

**CATHOLIC CHARITIES OF THE  
DIOCESE OF GREEN BAY, INC.**

**FINANCIAL STATEMENTS**

**YEARS ENDED JUNE 30, 2021 AND 2020**



WEALTH ADVISORY | OUTSOURCING  
AUDIT, TAX, AND CONSULTING

[CLAconnect.com](http://CLAconnect.com)

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.  
TABLE OF CONTENTS  
YEAR ENDED JUNE 30, 2021 AND 2020**

<b>INDEPENDENT AUDITORS' REPORT.....</b>	<b>1</b>
<b>FINANCIAL STATEMENTS</b>	
<b>STATEMENTS OF FINANCIAL POSITION.....</b>	<b>3</b>
<b>STATEMENTS OF ACTIVITIES .....</b>	<b>4</b>
<b>STATEMENTS OF CASH FLOWS .....</b>	<b>6</b>
<b>NOTES TO FINANCIAL STATEMENTS .....</b>	<b>8</b>



## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Catholic Charities of the Diocese of Green Bay, Inc.  
Green Bay, Wisconsin

We have audited the accompanying financial statements of Catholic Charities of the Diocese of Green Bay, Inc. (a Wisconsin corporation), which comprise the statements of financial position as of June 30, 2021 and 2020, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Board of Directors  
Catholic Charities of the Diocese of Green Bay, Inc.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Catholic Charities of the Diocese of Green Bay, Inc. as of June 30, 2021 and 2020, 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.

*CliftonLarsonAllen LLP*

**CliftonLarsonAllen LLP**

Oshkosh, Wisconsin  
September 29, 2021

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2021 AND 2020**

	2021	2020
<b>ASSETS</b>		
Cash and Interest in Cash	\$ 507,804	\$ 565,984
Accounts Receivable, Net of Allowance for Doubtful Accounts of \$56,500 and \$75,000, Respectively	107,492	75,783
Pledges Receivable	85,712	90,682
Investments	5,248,258	4,313,056
Prepaid Expenses	9,527	11,536
Furniture and Equipment, Net	3,138	4,968
Total Assets	\$ 5,961,931	\$ 5,062,009
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Accounts Payable and Accrued Expenses	\$ 122,075	\$ 225,235
Deferred Revenue	-	2,065
Refundable Advance	-	447,900
Total Liabilities	122,075	675,200
<b>NET ASSETS</b>		
Without Donor Restrictions	3,561,315	2,475,753
With Donor Restrictions	2,278,541	1,911,056
Total Net Assets	5,839,856	4,386,809
Total Liabilities and Net Assets	\$ 5,961,931	\$ 5,062,009

See accompanying Notes to Financial Statements.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2021**

	2021		Total
	Without Donor Restrictions	With Donor Restrictions	
<b>REVENUES AND SUPPORT</b>			
Bishop's Appeal Grant	\$ 965,653	\$ -	\$ 965,653
Contracts and Grants	119,174	-	119,174
United Way	109,177	83,891	193,068
Contributions	304,812	175,815	480,627
Contributions - Loan Forgiveness	447,900	-	447,900
Fees for Services	645,857	-	645,857
Fundraising, Net	48,520	8,410	56,930
Other	16,120	-	16,120
Net Assets Released from Restrictions	269,174	(269,174)	-
Total Revenues and Support	<u>2,926,387</u>	<u>(1,058)</u>	<u>2,925,329</u>
<b>EXPENSES</b>			
Salaries and Wages	1,265,914	-	1,265,914
Personnel Benefits	484,356	-	484,356
Other Personnel Costs	16,686	-	16,686
Purchased Services	426,503	-	426,503
Facilities, Buildings, and Grounds	117,044	-	117,044
Office	60,535	-	60,535
Grants and Direct Assistance	44,385	-	44,385
Other	11,473	-	11,473
Total Expenses	<u>2,426,896</u>	<u>-</u>	<u>2,426,896</u>
<b>REVENUES AND SUPPORT IN EXCESS (DEFICIT) OF EXPENSES</b>	499,491	(1,058)	498,433
<b>OTHER CHANGES IN NET ASSETS</b>			
Loss on Return of Grant	(65,121)	-	(65,121)
Investment Return	651,192	368,543	1,019,735
Total Other Changes in Net Assets	<u>586,071</u>	<u>368,543</u>	<u>954,614</u>
<b>CHANGE IN NET ASSETS</b>	1,085,562	367,485	1,453,047
Net Assets - Beginning of Year	<u>2,475,753</u>	<u>1,911,056</u>	<u>4,386,809</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 3,561,315</u>	<u>\$ 2,278,541</u>	<u>\$ 5,839,856</u>

