-	-	-	-	250	250
Charter Audit	-	-	-	-	-	8,581	-	8,581
Tuition	-	369,076	-	-	-	3,600	-	372,676
Total Expenditures	\$ 486,627	\$ 2,417,589	\$ 2,429,792	\$ 208,847	\$ 6,953	\$ 3,730,133	\$ 2,940,687	\$ 12,220,628

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

**CENTRAL ADMINISTRATIVE OFFICES OF THE
ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021**

	Religious		Education	Social		Cemeteries	Diocesan		Auxiliary	2021
	Pastoral	Personnel Development		Services	Administration		Services	Totals		
Salaries	\$ 187,575	\$ 152,961	\$ 667,081	\$ 59,610	\$ -	\$ 1,003,676	\$ 319,300	\$ 2,390,203		
Retirement Benefit Payments	-	986,209	-	-	-	-	-	986,209		
Payroll Taxes	12,625	4,414	43,485	4,531	-	70,664	23,787	159,506		
Employee Benefits	41,106	450,837	86,076	4,109	-	194,970	51,347	828,445		
Total Salaries and Related Expenditures	241,306	1,594,421	796,642	68,250	-	1,269,310	394,434	4,364,363		
Travel and Mileage	1,883	4,346	4,519	1,830	-	4,902	(66)	17,414		
Postage	1,722	656	747	329	-	19,136	2,371	24,961		
Printing and Photocopying	-	77	-	-	-	7,950	-	8,027		
Newspaper Print	-	-	-	-	-	-	46,249	46,249		
Insurance	10,952	1,087	900	335	-	28,317	1,131,432	1,173,023		
Insurance Claims	-	-	-	-	-	-	1,416,572	1,416,572		
Utilities	2,771	-	-	-	-	23,234	-	26,005		
Telephone and Fax	1,673	4,014	10,390	1,594	-	14,635	1,049	33,355		
Repairs and Maintenance	3,784	4,594	819	-	-	40,584	274	50,055		
Rentals and Leases	4,674	25,175	5,103	2,997	-	-	-	37,949		
Office Supplies	301	265	9,033	270	-	58,945	850	69,664		
Advertising	369	50	101	-	-	11,058	-	11,578		
Dues and Memberships	1,089	8,497	7,518	240	535	46,349	801	65,029		
Meetings and Conferences	508	7,438	1,007	-	-	5,123	-	14,076		
Grants	123,821	37,356	1,089,705	99,880	-	401,631	-	1,752,393		
Professional Services	49,633	82,372	5,825	1,556	9,940	788,460	190,300	1,128,086		
Awards and Gifts	461	9,447	1,213	374	-	5,103	-	16,598		
Books, Periodicals and Subscriptions	920	19,606	136	341	-	3,549	678	25,230		
Residence and Building Supplies	1,130	-	-	-	-	4,952	-	6,082		
Workshops	309	2,810	5,062	-	-	7	-	8,188		
Licensing Fees	835	-	-	-	-	19,818	-	20,653		
Liturgical Supplies	932	-	-	-	-	250	-	1,182		
Special Care of Priests	-	164,349	-	-	-	-	-	164,349		
Program Supplies	788	316	5,788	95	-	7,225	-	14,212		
Bad Debt Expenses/Forgiveness of Debt	-	449,283	-	-	-	-	82,390	531,673		
Depreciation and Amortization	-	-	-	-	-	108,666	-	108,666		
Interest and Dividends	-	-	-	-	-	-	391,151	391,151		
Taxes	-	-	-	-	-	-	250	250		
Charter Audit	-	-	-	-	-	940	-	940		
Tuition	-	470,303	4,100	-	-	8,550	-	482,953		
Total Expenditures	\$ 449,861	\$ 2,886,462	\$ 1,948,608	\$ 178,091	\$ 10,475	\$ 2,878,694	\$ 3,658,735	\$ 12,010,926		

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

**CENTRAL ADMINISTRATIVE OFFICES OF THE
ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	6/30/2022	6/30/2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ (5,025,334)	\$ 3,638,220
ADJUSTMENTS TO RECONCILE CHANGES IN NET ASSETS TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Depreciation	127,310	108,666
Net Realized and Unrealized (Gains) Losses on Investments	3,978,588	(5,434,044)
Forgiveness of Debt	-	(400,000)
Change in the Value of Charitable Gift Annuity (CGA)	48,101	43,096
Decrease (Increase) In:		
Accounts, Grants, and Loans Receivable	180,704	(74,015)
Accrued Interest Receivable	(12,608)	27,214
Due from Lay Employees' Retirement Obligations	24,646	244,894
Inventories	5,746	343
Prepaid Expenses	(26,952)	40,459
Increase (Decrease) In:		
Accounts Payable	264,684	(184,831)
Accrued Compensation	(1,415)	20,222
Accrued Interest Payable	(3,636)	(47,267)
Deferred Revenue	(53,221)	489,687
Reserve for Insurance Claims	(43,456)	30,176
Other Liabilities	70,614	30,213
Net Cash Provided (Used) by Operating Activities	(466,229)	(1,466,967)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Furnishings and Equipment	(499,013)	(129,578)
Net Change In:		
Investments	11,145,119	(895,159)
Loans Receivable - Parishes and Affiliates	(137,133)	(202,530)
Deposits Payable	(1,887,674)	(2,941,013)
Diocesan Trust Fund	(6,091,005)	3,201,063
Endowment Fund	(174,146)	1,090,187
Net Cash Provided (Used) by Investing Activities	2,356,148	122,970
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from New Annuities	262,804	219,059
Annuity Payments and Payoffs	(73,852)	(77,583)
Net Cash Provided (Used) by Financing Activities	188,952	141,476
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,078,871	(1,202,521)
CASH AND CASH EQUIVALENTS - Beginning of Year	1,536,185	2,738,706
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 3,615,056	\$ 1,536,185

SUPPLEMENTAL CASH FLOW DISCLOSURES

FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

Cash Paid During the Year for		
Interest	\$ 286,932	\$ 321,861

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 1 - ORGANIZATION

The Roman Catholic Diocese of Ogdensburg, New York (Diocese) was incorporated in 1945 to oversee the theological and financial affairs of the parishes and missions within the northern counties of New York State. The accompanying financial statements include the assets, liabilities, net assets and financial activities of the offices and departments directly under the control of the Bishop of the Roman Catholic Diocese of Ogdensburg.