See accompanying Notes to Financial Statements.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2020**

	2020		Total
	Without Donor Restrictions	With Donor Restrictions	
<b>REVENUES AND SUPPORT</b>			
Bishop's Appeal Grant	\$ 1,188,798	\$ -	\$ 1,188,798
Contracts and Grants	483,526	-	483,526
United Way	126,163	88,425	214,588
Contributions	295,404	216,734	512,138
Fees for Services	577,548	-	577,548
Fundraising, Net	46,188	19,350	65,538
Other	8,694	-	8,694
Net Assets Released from Restrictions	384,079	(384,079)	-
Total Revenues and Support	<u>3,110,400</u>	<u>(59,570)</u>	<u>3,050,830</u>
<b>EXPENSES</b>			
Salaries and Wages	1,846,797	-	1,846,797
Personnel Benefits	614,025	-	614,025
Other Personnel Costs	47,349	-	47,349
Purchased Services	465,276	-	465,276
Facilities, Buildings, and Grounds	151,190	-	151,190
Office	87,695	-	87,695
Grants and Direct Assistance	94,997	-	94,997
Other	82,705	-	82,705
Total Expenses	<u>3,390,034</u>	<u>-</u>	<u>3,390,034</u>
<b>EXPENSES IN EXCESS OF REVENUES AND SUPPORT</b>	(279,634)	(59,570)	(339,204)
<b>OTHER CHANGE IN NET ASSETS</b>			
Investment Return	<u>21,449</u>	<u>7,557</u>	<u>29,006</u>
<b>CHANGE IN NET ASSETS</b>	(258,185)	(52,013)	(310,198)
Net Assets - Beginning of Year	<u>2,733,938</u>	<u>1,963,069</u>	<u>4,697,007</u>
<b>NET ASSETS - END OF YEAR</b>	<u><u>\$ 2,475,753</u></u>	<u><u>\$ 1,911,056</u></u>	<u><u>\$ 4,386,809</u></u>

See accompanying Notes to Financial Statements.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.  
STATEMENTS OF CASH FLOWS  
YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash Received from Contributors and Clients	\$ 2,405,387	\$ 3,540,728
Cash Paid to Suppliers	(639,794)	(805,394)
Cash Paid to and on Behalf of Employees	(1,863,921)	(2,448,312)
Cash Paid to Donees	(44,385)	(94,997)
Net Cash Flows from Operating Activities	(142,713)	192,025
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Cash Paid for Purchases of Investments	(60,911)	(62,167)
Proceeds from Sale of Investments	145,444	63,785
Net Cash Flows from Investing Activities	84,533	1,618
<b>NET CHANGE IN CASH AND INTEREST IN CASH</b>	(58,180)	193,643
Cash and Interest in Cash - Beginning of Year	565,984	372,341
<b>CASH AND INTEREST IN CASH - END OF YEAR</b>	\$ 507,804	\$ 565,984

*See accompanying Notes to Financial Statements.*



**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**STATEMENTS OF CASH FLOWS (CONTINUED)**  
**YEARS ENDED JUNE 30, 2021 AND 2020**