The accompanying financial statements do not include the assets, liabilities, net assets, and financial activities of certain entities which operate within the Diocese such as Catholic Charities, parishes, schools, cemeteries, etc. Each is an operating entity distinct from the Diocesan administrative offices.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements are as follows:

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Financial Statement Presentation

The Diocese is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Net Assets Without Donor Restrictions: Net assets not subject to donor-imposed stipulations.

Net Assets With Donor Restrictions: Net assets whose use is limited by donor-imposed time and/or purpose restrictions.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. When restrictions expire, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions and Bequests

Contributions are generally available for use unless specifically restricted by the donor. Pledges not received at year end are deemed uncollectible and are not reflected in these financial statements.

Other contributions of cash and other assets are reported as donor restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statements of Activities as net assets released from restrictions.

Endowment contributions and investments are classified as net assets with donor restrictions. Investment earnings available for distribution are recorded in net assets with donor restrictions until used for their designated purpose.

The Board of Trustees of the Diocese have interpreted the current state law as requiring the preservation of the original gift as of the gift date of the donor as restricted endowment funds, absent donor stipulations to the contrary. As a result of this interpretation, the Diocese classifies the original value of the gift donated to net assets with donor restriction endowments and the original value of subsequent gifts to the restricted endowment. The donor restricted endowment fund earnings are classified in net assets with donor restrictions, until those amounts are appropriated for expenditure by the Diocese.

Bequests are recorded as revenue at the time an unassailable right to the gift has been established and the proceeds are measurable.

Allowance for Doubtful Accounts

Management reviews the status of accounts receivable due from parishes, related entities, and others. If an account is determined to be uncollectible, it is written off. Therefore, all accounts in this category of receivable as outlined in Note 4 are considered to be fully collectible.

Loan Loss Reserve

Management also reviews the outstanding loans receivable. As a result of this review, a Loan Loss Reserve has been set up for loans whose repayments are doubtful (See Note 5 and 12).

Investments

Marketable securities are recorded at their fair value as outlined in Note 6. Certain other investments with no readily available fair value are carried at cost as outlined in Note 7.

The Diocese invests in various types of marketable securities. These securities are exposed to various risks, such as interest rates, market conditions and credit risks. Due to these risks, it is at least reasonably possible that changes in values could occur in the near term and such changes could materially affect the market values reported in the accompanying financial statements.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Inventories

Inventories are stated at the lower of cost or market using the first-in, first-out method. Inventories consist of various religious items and publications related to the work of the Catholic Church.

Land, Buildings, and Equipment

Land, buildings, and equipment acquired before June 30, 1977 are reflected at their appraisal value as of June 30, 1977. All acquisitions subsequent to that date are reflected at cost.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

- | | |
|------------------------------|---------------|
| • Land Improvements | 10 years |
| • Buildings and Improvements | 10 – 40 years |
| • Furnishings and Equipment | 5 – 15 years |

Insurance Claims Reserve

The Diocese and participating entities are self-insured for certain risks associated with their operations. These self-insured programs are as follows:

- General Insurance - This program includes property and auto physical damage, general liability, workers' compensation, and sexual misconduct.
- New York State Disability Insurance
- New York State Unemployment Insurance

Each of the participating entities are assessed their portion of the estimated expense of these programs. The accompanying financial statements reflect claims currently payable and an estimated amount for incurred but not reported claims.

Contributed Services

The contributed services of clergy and religious who work for the Diocese have been recognized in the accompanying financial statements. The computation of the value of these services represents the difference between the compensation paid to religious personnel and the comparable compensation which would have been paid to lay persons if lay persons were to occupy these positions. No computation is made for positions which can be held only by religious personnel. For the years ending June 30, 2022 and 2021, the recognized value of these services was \$ 53,176 and \$ 54,223, respectively.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Roman Catholic Diocese of Ogdensburg qualifies as a tax exempt organization under Section 501(c)(3) of the Internal Revenue Code and, therefore, has no provision for federal income taxes. The Diocese is also classified by the Internal Revenue Service as an entity that is not a private foundation. Similar tax exempt status has been obtained under New York State tax laws.

Accounting principles generally accepted in the United States of America requires management to evaluate all significant tax positions. Management believes their tax positions are appropriate based on current facts and circumstances. As of June 30, 2022, the Diocese does not believe that it has taken any positions that would require the recording of any tax liability or tax asset.

Cash and Cash Equivalents

For cash flow reporting purposes, the Diocese considers all highly liquid unrestricted investments available for current use with an initial maturity of three months or less to be a cash equivalent.

Functional Allocation of Expenses

The cost of providing programs and services is summarized on a functional basis in the statement of functional expenses. Expenses directly supporting programs run or administered by the Diocese are allocated directly to program expenses. Costs common to multiple functions have been allocated among various functions benefited using a reasonable allocation method based on the total expenses of the program and administration costs.

Adoption of New Accounting Pronouncements

For the year ended June 30, 2021, the Diocese adopted Accounting Standards Update (ASU) No. 2014-09 – *Revenue from Contracts with Customers (Topic 606)*, as amended. Analysis of various provisions of this standard resulted in no significant changes in the way the Diocese recognizes revenue.

For the year ended June 30, 2021, the Diocese adopted ASU No. 2018-13 – *Fair Value Measurement*, to improve the effectiveness of disclosures in the notes to the financial statements.

Subsequent Events

The Diocese has reviewed and evaluated all events and transactions from July 1, 2022 through October 24, 2022, the date the financial statements were available to be issued, for possible disclosure and, or, recognition in the financial statements.

Note 19 of the financial statements provides an update on legal proceedings.

There were no other events or transactions that existed which would provide additional pertinent information about conditions at the balance sheet date which are required to be recognized or disclosed in the accompanying financial statements.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 3 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Diocese's financial assets as of the balance sheet date, reduced by amounts not available for general use within one year of the balance sheet date.

	6/30/2022	6/30/2021
Cash and Cash Equivalents.....	\$ 3,615,056	\$ 1,536,185
Accounts and Interest Receivable.....	844,659	967,713
Short-term Loans Receivable:		
Ministry.....	51,907	47,365
Parish and Affiliates.....	450,781	338,845
	\$ 4,962,403	\$ 2,890,108

The Diocese structures its financial assets to be available as its general expenditures, liabilities and other obligations come due.

In addition, as more fully described in Note 9, the Diocese has a letter of credit in the amount of \$ 1,950,707, which could be drawn upon in the event of unanticipated liquidity needed to pay claims in the self-insured New York state worker's compensation program.

NOTE 4 - ACCOUNTS RECEIVABLE

Accounts receivable for the years ending June 30, 2022 and 2021 consists of the following:

	6/30/2022	6/30/2021
North Country Catholic	\$ 1,492	\$ 2,315
Excess Insurance Carriers.....	219,458	181,688
Due from Parishes and Other Diocesan Entities:		
Protected Self-Insurance Premiums	93,919	74,356
Health Insurance Premiums	30,434	81,713
Parish Assessments	46,057	48,111
Other	301,146	415,339
Total	\$ 692,506	\$ 803,522

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 5 - LOANS RECEIVABLE – MINISTRY

The Diocese provides financial assistance as needed to students attending Seminary College. Students receiving financial assistance sign a note guaranteeing repayment to the Diocese of one-half of the amount loaned. If a student leaves during the course of seminary study the student is responsible for repayment to the Diocese of the total amount of financial assistance. The indebtedness is payable over 15 years at 2% interest, and the minimum monthly payment is \$ 100. If a student proceeds to theological studies, the terms of the Diocese’s Major Seminary Tuition Policy will govern repayment of this indebtedness by the student.

The Diocese pays tuition, room, and board not covered by other sources for its students in an approved program for pre-theology or in theological studies. At time of payment, the seminarian signs a note guaranteeing repayment of the total amount paid for his theological education. The indebtedness shall be paid over 15 years at 2% interest, and the minimum monthly payment is \$ 100.

If a seminarian transfers to another diocese or religious community, then the Diocese of Ogdensburg shall request of the diocese or community the seminarian is joining reimbursement of the total amount paid by the Diocese for his theological education.

If a student is ordained a priest, the indebtedness shall be repaid over 20 years at 2% interest. The priest shall make monthly payments of \$ 100 on the first day of each month beginning January 1 following ordination. A balloon payment of the balance of principal and interest as of the last month of the repayment term shall be made by the priest. Priests may apply to the Diocese for assistance with or relief from payments on the promissory notes. The Diocese may grant assistance in the form of a gift, extension of the loan, reduction of interest rate, or forgiveness of all or part of the debt.

The loans receivable at June 30, 2022 and 2021 was \$ 1,647,101 and \$ 1,385,083, respectively. The loan loss reserve at June 30, 2022 and 2021 was \$ 576,485 and \$ 484,779, respectively.

Future maturities of the loans receivable are as follows:

June 30,					
2023		\$		51,907	
2024				56,856	
2025				85,167	
2026				78,735	
2027				77,879	
Thereafter				<u>1,296,557</u>	
					<u>\$ 1,647,101</u>

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 6 - INVESTMENTS

Investments carried at fair value at June 30, 2022 and 2021 consist of the following:

	Cost	Fair Value (Carrying Amount)
June 30, 2022		
U.S. Government and Agency Obligations	\$ 18,361,911	\$ 16,952,596
Stocks	13,906,451	14,551,705
Mutual Funds.....	13,312,040	12,878,776
Corporate Obligations	3,185,158	2,908,370
Dimensional Fund Advisors	990,750	854,094
The Investment Fund for Foundations- Real Opportunity Fund.....	148,346	131,267
Christian Brothers Investment Services	10,211,706	8,556,608
Total	\$ 60,116,362	\$ 56,833,416

Investment income consists of the following

Interest and Dividends	\$ 1,186,717
Unrealized Gain (Loss) on Investments	(5,778,600)
Realized Gain (Loss) on Investments	1,800,012
Total Investment Income.....	(2,791,871)
Investment Fees.....	(205,382)
Net Investment Income	\$ (2,997,253)

	Cost	Fair Value (Carrying Amount)
June 30, 2021		
U.S. Government and Agency Obligations	\$ 17,173,172	\$ 17,210,520
Stocks	18,172,749	24,282,159
Mutual Funds.....	13,467,533	15,139,416
Corporate Obligations	3,709,753	3,813,892
Dimensional Fund Advisors	990,750	1,116,695
The Investment Fund for Foundations- Real Opportunity Fund.....	178,514	243,114
Christian Brothers Investment Services	6,406,475	10,188,881
Total	\$ 60,098,946	\$ 71,994,677

Investment income consists of the following

Interest and Dividends	\$ 1,168,338
Unrealized Gain (Loss) on Investments	(468,403)
Realized Gain (Loss) on Investments	5,902,447
Total Investment Income.....	6,606,382
Investment Fees.....	(194,972)
Net Investment Income	\$ 6,407,410

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 7 - OTHER INVESTMENTS

At June 30, 2022 and 2021, other investments consisted of the following:

	<u>6/30/2022</u>	<u>6/30/2021</u>
The National Catholic Risk Retention Group (at cost).....	\$ 132,248	\$ 132,248
The Bishop's Plan Insurance Company	443,028	405,474
Total	\$ 575,276	\$ 537,722

NOTE 8 - LAND, BUILDINGS, AND EQUIPMENT

Land, buildings, and equipment as of June 30, 2022 and 2021 consist of the following:

	<u>6/30/2022</u>	<u>6/30/2021</u>
Land and Improvements	\$ 957,034	\$ 957,034
Buildings and Improvements.....	2,985,114	2,544,194
Furnishings and Equipment	433,612	390,539
	4,375,760	3,891,767
Accumulated Depreciation	(2,101,556)	(1,989,266)
Land, Buildings, and Equipment - Net	\$ 2,274,204	\$ 1,902,501

Depreciation charged to operations for the years ended June 30, 2022 and 2021 was \$ 127,310 and \$ 108,666, respectively.

NOTE 9 - GENERAL INSURANCE PLAN

The Insurance Department of the Diocese manages a protected self-insurance program in conjunction with Arthur J. Gallagher and Co. and Gallagher Bassett Services, Inc. on behalf of the Diocese, parishes and other related entities of the Diocese. The protected self-insurance program consists of a combination of self-insurance retentions, participation in liability risk retention groups with other Dioceses, and the purchase of excess insurance coverage above the self-insured levels. Excess insurance coverage is provided by the purchase of various policies carried through Arthur J. Gallagher and Co.