	2021	2020
<b>RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 1,453,047	\$ (310,198)
Adjustments to Reconcile Change in Net Assets to Net Cash Flows from Operating Activities:		
Depreciation	1,830	1,829
Provision for Bad Debts	(18,500)	39,099
Investment Return	(1,019,735)	(29,006)
Changes in Certain Assets and Liabilities:		
Accounts Receivable	(13,209)	19,034
Pledges Receivable	4,970	(10,852)
Prepaid Expenses	2,009	(1,877)
Accounts Payable and Accrued Expenses	(103,160)	54,031
Deferred Revenue	(2,065)	(17,935)
Refundable Advance	(447,900)	447,900
	<u>\$ (142,713)</u>	<u>\$ 192,025</u>
<b>NONCASH INVESTING ACTIVITIES</b>		
Interest and Dividends Reinvested Directly Back into Invested Funds	<u>\$ 48,611</u>	<u>\$ 101,750</u>

See accompanying Notes to Financial Statements.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 1 PRINCIPAL ACTIVITY**

Catholic Charities of the Diocese of Green Bay, Inc. (Catholic Charities) is a nonprofit corporation organized under the laws of the state of Wisconsin for the purpose of providing a variety of personal, family, and community services throughout sixteen counties of northeastern Wisconsin.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Interest in Cash**

Catholic Charities participates in a pooled cash account with an interdiocesan entity. This account sweeps daily to a zero balance. The total of the pooled cash account, at times, may exceed federally insured limits. Catholic Charities has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

**Accounts Receivable**

The majority of Catholic Charities' accounts receivable are due from private parties within the Green Bay Diocese region and government agencies. Credit is extended based on evaluation of financial condition and financial need and collateral is generally not required. Accounts receivable are due within 30 days or according to separately stated terms and are stated as amounts due, net of allowance for doubtful accounts. Catholic Charities provides an allowance for doubtful accounts equal to the estimated uncollectible amounts. The estimate is based on historical collection experience and a review of the current status of the accounts receivable.

**Pledges Receivable**

Unconditional promises to give made to Catholic Charities are recorded in the year the pledge is made. An allowance for uncollectible promises to give is determined based on experience. Management believes that all promises to give are collectible.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Investments**

Investments are presented in the accompanying financial statements at fair value using methodologies described in Note 4 - Investments and Fair Value Measurements. All investment income and realized and unrealized gains and losses are accounted for on the accompanying statements of activities.

Investment income or losses are included in the accompanying statements of activities as increases or decreases in net assets without donor restrictions unless the income or loss is restricted by donor or law.

**Furniture and Equipment**

Furniture and equipment are stated at cost, if purchased, or fair market value at date of the gift, if donated. All acquisitions of property in excess of \$5,000 and equipment in excess of \$1,000 and all expenditures for improvements and betterments that materially prolong the useful lives of assets are capitalized. Maintenance, repairs, and minor improvements are expensed as incurred. When assets are retired or otherwise disposed of, their costs and related accumulated depreciation are removed from the accounts and resulting gains or losses are included in income.

Furniture and equipment are depreciated using the straight-line method over their estimated useful lives of 3 – 5 years.

**Impairment of Long-Lived Assets**

Catholic Charities reviews long-lived assets, including property and equipment, for impairment whenever events or changes in business circumstances indicate that the carrying amount of an asset may not be fully recoverable. An impairment loss would be recognized when the estimated future cash flows from the use of the asset are less than the carrying amount of that asset. To date, there have been no such losses.

**Net Assets**

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

**Net Assets Without Donor Restrictions**

Net assets available for use in general operation and not subject to donor (or certain grantor) restrictions.

**Net Assets With Donor Restrictions**

Net assets subject to donor- (or certain grantor-) 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.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Contribution Recognition**

Contributions are recognized when cash, securities or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

All donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, 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.

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by Catholic Charities.