The schedules below summarize the benefit structure for each line of coverage for the years ended June 30, 2022 and 2021.

	<u>Self-Insured Retention</u>	<u>Maximum Coverage</u>
<u>Coverage 2021 - 2022</u>		
All Risk, Property, Equipment, and Auto Physical Damage	\$ 250,000	\$ 100,000,000
Boiler and Machinery	2,500	50,000,000
General Liability, Auto Liability, Directors and Officers Liability	250,000	10,000,000
Workers' Compensation	200,000	Statutory
Sexual Misconduct	250,000	3,000,000

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 9 - GENERAL INSURANCE PLAN (Continued)

Coverage 2020 - 2021

All Risk, Property, Equipment, and Auto Physical Damage	\$ 250,000	\$ 100,000,000
Boiler and Machinery	2,500	50,000,000
General Liability, Auto Liability, Directors and Officers Liability	250,000	10,000,000
Workers' Compensation	200,000	Statutory
Sexual Misconduct	250,000	3,000,000

The Diocese has an accrued liability which is the difference between the maximum estimated claims less payments made against the open claims and an actuarially determined amount for claims incurred but not reported. For fiscal years ended June 30, 2022 and 2021, this accrued liability amounted to \$ 1,074,031 and \$ 1,117,487, respectively.

The Diocese has in place a letter of credit in the amount of \$ 1,950,707 as of June 30, 2022, and June 30, 2021, respectively. This letter of credit is required by the New York State Workers' Compensation Board, since the Diocese maintains a self-insured workers' compensation program. The letter of credit cannot be used for any other purpose. There was no outstanding balance on this letter of credit at June 30, 2022 and 2021. The current letter of credit expires in November of 2022. The Diocese has pledged securities with a fair market value of \$ 2,300,907 as collateral on this letter of credit.

Diocesan entities are billed premiums to defray the cost of the protected self-insurance program. A summary of the insurance activities for the years ended June 30, 2022 and 2021 follows:

	<u>2022</u>	<u>2021</u>
For the Years Ended June 30,		
Premium Revenue	\$ 2,176,614	\$ 2,005,894
Investment Earnings	(2,990)	135,189
Other	-	725,000
Total Revenues	<u>2,173,624</u>	<u>2,866,083</u>
Net Claims and Reserve Expense	702,322	1,338,498
Administrative Costs	238,436	306,239
Departmental Grants	99,390	104,938
Commercial Insurance Premiums	<u>1,215,779</u>	<u>1,160,460</u>
Total Expenses	<u>2,255,927</u>	<u>2,910,135</u>
Net Insurance Activity	(82,303)	(44,052)
Net Assets – Beginning of Year	<u>1,757,169</u>	<u>1,801,221</u>
Net Assets – End of Year	<u>\$ 1,674,866</u>	<u>\$ 1,757,169</u>

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 10 - NEW YORK STATE DISABILITY INSURANCE

The Diocese has a self-insurance program for New York State disability benefits which is administered by Association Plan Administrators, Inc. This program covers the employees of the Diocese, parishes, and other related entities of the Diocese.

NOTE 11 - NEW YORK STATE UNEMPLOYMENT INSURANCE

The Diocese has a self-insurance program for New York State unemployment insurance benefits. The Diocese assumes the responsibility for reimbursing the State of New York for unemployment insurance benefits paid by the State to former employees of the Diocese, parishes, and other related entities.

NOTE 12 - DIOCESAN DEPOSIT AND LOAN FUND

Loans Receivable

The Diocesan Deposit and Loan Fund holds deposits from the Diocese, parishes, and other related entities that in turn are loaned or become available for loan to parishes and other related entities. As of June 30, 2022 and 2021, the loans receivable outstanding totaled \$ 3,367,108 and \$ 3,210,507, respectively. The loan loss reserve at June 30, 2022 and 2021 was \$ 700,567 and \$ 681,099, respectively.

The Diocese's policy is to loan funds for a period of ten years with interest and principal payable quarterly, or in the case of autos five years, unless other terms are agreed upon. The interest rate charged was 4% for the years ended June 30, 2022 and 2021, unless agreed upon otherwise. Interest received on outstanding loans amounted to \$ 105,169 and \$ 104,990 for the years ended June 30, 2022 and 2021, respectively.

Future maturities of the loans receivable are as follows:

June 30,		
2023	\$	450,781
2024		443,631
2025		416,731
2026		368,561
2027		233,548
Thereafter		<u>1,453,856</u>
	<u>\$</u>	<u>3,367,108</u>

Deposits Payable

Deposits payable are due to the Diocese, parishes, and other related entities on demand. As of June 30, 2022 and 2021 these deposits payable totaled \$ 11,531,165 and \$ 13,418,839, respectively. Interest on deposits was paid at 1.5% for the years ended June 30, 2022 and 2021 and amounted to \$ 286,932 and \$ 321,861, respectively.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 13 - DIOCESAN TRUST FUND

The Diocesan Trust Fund is a mutual fund operated by the Diocese for the investment of endowment and other similar long-term investments of the Diocese, parishes, and related entities. The fund is designed to pay quarterly dividends and to grow the principal to offset inflation. As of June 30, 2022 and 2021, the Diocesan Trust Fund balance was \$ 24,998,600 and \$ 31,089,605, respectively.

Total dividends paid from the Diocesan Trust Fund for the years ended June 30, 2022 and 2021 were \$ 875,000 and \$ 875,351, respectively.

The value per share is determined quarterly based upon the number of shares outstanding in the fund and the market value of the fund at the end of the quarter. As of June 30, 2022 and 2021, the value per share was \$ 41.060 and \$ 48.831, respectively. The original per share value in 1977 was \$ 10 per share.

NOTE 14 - CHARITABLE GIFT ANNUITY PAYABLE

A Charitable Gift Annuity is a contract between the donor and the Diocese. The beneficiaries of the Charitable Gift Annuity program can be designated by the donor to benefit the Diocese, parishes, or other related entities of the Diocese. In exchange for an irrevocable gift of cash, securities, or other assets, the Diocese agrees to pay the annuitants a fixed sum each year for life. The annuity payments are guaranteed by the general resources of the Diocese.

The Diocese was granted a permit by the State of New York Insurance Department to operate a Charitable Gift Annuity program. This permit authorizes the Diocese to receive gifts of money conditioned upon, or in return for, its agreement to pay an annuity to the donor, or his/her nominee, and to make and carry out such annuity agreements within New York State as specified in Section 1110 of the New York State Insurance Law. In accordance with New York State law, the Diocese maintains assets of at least 126.5% and reserves of at least 105% of the annuity payable. The Diocese uses the United States Internal Revenue Service's discount rate and mortality table 80 CNSMT to compute the annuity payable. In addition, the Diocese has been granted approval by the State of Florida to operate a Charitable Gift Annuity program.

NOTE 15 - PRIESTS' RETIREMENT PLAN

The Diocese has a non-qualified retirement plan which covers all eligible Diocesan priests. During the years ended June 30, 2022 and 2021 the Plan paid retirement benefits and the total cost of health insurance premiums for the retired priests.

The Plan assesses the Diocese and its parishes and other related entities to fund the Plan. Other financial support includes bequests designating the Plan as beneficiary and investment income on accumulated funds.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 15 - PRIESTS' RETIREMENT PLAN(Continued)

The assets and liabilities of the fund at June 30, 2022 and 2021 are as follows:

	2022	2021
Cash and Cash Equivalents.....	\$ 593,995	\$ 108,816
Investments at Fair Value	8,666,726	11,254,858
Accounts Receivable	1,954	7,209
Accrued Investment Income	14,743	14,009
Due from (to) Operating Fund.....	(202,171)	7,544
 Total Assets.....	 \$ 9,075,247	 \$ 11,392,436
 Net Assets with Donor Restrictions	 \$ 9,075,247	 \$ 11,392,436

Investments with readily determinable market values at June 30, 2022 and 2021 consist of the following:

	Cost	Fair Value (Carrying Amount)
June 30, 2022		
U.S. Government and Agency Obligations	\$ 2,170,394	\$ 1,983,903
Corporate Obligations	724,043	651,718
Mutual Funds.....	1,205,591	1,232,795
Equities.....	1,521,051	1,656,053
Dimensional Fund Advisors.....	364,750	316,491
The Investment Fund for Foundations- Real Opportunity Funds	43,631	38,607
Christian Brothers Investment Services	3,325,803	2,787,159
 Total	 \$ 9,355,263	 \$ 8,666,726

Investment income consists of the following:

Interest and Dividends	\$ 207,155
Unrealized Gain (Loss) on Investments	(1,865,235)
Realized Gain (Loss) on Investments	452,088
Total Investment Income.....	(1,205,992)
Investment Fees.....	(43,325)
Net Investment Income	\$ (1,249,317)

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 15 - PRIESTS' RETIREMENT PLAN (Continued)

	Cost	Fair Value (Carrying Amount)
June 30, 2021		
U.S. Government and Agency Obligations	\$ 1,750,715	\$ 1,784,455
Corporate Obligations	915,676	942,637
Mutual Funds.....	1,452,185	1,702,705
Equities.....	2,216,887	3,021,311
Dimensional Fund Advisors	364,750	413,800
The Investment Fund for Foundations- Real Opportunity Funds	52,504	71,503
Christian Brothers Investment Services	2,088,434	3,318,447
Total	\$ 8,841,151	\$ 11,254,858

Investment income consists of the following:

Interest and Dividends	\$ 221,327
Unrealized Gain (Loss) on Investments	1,221,035
Realized Gain (Loss) on Investments,	1,188,799
Total Investment Income.....	2,631,161
Investment Fees.....	(53,010)
Net Investment Income	\$ 2,578,151

NOTE 16 - FAIR VALUE MEASUREMENTS

The fair value measurement accounting literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of fair value hierarchy are described below:

(a) Level 1: Quoted prices in active markets that are accessible at the measurement date for identical assets and liabilities. Level 1 includes fixed income and equity securities that are traded in an active exchange market, as well as U.S. Treasury securities.

(b) Level 2: Inputs, other than quoted prices in active markets, that are observable either directly or indirectly and fair value is determined through the use of models or other valuation methodologies. This category generally includes certain U.S. Government and agency obligations, fixed income securities and alternative investments.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 16 - FAIR VALUE MEASUREMENTS (Continued)

(c) Level 3: Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the asset or liabilities. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation. This category generally includes private debt and equity instruments and alternative investments.

The following tables present the Diocese's investments at June 30, 2022 and 2021, that are measured at fair value on a recurring basis. Investments are classified in their entirety based on the lowest level of input that is significant to the fair value measurements:

	Total 2022	Quoted prices in markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant other unobservable inputs (Level 3)
U.S Government and Agency Obligations	\$ 16,952,596	\$ 13,715,628	\$ 3,236,968	\$ -
Stocks	14,551,705	14,551,705	-	-
Equity Funds	2,209,299	2,209,299	-	-
Bond Funds	9,405,697	-	9,405,697	-
Real Estate Investment Funds	1,263,780	-	1,263,780	-
Corporate Obligations Dimensional Fund Advisors	2,908,370	-	2,908,370	-
The Investment Fund For Foundations – Real Opportunity Fund	854,094	854,094	-	-
Christian Brothers Investment Services	131,267	-	-	131,267
The National Catholic Risk Retention Group	8,556,608	-	8,556,608	-
The Bishop's Plan Insurance Company	132,248	-	-	132,248
	<u>443,028</u>	<u>-</u>	<u>-</u>	<u>443,028</u>
	<u>\$ 57,408,692</u>	<u>\$ 31,330,726</u>	<u>\$ 25,371,423</u>	<u>\$ 706,543</u>

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 16 - FAIR VALUE MEASUREMENTS (Continued)

The table below presents additional information about assets measured at fair value on a recurring basis by reliance on Level 3 inputs to determine fair value:

	<u>Real Opportunity Fund</u>	<u>National Catholic Risk Retention</u>	<u>Bishop's Plan Insurance Company</u>	<u>Total</u>
Balance at				
June 30, 2021	\$ 243,114	\$ 132,248	\$ 405,474	\$ 780,836
Purchases	-	-	-	-
Capital Distributions	(30,168)	-	-	(30,168)
Sales	-	-	-	-
Unrealized Gains (Losses)	(81,679)	-	-	(81,679)
Increase (Decrease) in Members Surplus	-	-	37,554	37,554
Balance at				
June 30, 2022	<u>\$ 131,267</u>	<u>\$ 132,248</u>	<u>\$ 443,028</u>	<u>\$ 706,543</u>

	<u>Total 2021</u>	<u>Quoted prices in markets for identical assets (Level 1)</u>	<u>Significant other observable inputs (Level 2)</u>	<u>Significant other unobservable inputs (Level 3)</u>
U.S Government and Agency Obligations	\$ 17,210,520	\$ 12,160,908	\$ 5,049,612	\$ -
Stocks	24,282,159	24,282,159	-	-
Equity Funds	2,930,730	2,930,730	-	-
Bond Funds	10,869,909	-	10,869,909	-
Real Estate Investment Funds	1,338,776	-	1,338,776	-
Corporate Obligations	3,813,893	-	3,813,893	-
Dimensional Fund Advisors	1,116,695	1,116,695	-	-
The Investment Fund For Foundations – Real Opportunity Fund	243,114	-	-	243,114
Christian Brothers Investment Services	10,188,881	-	10,188,881	-
The National Catholic Risk Retention Group	132,248	-	-	132,248
The Bishop's Plan Insurance Company	<u>405,474</u>	<u>-</u>	<u>-</u>	<u>405,474</u>
	<u>\$ 72,532,399</u>	<u>\$ 40,490,492</u>	<u>\$ 31,261,071</u>	<u>\$ 780,836</u>

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 16 - FAIR VALUE MEASUREMENTS (Continued)

The table below presents additional information about assets measured at fair value on a recurring basis by reliance on Level 3 inputs to determine fair value:

	<u>Real Opportunity Fund</u>	<u>National Catholic Risk Retention</u>	<u>Bishop's Plan Insurance Company</u>	<u>Total</u>
Balance at June 30, 2020	\$ 261,474	\$ 132,248	\$ 348,356	\$ 742,078
Purchases	-	-	-	-
Capital Distributions	(44,002)	-	-	(44,002)
Sales	-	-	-	-
Unrealized Gains (Losses)	25,642	-	-	25,642
Increase in Member's Surplus	<u>-</u>	<u>-</u>	<u>57,118</u>	<u>57,118</u>
Balance at June 30, 2021	<u>\$ 243,114</u>	<u>\$ 132,248</u>	<u>\$ 405,474</u>	<u>\$ 780,836</u>

Level 3 investments are non-traditional investments which are not listed on national exchanges or over the counter markets, and quoted market prices are not available. The fair values of these investments are measured based on a review of all available information provided by fund managers, general partners or the management of the respective investment. These fair value estimates are evaluated on a regular basis and are susceptible to revisions as more information becomes available. Because of these factors, it is reasonably possible that the estimated fair values of these investments may change materially in the near term.

NOTE 17 - LOANS PAYABLE

The Diocese received a loan from the Small Business Administration (SBA) through NBT Bank, N.A. in the amount of \$ 400,000 under the Paycheck Protection Program established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act. The loan was subject to a note dated May 4, 2020. The Diocese of Ogdensburg expended the proceeds of the loan for eligible expenditures such as payroll and other expenses described in the CARES Act. The Small Business Administration forgave the loan on December 1, 2020. For the year ending June 30, 2021, these proceeds are included in grant revenue on the accompanying Statement of Activities.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 18 - NET ASSETS AND ENDOWMENTS

Net assets without donor restrictions at June 30, 2022 and 2021 are as follows:

	<u>6/30/2022</u>	<u>6/30/2021</u>
Operating Funds..... \$	2,499,381	\$ 2,311,621
Board Designated:		
Capital Improvements.....	65,917	150,498
Charitable Needs of the Diocese.....	222,966	198,439
Catholic Education	4,088	4,088
Bishop's Discretionary	14,077	14,077
Guggenheim Maintenance	145,914	192,491
St. Joseph's Emergency Fund.....	31,416	31,416
St. Paul's.....	21,312	21,312
Bishop's Retirement	600,414	622,062
Bishop's Contingency.....	130,000	130,000
Bishop's Heritage Circle	35,587	35,101
Priests' Graduate Studies.....	41,658	34,017
Protected Self-Insurance.....	1,674,866	1,757,169
Unemployment	316,186	306,005
Disability	275,558	266,495
Deposit and Loan Fund.....	1,652,985	4,361,458
LEAD	770	389
Good Samaritan Fund - Housing	9,000	9,000
Clergy Education	5,000	5,000
World Youth Day	2,281	2,281
Special Care of Priests	38,219	38,219
Celebrate Christ.....	5,484	5,484
Priests Disability.....	374,253	374,253
North Country Catholic	26,550	26,550
Support of Future Operating Budgets.....	537,500	200,000
Support of Action Plan Committee.....	65,087	65,587
Catholic School Financial Support.....	37,170	29,144
Catholic School Curriculum	10,469	11,386
Youth Ministry	3,071	3,071
Vocations (Youth)	3,127	3,127
Evangelization	4,905	4,905
Youth Adult Ministry	660	660
Respect Life.....	-	614
Solidarity (Diocese of Latakia, Syria)	179,415	124,530
Contributions to Foundation.....	337,500	-
	<u>\$ 9,372,786</u>	<u>\$ 11,340,449</u>

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 18 - NET ASSETS AND ENDOWMENTS (Continued)

Net assets with donor restrictions at June 30, 2022 and 2021 are as follows:

	<u>6/30/2022</u>	<u>6/30/2021</u>
Annuity Funds	\$ 124,269	\$ 124,269
Charitable Gift Annuities.....	305,763	426,862
Annie Peck.....	12,502	15,688
Indian	115	62
Missionary Projects	239,759	223,602
Priests' Disability	29,179	40,120
Bourdon Estate	54,501	53,691
Priests' Retirement	9,075,247	11,392,436
K of C Foundation Fellowship	116,404	113,625
Communications.....	5,637	6,950
Mallette Scholarship.....	24,616	20,153
Catholic Campaign for Human Development	12,335	11,670
K of C for Handicap Children	-	1,585
Education of Seminarians.....	1,225,097	1,480,909
Mear Scholarship Endowment.....	123,554	152,878
Education Grants	5,706	5,706
Rachael's Vineyard.....	4,660	4,540
Spratt Memorial.....	42,755	20,929
Bishop's Good Samaritan Fund.....	5,858	4,964
Formation for Ministry	38,357	32,505
Vocation	3,625	2,622
Foundation Support for Education	72,065	68,146
Special Care of Priests.....	381,750	439,390
Continuing Formation of Priests.....	400	400
NYS Paid Family Leave.....	140,630	73,794
K of C Foundation Fellowship	81,092	93,835
Reverend O.L. Bentley Fund.....	47,767	55,274
Kelly-Rivette Trust Fund.....	22,316	25,823
Annie Peck Fund	20,273	23,459
Mallette Catholic School Endowment Fund.....	640,779	741,480
Youth Sports Camp Endowment Fund.....	108,435	125,476
Weidner Memorial Endowment	1,553,554	1,797,702
Halsey Sequin Fund.....	8,518	9,856
Rev. John Fallon Fund.....	109,403	126,596
Steinbrickner Estate.....	8,337	9,647
Marullo Mass Fund.....	6,603	7,641
St. Thomas More Endowment	90,314	104,507
Support from Capital Campaign		
Guggenheim	104,390	213,299
St. Mary's Cathedral	440,887	527,491
Benefits for Retired Priests	861,678	725,459
Education of Seminarians	790,573	652,191
	<u>\$ 16,939,703</u>	<u>\$ 19,957,232</u>

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 18 - NET ASSETS AND ENDOWMENTS (Continued)

The Diocese endowments consist of seven individual funds established for a variety of purposes. The endowments are restricted by the donor. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board of Trustees to function as endowments, are classified and reported basically on the existence or absence of donor imposed restrictions.

Interpretation of Relevant Law

The New York Prudent Management of Institutional Funds Act (NYPMIFA) is New York State's version of the Uniform Management of Institutional Funds Act and governs the management and investment of funds held by not-for-profit corporations and other institutions.

Under the law, institutions are allowed to spend endowment funds below their original historic dollar value without government approval or attorney general review if the institution's Board concludes that such spending is prudent.

The Act also provides that each person responsible for managing and investing an institution's fund does so in good faith and with the care that an ordinarily prudent person would exercise under similar circumstances. The Act sets forth basic requirements for establishing the standard of prudence, including a requirement that an institution make a reasonable effort to verify facts relevant to the management and investment of the fund.

In deciding whether to appropriate from an endowment fund, the institution must act in good faith and must consider, if relevant, the following factors:

1. The duration and preservation of the endowment fund;
2. The purpose of the institution and the endowment fund;
3. General economic conditions;
4. Possible effect of inflation or deflation;
5. The expected total return from income and the appreciation of investments;
6. Other resources of the institution;
7. Where appropriate and circumstances would otherwise warrant, alternatives to expenditure of the endowment fund, giving due consideration to the effect that such alternatives may have on the institution; and
8. The investment policy of the institution.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 18 - NET ASSETS AND ENDOWMENTS (Continued)

Changes in endowment net assets for the fiscal years ended June 30, 2022 and 2021 are as follows:

With Donor Restriction:

Endowment Net Assets,	
June 30, 2020.....	\$ 2,387,821
Investment Return:	
Interest and Dividends.....	72,961
Realized and Unrealized Gain (Losses)	475,228
Contributions	-
Appropriations for Expenditure.....	<u>(72,961)</u>
Endowment Net Assets,	
June 30, 2021	2,863,049
Investment Return:	
Interest and Dividends.....	84,301
Realized and Unrealized Gain (Losses)	(388,834)
Contributions	-
Appropriations for Expenditure.....	<u>(84,301)</u>
Endowment Net Assets,	
June 30, 2022	<u>\$ 2,474,215</u>

Return Objectives and Risk Parameters

The Diocese has adopted an investment policy for endowment assets that will attempt to provide a predictable stream of funding to the beneficiaries supported by the various endowments, while seeking to maintain the purchasing power of the endowment assets, including those assets of donor restricted funds that the Diocese must hold in perpetuity or for a donor specified period. The Diocese utilizes the results of Morningstar U.S. Balance Universe, Wilshire 5000 Index and LB Aggregate Bond Index to evaluate performance. The Diocese expects its endowment funds over time to provide a total rate of return equal to or exceeding any approved distribution rate. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate of return objective, the Diocese relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Diocese targets a diversified assets allocation that places a greater emphasis on equity based investments to achieve its long-term objectives within prudent risk constraints.

According to its distribution policy, the Diocese may make quarterly distributions from the total growth of each endowment in an amount up to 5% on an annualized basis of the fair market value of the total assets of that endowment at the beginning of each quarter. In no event shall the quarterly distribution exceed 5% on an annualized basis of the total growth of the fair market value of the total assets in that endowment at the beginning of the quarter. The Board of Directors shall review this limit on an annual basis.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 19 - COMMITMENTS AND CONTINGENCIES

Legal Proceedings

As of the date of these financial statements, one hundred thirty-one (131) claims have been filed against the Diocese under the New York State Child Victims Act. Five of these claims have been settled. The window for filing these claims expired on August 14, 2021. The impact of the remaining claims on the financial position of the Diocese is not presently determinable at this time.

Commitments

On April 6, 2017, the Diocese of Ogdensburg announced a “twinning relationship” with the Diocese of Latakia, located in Syria. This relationship, named Solidarity in Faith, is established to allow the Diocese to be a source of Christian gladness and hope to this Middle East diocese whose Christian faithful face tremendous challenges in the practice of their faith. War has wreaked havoc in the region. In addition to normal pastoral activities, the Diocese of Latakia must minister to thousands of displaced Syrians who seek safe refuge within its borders.

The Diocese of Ogdensburg will encourage missionary animation highlighting the needs of the faithful in Latakia through presentations in our local Catholic schools, religious education programs, adult faith formation programs, and parishes. Such presentation shall share with our faithful information about the challenges facing the faithful of Latakia, their efforts in dealing with these challenges, and promote spiritual and financial support for the Diocese of Latakia.