In connection with its annual budget process, Catholic Charities is made aware of an estimated grant for its support from The Catholic Foundation for the Diocese of Green Bay, Inc. (the Foundation). Management does not consider this estimated grant as an unconditional promise to pay by the Foundation. The grant is recorded as revenue in the year in which it is actually received.

**Government Contracts**

Contracts are received from various federal, state, and county governmental agencies. These programs are considered nonexchange transactions and are recorded as revenue without donor restrictions. Expenditures of government contract funds are for the purposes specified by the funding source. Revenue from government contracts is recognized when allowable and reimbursable expenditures are incurred upon meeting the legal or contractual requirements of the funding source.

**Revenue Recognition**

Revenue from fees for services is recognized in the month that the programs are held or services are provided.

Revenue from fees for services is recognized over time and totaled \$645,857 and \$577,548 during the years ended June 30, 2021 and 2020, respectively.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Refundable Advance**

Catholic Charities received proceeds in the amount of \$447,900 to fund payroll, rent, utilities, and interest on mortgages and existing debt through the Paycheck Protection Program (the PPP Loan) during the year ended June 30, 2020. The PPP Loan may be forgiven by the U.S. Small Business Administration (SBA) subject to certain performance barriers, as outlined in the loan agreement and the CARES Act.

Catholic Charities has classified this loan as a PPP grant for accounting purposes. Catholic Charities recognized contributions of \$447,900 related to this agreement during the year ended June 30, 2021, which represents the portion of the PPP Loan funds for which the performance barriers have been met. Management believes Catholic Charities has satisfied the performance barriers attributable to the PPP Loan proceeds and, on May 5, 2021, Catholic Charities received formal notification from the SBA that the full amount of the PPP Loan has been forgiven.

The SBA may review funding eligibility and usage of funds for compliance with program requirements based on dollar thresholds and other factors. The amount of liability, if any, from potential noncompliance cannot be determined with certainty; however, management is of the opinion that any review will not have a material adverse impact on Catholic Charities' financial position.

**Tax-Exempt Status**

Catholic Charities has received notification that it qualifies as a tax-exempt organization under Section 501(c)(3) covered by the U.S. Internal Revenue Service group exemption letter of the United States Conference of Catholic Bishops and corresponding provisions of state law and, accordingly, is not subject to federal or state income taxes.

**Subsequent Events**

In preparing these financial statements, Catholic Charities has evaluated events and transactions for potential recognition or disclosure through September 29, 2021, the date the financial statements were available to be issued.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 3 LIQUIDITY AND AVAILABILITY**

Catholic Charities regularly monitors liquidity required to meet its operating needs, liabilities, and other obligations as they become due. Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statement of financial position date, comprise the following at June 30:

	<u>2021</u>	<u>2020</u>
Cash and Cash Equivalents	\$ 507,804	\$ 565,984
Accounts Receivable	107,492	75,783
Pledges Receivable	85,712	90,682
Investments	<u>5,248,258</u>	<u>4,313,056</u>
	5,949,266	5,045,505
Less: Donor Restricted Net Assets	<u>(2,278,541)</u>	<u>(1,911,056)</u>
Total Financial Assets Available for General Expenditure	<u>\$ 3,670,725</u>	<u>\$ 3,134,449</u>

**NOTE 4 INVESTMENTS AND FAIR VALUE MEASUREMENTS**

Investments are held by St. Francis Xavier Investment Corp. (St. Francis Xavier Corp.) and The Catholic Foundation for the Diocese of Green Bay, Inc. (Catholic Foundation), which are other interdiocesan entities. St. Francis Xavier Corp. has grouped their investments and created a unitized fixed income fund, an equity fund, and a money market fund. The Catholic Foundation has grouped their investments and created a unitized long term fund and a money market fund. Catholic Charities owns units in the fixed income, equity, long term, and money market funds.