One component of the Solidarity in Faith initiative is a charitable financial commitment by the Diocese of Ogdensburg to the Diocese of Latakia. Initial funding of designated net assets set aside by the diocese came from unrestricted bequests and contributions dedicated for program support. In 2017-18, the diocese announced a formal policy for support of the Diocese of Latakia in its Solidarity in Faith program. Included in this policy is a contingent commitment to contribute \$ 20,000 each calendar quarter over the next four years to the Diocese of Latakia. Additional contributions may be considered depending on the needs of the Diocese of Latakia and the funding available by the diocese for such support. The Diocese of Ogdensburg has designated 10% of unrestricted bequests or testamentary substitutes to provide this support. Additional appeals for charitable contributions may be made by the Diocese of Latakia as part of the Diocese of Ogdensburg’s Mission Co-op Program. On November 12, 2021, this policy was extended and the contingent commitment for the next two years is a quarterly contribution of at least \$ 15,000. This policy will be reviewed every two years.

NOTE 20 - CONCENTRATIONS OF CREDIT RISK

The Diocese maintains cash deposits in bank accounts which may at times exceed the F.D.I.C. limit. The Diocese has not experienced any losses on such accounts and believes it is not exposed to any significant credit risks on these cash and cash equivalents.

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 21 - COVID-19 UNCERTAINTY

COVID-19 continues to cause financial uncertainty. Any future impact on Diocesan operations remains unknown.

NOTE 22 - RECLASSIFICATIONS

Certain reclassifications have been made to the prior year financial statements in order for them to be in conformity with the current year presentation. These reclassifications have no effect on the change in net assets.

SUPPLEMENTAL SCHEDULES

**CENTRAL ADMINISTRATIVE OFFICES OF THE
ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**SCHEDULES OF PROGRAM AND OTHER EXPENSES
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021**

	6/30/2022	6/30/2021
PASTORAL		
Respect Life	\$ 11,740	\$ 11,569
Pastoral Grants	50,185	52,115
Tribunal	64,308	61,476
Hospital Apostolate	-	1,332
Evangelization	87,644	77,122
Formation for Ministry	32,967	52,875
Department of Worship	28,021	27,465
Indian Apostolate	10,000	19,500
Missionary Projects of the Diocese	116,031	89,102
Guggenheim Center	49,509	30,973
Other Pastoral	36,222	26,332
Total Pastoral Expenses	486,627	449,861
RELIGIOUS PERSONNEL DEVELOPMENT		
Priest and Pastoral Personnel	82,567	45,125
Vicar for Religious	43,833	36,963
Vocations	51,271	55,877
Education of Priests and Seminarians	668,043	1,175,012
Care of Clergy	1,504,236	1,523,367
Permanent Diaconate Formation Program / Ordained Deacons	67,639	50,118
Total Religious Personnel Development Expenses	2,417,589	2,886,462
EDUCATION		
Education Grants	240,250	237,725
Catholic Schools	1,851,111	1,404,550
Communications	16,776	22,006
Christian Formation	120,352	91,850
Family Life/Natural Family Planning	99,249	96,993
Campus Ministry	102,054	95,484
Total Education Expenses	2,429,792	1,948,608
SOCIAL SERVICES		
Social Service Grants and Donations	109,856	99,912
Catholic Youth Ministry	98,991	78,179
Total Social Services Expenses	208,847	178,091
CEMETERIES		
Operations	6,953	10,475

**CENTRAL ADMINISTRATIVE OFFICES OF THE
ROMAN CATHOLIC DIOCESE OF OGDENSBURG**

**SCHEDULES OF PROGRAM AND OTHER EXPENSES
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021 (CONTINUED)**

	6/30/2022	6/30/2021
DIOCESAN ADMINISTRATION		
Diocesan Administration	2,310,920	1,629,508
Solidarity in Faith	67,665	80,000
Bishop's Residence	88,381	80,498
Planning	13,299	18,183
Development Office	331,548	319,798
Diocesan Fiscal Office	362,669	333,656
Catholic Charities Fiscal Office	96,469	96,032
Parish Services	93,575	69,109
Safe Environment	114,775	103,994
Information Technology	159,860	147,889
Human Resources	90,360	-
Archives	612	27
Total Diocesan Administration Expenses	3,730,133	2,878,694
AUXILIARY SERVICES		
Protected Self-Insurance Program	2,156,538	2,805,197
Disability Insurance	46,370	88,238
Unemployment Insurance	14,409	24,232
North Country Catholic	153,750	156,932
Diocesan Loan Fund	316,262	412,522
Endowment Fund	144,641	69,971
Charitable Gift Annuity Program	5,072	4,212
Wadhams Hall	103,645	97,431
Total Auxiliary Services Expenses	2,940,687	3,658,735
TOTAL	\$ 12,220,628	\$ 12,010,926

**CENTRAL ADMINISTRATIVE OFFICES
OF THE ROMAN CATHOLIC
DIOCESE OF OGDENSBURG**

**REQUIRED COMMUNICATIONS
JUNE 30, 2022**



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Trustees
Central Administrative Offices
of the Roman Catholic Diocese of Ogdensburg
Ogdensburg, New York

We have audited the financial statements of the Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg (the Diocese) for the year ended June 30, 2022, and we will issue our report thereon dated October 24, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated August 15, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Diocese are described in Note 2 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ending June 30, 2022. We noted no transactions entered into by the Diocese during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

- Fair Value of Investments
- Accounts Receivable and Loan Loss Reserves
- Self-Insurance Reserve
- Charitable Gift Annuity Assumptions
- Depreciation

We evaluated the key factors and assumptions used to develop the estimates noted above in determining that they are reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was the disclosure of legal proceedings in Note 19 to the financial statements describing the status of Child Victims Act claims.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a disagreement on a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated October 24, 2022.

Management Consultations with Other Independent Accountants

To the best of our knowledge, management has not consulted with or obtained opinions (written or oral) from other independent accountants during the past year concerning matters that were subject to the requirements of SAS No. 50, *Reports on the Application of Accounting Principles*.


Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Diocese's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with U.S. generally accepted accounting principles, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

This information is intended solely for the use of the Trustees and management of the Central Administrative Offices of the Roman Catholic Diocese of Ogdensburg and is not intended to be, and should not be, used by anyone other than these specified parties.


Pinto Mucowski Hooper Van Housen & Co.
Certified Public Accountants, P.C.

October 24, 2022