Investments are carried at fair value and consisted of the following at June 30:

	<u>Fair Value</u>		<u>Redemption Frequency</u>	<u>Termination Notice Period</u>
	<u>2021</u>	<u>2020</u>		
St. Francis Xavier Corp. Fixed Income Fund	\$ 1,012,168	\$ 827,638	Daily	30 Days
St. Francis Xavier Corp. Equity Fund	2,186,301	1,732,224	Daily	30 Days
St. Francis Xavier Corp. Money Market Fund	809,612	781,111	Daily	30 Days
Catholic Foundation Long Term Fund	1,193,743	923,329	Daily	30 Days
Catholic Foundation Money Market Fund	46,434	48,754	Daily	30 Days
Total Funds	<u>\$ 5,248,258</u>	<u>\$ 4,313,056</u>		

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 4 INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)**

The fixed income fund is intended to be utilized by intermediate and long-term money. The target allocation of the fixed income fund is:

Intermediate Fixed Income	95%
Cash	5%
Total	100%

The equity fund is intended to be utilized by long-term money. The participant is not allowed to invest more than 70% of their funds in the equity fund. The target allocation of the equity fund is:

Small-Cap Domestic Stocks	20%
Mid-Cap Domestic Stocks	20%
Large-Cap Domestic Stocks	40%
International Stocks	17%
Cash and Cash Equivalents	3%
Total	100%

The long term fund is intended to be utilized by long-term money. The target allocation of the long term fund is:

Small-Cap Domestic Stocks	10%
Mid-Cap Domestic Stocks	10%
Large-Cap Domestic Stocks	20%
International Stocks	20%
Alternative Investments	7%
Intermediate Fixed Income	30%
Cash and Cash Equivalents	3%
Total	100%

The money market funds are intended to be utilized by intermediate and short-term money.

As defined by current authoritative guidance, fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, Catholic Charities uses various valuation methods including the market, income, and cost approaches. The assumptions used in the application of these valuation methods are developed from the perspective of market participants pricing the asset or liability. Inputs used in the valuation methods can be either readily observable, market corroborated, or generally unobservable inputs. Whenever possible, Catholic Charities attempts to utilize valuation methods that maximize the use of observable inputs and minimize the use of unobservable inputs.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 4 INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)**

The fair value hierarchy ranks the quality and reliability of the information used to determine the fair values. Assets measured, reported, and/or disclosed at fair value will be classified and disclosed in one of the following three categories:

*Level 1* – Quoted market prices in active markets for identical assets or liabilities.

*Level 2* – Observable market based inputs or unobservable inputs that are corroborated by market data.

*Level 3* – Unobservable inputs that are not corroborated by market data.

The table presents the balances of assets measured at fair value on a recurring basis:

	June 30, 2021			
	Level 1	Level 2	Level 3	Total
St. Francis Xavier Corp. Fixed Income Fund	\$ -	\$ 1,012,168	\$ -	\$ 1,012,168
St. Francis Xavier Corp. Fixed Equity Fund	-	2,186,301	-	2,186,301
St. Francis Xavier Corp. Money Market Fund	-	809,612	-	809,612
Catholic Foundation Long Term Fund	-	1,193,743	-	1,193,743
Catholic Foundation Money Market Fund	-	46,434	-	46,434
Total Investments	<u>\$ -</u>	<u>\$ 5,248,258</u>	<u>\$ -</u>	<u>\$ 5,248,258</u>
	June 30, 2020			
	Level 1	Level 2	Level 3	Total
St. Francis Xavier Corp. Fixed Income Fund	\$ -	\$ 827,638	\$ -	\$ 827,638
St. Francis Xavier Corp. Fixed Equity Fund	-	1,732,224	-	1,732,224
St. Francis Xavier Corp. Money Market Fund	-	781,111	-	781,111
Catholic Foundation Long Term Fund	-	923,329	-	923,329
Catholic Foundation Money Market Fund	-	48,754	-	48,754
Total Investments	<u>\$ -</u>	<u>\$ 4,313,056</u>	<u>\$ -</u>	<u>\$ 4,313,056</u>

The fair value of the investment in the fixed income fund, the equity fund, the long term fund, and the money market fund has been estimated using the net asset value per share of the fund as determined by the fund administrator. The funds are valued on a daily basis.



**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 4 INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)**

Investment return in the statements of activities for the years ended June 30 consisted of the following:

	<u>2021</u>	<u>2020</u>
Interest and Dividends	\$ 48,611	\$ 101,750
Realized and Unrealized Gains (Losses) on Investments	971,124	(72,744)
Total Investment Return	<u>\$ 1,019,735</u>	<u>\$ 29,006</u>

**NOTE 5 PLEDGES RECEIVABLE**

Pledges receivable consist primarily of donor pledges for funds supporting a variety of activities. Net pledges receivable as of June 30 consisted of the following:

	<u>2021</u>	<u>2020</u>
Total Pledges Receivable	<u>\$ 85,712</u>	<u>\$ 90,682</u>

Catholic Charities considers all pledges receivable to be collectible. All payments on pledges receivable at June 30, 2021 are expected to be received during the year ended June 30, 2022.

**NOTE 6 FURNITURE AND EQUIPMENT**

The major categories of furniture and equipment at June 30 were summarized as follows:

	<u>2021</u>	<u>2020</u>
Furniture and Equipment	\$ 11,504	\$ 74,398
Less: Accumulated Depreciation	(8,366)	(69,430)
Net Furniture and Equipment	<u>\$ 3,138</u>	<u>\$ 4,968</u>

Total depreciation expense was \$1,830 and \$1,829 for the years ended June 30, 2021 and 2020, respectively.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 7 FUNCTIONAL CLASSIFICATION OF EXPENSES**

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include facilities, buildings, and grounds, which are allocated on a square footage basis, while the remaining natural expense categories are allocated on the basis of estimates of time and effort.

Expenses by function for the years ended June 30 are as follows:

	2021			Total
	Program Services	Management and General	Fundraising	
Salaries and Wages	\$ 1,207,254	\$ 54,425	\$ 4,235	\$ 1,265,914
Personnel Benefits	466,459	17,008	889	484,356
Other Personnel Costs	16,686	-	-	16,686
Purchased Services	317,627	108,876	-	426,503
Rent	116,834	-	-	116,834
Utilities and Maintenance	210	-	-	210
Office	60,535	-	-	60,535
Grants and Direct Assistance	44,385	-	-	44,385
Other	11,473	-	-	11,473
Fundraising Expenses	-	-	21,883	21,883
Total Expenses by Function	2,241,463	180,309	27,007	2,448,779
Less: Expenses Included with Revenues on the Statements of Activities:				
Fundraising Expenses	-	-	(21,883)	(21,883)
Total Expenses Included in the Expenses Section on the Statements of Activities	\$ 2,241,463	\$ 180,309	\$ 5,124	\$ 2,426,896

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 7 FUNCTIONAL CLASSIFICATION OF EXPENSES (CONTINUED)**

	2020			
	Program Services	Management and General	Fundraising	Total
Salaries and Wages	\$ 1,794,067	\$ 47,053	\$ 5,677	\$ 1,846,797
Personnel Benefits	597,648	14,675	1,702	614,025
Other Personnel Costs	47,349	-	-	47,349
Purchased Services	364,268	101,008	-	465,276
Rent	150,041	-	-	150,041
Utilities and Maintenance	1,149	-	-	1,149
Office	87,695	-	-	87,695
Grants and Direct Assistance	94,997	-	-	94,997
Other	82,705	-	-	82,705
Fundraising Expenses	-	-	12,652	12,652
Total Expenses by Function	3,219,919	162,736	20,031	3,402,686
Less: Expenses Included with Revenues on the Statements of Activities:				
Fundraising Expenses	-	-	(12,652)	(12,652)
Total Expenses Included in the Expenses Section on the Statements of Activities	\$ 3,219,919	\$ 162,736	\$ 7,379	\$ 3,390,034

**NOTE 8 INTERDIOCESAN TRANSACTIONS**

Catholic Charities was a party to various transactions with other diocesan corporations during the years ended June 30, 2021 and 2020. Total revenues and support in the form of donations and grants from other diocesan corporations were \$1,249,519 and \$1,597,830 for the years ended June 30, 2021 and 2020, respectively. The revenue from interdiocesan transactions constitutes a substantial portion of the Catholic Charities' total revenues for the years ended June 30, 2021 and 2020. Total expenses paid to other diocesan corporations were \$705,463 and \$745,486 for the years ended June 30, 2021 and 2020, respectively, and relates to occupancy and administrative and support services.

**NOTE 9 RETIREMENT PLAN**

Catholic Charities participates in the Catholic Diocese of Green Bay Employees' Retirement Plan. The defined contribution retirement plan covers most lay employees. The vesting period of the plan is six months. Contributions are 9% of an employee's wages and are made each pay period. Retirement plan expense was \$115,358 and \$161,025 for the years ended June 30, 2021 and 2020, respectively.

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 10 NET ASSETS WITH DONOR RESTRICTIONS**

Net assets with donor restrictions are restricted for the following purposes as of June 30:

	2021	2020
Subject to Expenditure for Specified Purpose:		
Hispanic Outreach and Family Strengthening	\$ 33,446	\$ 33,446
Resettlement and Immigration	236,519	147,803
Deaf and Visually Impaired	207,144	221,781
Budget Counseling	29,638	27,588
Adoption and Birth Parent Services	1,089,046	902,866
Farm Grants	73,826	57,270
New Life Fund	126,231	101,787
Prentice Memorial Fund	253,605	193,933
Other Donor-Restricted Purposes	118,374	108,900
Subject to the Passage of Time:		
Contributions Receivable that are not Restricted by Donors, but which are Unavailable for Expenditure Until Due	85,712	90,682
Endowments:		
Subject to Organization's Endowment Spending Policy and Appropriation:		
Investment in Perpetuity	25,000	25,000
Total Net Assets with Donor Restrictions	\$ 2,278,541	\$ 1,911,056

From time-to-time, certain donor restricted endowment fund may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). The Organization has interpreted the Uniform Prudent Management of Institutional Funds Act to permit spending from underwater endowments in accordance with prudent measures required under law.

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or occurrence of the passage of time or other events specified by the donors as follows for the years ended June 30:

	2021	2020
Expiration of Time Restrictions	\$ 88,861	\$ 79,830
Satisfaction of Purpose Restrictions:		
Programs and Initiatives	180,313	304,249
Total Net Assets Released from Donor Restrictions	\$ 269,174	\$ 384,079

**CATHOLIC CHARITIES OF THE DIOCESE OF GREEN BAY, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021 AND 2020**

**NOTE 11 OPERATING LEASES**

Catholic Charities leases its office space at various locations. All leases are accounted for as operating leases.

Future minimum lease payments due to interdiocesan entities and third parties are as follows:

<u>Year Ending June 30,</u>	<u>Interdiocesan</u>	<u>Third</u>
2022	Entities	Parties
	\$ 94,908	\$ 10,600

Expense on the operating leases was \$116,834 and \$150,041 for the years ended June 30, 2021 and 2020, respectively.

**NOTE 12 COMMITMENTS AND CONTINGENCIES**

Financial awards from federal, state, and local governments in the form of grants are subject to special audit. Such audits could result in claims against the Catholic Charities for disallowed costs or noncompliance with grantor restrictions. Catholic Charities refunded \$65,121 and \$-0- under these provisions during the years ended June 30, 2021 and 2020, respectively. At June 30, 2021 and 2020 no provision has been made for any liabilities that may arise from such audits.