

**ADMINISTRATIVE OFFICES  
OF THE  
ARCHDIOCESE OF ATLANTA**

Financial Statements  
and  
Accompanying Information  
for years ended  
June 30, 1989 and 1988

and

**Combined Financial Statements of the  
Administrative Offices and Parishes and Missions  
of the Archdiocese of Atlanta  
for years ended  
June 30, 1989 and 1988**



CERTIFIED PUBLIC  
ACCOUNTANTS

## Report of Independent Certified Public Accountants

His Excellency  
The Most Reverend  
Eugene A. Marino  
Archbishop of Atlanta  
Atlanta, Georgia

We have audited the accompanying balance sheets of the Administrative Offices of the Archdiocese of Atlanta as of June 30, 1989 and 1988, and the related statements of support and revenue, expenses, capital additions, and changes in fund balances and changes in financial position for the years then ended. These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Administrative Offices of the Archdiocese of Atlanta as of June 30, 1989 and 1988, and the support and revenue, expenses, capital additions and changes in fund balances and changes in financial position for the years then ended in conformity with generally accepted accounting principles.

*Cherry, Bekaert, & Holland*

Atlanta, Georgia  
October 5, 1989

## ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

### Balance Sheets - Fund Basis

#### Assets

	June 30, 1989			
	Expendable Funds			Total
	Operating Funds	Deposit and Loan Funds	Designated Investment Funds	
Cash	\$ 759,013	\$ -	\$ -	\$ 759,013
Certificates of deposit and marketable securities (market value \$11,995,748 and \$13,845,025)	27,014	1,575,000	2,967,037	4,569,051
Accounts and accrued interest receivable	732,567			732,567
Notes receivable				
Pledges receivable				
Due from parishes and agencies (net of allowance for doubtful loans of \$150,000 and \$180,000)		21,578,314		21,578,314
Land, buildings and equipment				
Other assets				
Due from other funds	<u>1,229,714</u>	<u>2,368,810</u>	<u>          </u>	<u>3,598,524</u>
Total assets	<u>2,748,308</u>	<u>25,522,124</u>	<u>2,967,037</u>	<u>31,237,469</u>

#### Liabilities and Fund Balances

Accounts payable - trade and accrued expenses	494,256	8,900		503,156
Accounts payable - parishes				
Deferred support and revenue				
Unrestricted	571,016			571,016
Restricted	953,216			953,216
Deposits payable				
Parishes		6,167,869		6,167,869
Other		283,394		283,394
Demand note payable		3,413,666		3,413,666
Notes and mortgages payable		15,648,295		15,648,295
Due to other funds			914,818	914,818
Total liabilities	<u>2,018,488</u>	<u>25,522,124</u>	<u>914,818</u>	<u>28,455,430</u>
Fund balances				
Unrestricted				
Designated investment funds			2,052,219	2,052,219
Designated for loans				
Undesignated	<u>729,820</u>			<u>729,820</u>
	729,820		2,052,219	2,782,039
Endowment				
Net investment in plant				
Total fund balances	<u>729,820</u>	<u>          </u>	<u>2,052,219</u>	<u>2,782,039</u>
Commitments				
Total liabilities and fund balances	<u>\$2,748,308</u>	<u>\$25,522,124</u>	<u>\$2,967,037</u>	<u>\$31,237,469</u>

See notes to financial statements.

## ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

## Balance Sheets - Fund Basis (continued)

June 30, 1989			June 30, 1988	
Endowment Funds	Plant Funds	Custodian Funds	Total	Total
\$ -	\$ -	\$ 17,799	\$ 776,812 ✓	\$ 816,322
1,067,899	5,308,538	648,922	11,594,410 ✓	13,211,241
	232,485		732,567 ✓	623,476
	12,038		232,485 ✓	297,624
			12,038 ✓	72,049
			21,578,314 ✓	20,048,604
	23,008,092		23,008,092 ✓	19,723,828
	133,593		133,593 ✓	117,861
		77,551	3,676,075	3,260,689
<u>1,067,899</u>	<u>28,694,746</u>	<u>744,272</u>	<u>61,744,386</u>	<u>58,171,694</u>
		373,910	877,066 ✓	1,465,739
	201,057	370,362	571,419 ✓	338,438
			571,016 ✓	785,258
	1,284,362		2,237,578 ✓	3,218,563
			6,167,869 ✓	6,177,503
			283,394 ✓	307,788
			3,413,666 ✓	156,902
	1,776,809		17,425,104 ✓	18,358,484
20,479	2,740,778		3,676,075	3,260,689
<u>20,479</u>	<u>6,003,006</u>	<u>744,272</u>	<u>35,223,187</u>	<u>34,069,364</u>
			2,052,219	1,493,687
			729,820	451,554
			2,782,039	1,945,241
1,047,420			1,047,420	965,162
	22,691,740		22,691,740 ✓	21,191,927
<u>1,047,420</u>	<u>22,691,740</u>	<u>-</u>	<u>26,521,199</u>	<u>24,102,330</u>
<u>\$1,067,899</u>	<u>\$28,694,746</u>	<u>\$744,272</u>	<u>\$61,744,386</u>	<u>\$58,171,694</u>

See notes to financial statements.

## ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

### Statements of Support and Revenue, Expenses, Capital Additions and Changes in Fund Balances

	June 30, 1989			
	Expendable Funds			
	Operating Funds	Deposit and Loan Funds	Designated Investment Funds	Total
Support and revenues				
From parishes and missions				
Contributions				
Charity and development	\$1,182,652	\$ -	\$ -	\$1,182,652
Dependent children	297,005			297,005
Seminary	62,312			62,312
Assessments	<u>2,084,853</u>			<u>2,084,853</u>
	<u>3,626,822</u>	<u>-</u>	<u>-</u>	<u>3,626,822</u>
Other contributions				
Mission boards and commissions	94,000			94,000
Seminary	14,051			14,051
Summer camp program	31,202			31,202
Gifts and bequests	<u>895,018</u>			<u>895,018</u>
	<u>1,034,271</u>	<u>-</u>	<u>-</u>	<u>1,034,271</u>
Other revenue				
Investment income	755,536		1,733	757,269
Rental income	137,170			137,170
Regional school	274,800			274,800
Other revenues	<u>90,189</u>			<u>90,189</u>
Total support and revenues	<u>5,918,788</u>	<u>-</u>	<u>1,733</u>	<u>5,920,521</u>
Expenses				
Archdiocesan administration	2,006,503			2,076,337
Pastoral	826,898			826,898
Education				
Seminary	217,252			217,252
Department of education	1,037,863			1,037,863
Social services				
Dependent children	348,795			348,795
Other agencies	471,336			471,336
Communications	<u>43,394</u>			<u>43,394</u>
Total expenses	<u>4,952,041</u>	<u>-</u>	<u>-</u>	<u>4,952,041</u>
Excess of support and revenue over expenses before uninsured loss	<u>966,747</u>		<u>1,733</u>	<u>968,480</u>
Uninsured loss	<u>253,699</u>			<u>253,699</u>
Excess of support and revenue over expenses before capital additions	<u>713,048</u>		<u>1,733</u>	<u>714,781</u>
Capital additions				
Contributions and bequests				
Gain on investments			122,017	122,017
Investment income				
Gain on disposal of property				
Total capital additions	<u>-</u>	<u>-</u>	<u>122,017</u>	<u>122,017</u>
Excess of support and revenue over expenses after capital additions	713,048		123,750	836,798
Fund balances at beginning of year	451,554		1,493,687	1,945,241
Transfers	<u>(434,782)</u>		<u>434,782</u>	<u>-</u>
Fund balances at end of year	<u>\$ 729,820</u>	<u>\$ -</u>	<u>\$2,052,219</u>	<u>\$2,782,039</u>

See notes to financial statements.

ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

Statements of Support and Revenue, Expenses,  
Capital Additions and Changes in Fund Balances (continued)

<u>June 30, 1989</u>		<u>June 30, 1988</u>	
<u>Endowment Funds</u>	<u>Plant Funds</u>	<u>Total</u>	<u>Total</u>
\$ -	\$ -	\$ 1,182,652	\$ 1,070,513
		297,005	266,323
		62,312	47,807
		<u>2,084,853</u>	<u>2,053,237</u>
-	-	<u>3,626,822</u>	<u>3,437,880</u>
		94,000	90,000
		14,051	36,726
		31,202	28,451
		<u>895,018</u>	<u>25,000</u>
-	-	<u>1,034,271</u>	<u>180,177</u>
		757,269	708,189
		137,170	124,998
		274,800	277,250
		<u>90,189</u>	<u>70,955</u>
-	-	<u>5,920,521</u>	<u>4,799,449</u>
		2,006,503	1,401,744
		826,898	1,111,172
		217,252	261,934
		<u>1,037,863</u>	<u>904,930</u>
		348,795	328,332
		471,336	393,875
		<u>43,394</u>	<u>94,752</u>
-	-	<u>4,952,041</u>	<u>4,496,739</u>
		968,480	302,710
		<u>253,699</u>	<u>345,000</u>
		714,781	(42,290)
6,945	934,549	941,494	602,866
74,278	485,849	682,144	1,146,603
1,035		1,035	5,714
	<u>79,415</u>	<u>79,415</u>	<u>20,244</u>
<u>82,258</u>	<u>1,499,813</u>	<u>1,704,088</u>	<u>1,775,427</u>
82,258	1,499,813	2,418,869	1,733,137
965,162	21,191,927	24,102,330	22,369,193
-	-	-	-
<u>\$1,047,420</u>	<u>\$22,691,740</u>	<u>\$26,521,199</u>	<u>\$24,102,330</u>

See notes to financial statements.

## ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

## Statements of Changes in Financial Position

	June 30, 1989			
	Expendable Funds			Total
	Operating Funds	Deposit and Loan Funds	Designated Investment Funds	
<b>Sources of funds</b>				
Revenues collected				
From parishes				
Special collections	\$1,541,969	\$ -	\$ -	\$1,541,969
Assessments	<u>2,084,853</u>			<u>2,084,853</u>
	3,626,822			3,626,822
Contributions and bequests	1,034,271			1,034,271
Investment Income	755,536		1,733	757,269
Other	<u>502,159</u>		<u>122,017</u>	<u>624,176</u>
Total revenues collected	5,918,788		123,750	6,042,538
<b>Other sources</b>				
Collections on notes receivable				
Decrease in pledges and accounts receivable				
Increase in deposits payable				
Proceeds of notes payable		3,256,764		3,256,764
Increase in accounts payable and accrued expenses				
Increase in deferred revenue				
Other				
Total sources of funds	<u>5,918,788</u>	<u>3,256,764</u>	<u>123,750</u>	<u>9,299,302</u>
<b>Uses of funds</b>				
Operating expenses	4,952,041			4,952,041
Uninsured loss	253,699			253,699
Purchase of land, buildings and equipment				
Payments on notes payable		1,983,480		1,983,480
Parish loans-net increase		1,529,710		1,529,710
Increase in pledges and accounts receivable	109,091			109,091
Decrease in deposits payable		34,028		34,028
Decrease in accounts payable and accrued expenses	467,691	14,200		481,891
Decrease in deferred revenue	432,829			432,829
Other				
Total uses of funds	<u>6,215,351</u>	<u>3,561,418</u>	<u>-</u>	<u>9,776,769</u>
Transfers and net changes in interfund accounts	<u>(225,279)</u>	<u>(611,672)</u>	<u>176,424</u>	<u>(660,527)</u>
Increase (decrease) in cash, marketable securities and certificates of deposit	(521,842)	(916,326)	300,174	(1,137,994)
Cash, marketable securities and certificates of deposit - beginning of year	<u>1,307,869</u>	<u>2,491,326</u>	<u>2,666,863</u>	<u>6,466,058</u>
Cash, marketable securities and certificates of deposit - end of year	<u>\$ 786,027</u>	<u>\$1,575,000</u>	<u>\$2,967,037</u>	<u>\$5,328,064</u>

See notes to financial statements.

**ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA**

**Statements of Changes in Financial Position (continued)**

<u>June 30, 1989</u>			<u>June 30, 1988</u>		
<u>Endowment Funds</u>	<u>Plant Funds</u>	<u>Custodian Funds</u>	<u>Total</u>	<u>Total</u>	
\$ -	\$ -	\$ -	\$ 1,541,969	\$ 1,384,643	
			<u>2,084,853</u>	<u>2,053,237</u>	
			3,626,822	3,437,880	
6,945	934,549		1,975,765	783,043	
1,035			758,304	713,903	
<u>74,278</u>	<u>1,005,737</u>		<u>1,704,191</u>	<u>1,640,050</u>	
82,258	1,940,286		8,065,082	6,574,876	
	65,139		65,139	363,170	
2,525	57,486		60,011	344,302	
			-	1,664,765	
	1,474,871		4,731,635	10,249,950	
		327,911	327,911	893,068	
			-	1,171,803	
			-	172,545	
<u>84,783</u>	<u>3,537,782</u>	<u>327,911</u>	<u>13,249,778</u>	<u>21,434,479</u>	
			4,952,041	4,496,739	
			253,699	345,000	
	3,724,737		3,724,737	2,770,858	
	424,771		2,408,251	4,377,829	
			1,529,710	4,790,572	
			109,091	96,494	
			34,028	117,861	
2,525	201,712		683,603	296,440	
	759,873		1,195,227	562,763	
	<u>15,732</u>		<u>15,732</u>	<u>-</u>	
<u>2,525</u>	<u>5,126,825</u>	<u>-</u>	<u>14,906,119</u>	<u>17,854,556</u>	
<u>1,445</u>	<u>672,299</u>	<u>(13,217)</u>	<u>-</u>	<u>-</u>	
83,703	(916,744)	314,694	(1,656,341)	3,579,923	
<u>984,196</u>	<u>6,225,282</u>	<u>352,027</u>	<u>14,027,563</u>	<u>10,447,640</u>	
<u>\$1,067,899</u>	<u>\$5,308,538</u>	<u>\$ 666,721</u>	<u>\$12,371,222</u>	<u>\$14,027,563</u>	

See notes to financial statements.



Notes to Financial Statements  
June 30, 1989 and 1988

**Note 1 - Summary of significant accounting policies**

**Basis of reporting**

The accompanying financial statements have been prepared in accordance with principles of the fund method of accounting. The statements include only the transactions of the Administrative Offices of the Archdiocese. Subsidies to auxiliary services and programs are included but detailed operations of such subsidized activities are not included in the accounts of the Administrative Offices and, accordingly, are not included in the accompanying financial statements. Moreover, this report does not include the financial statements of the parishes and missions of the Archdiocese of Atlanta.

Title to all property of the Archdiocese vests in the Archbishop and his successors in office while obligations of the Archdiocese, likewise, are those of the Archbishop and his successors in office.

**Investments in marketable securities**

Investments in marketable securities are valued at cost or, if acquired by gift, at fair market value at the date of gift.

**Land, buildings and equipment**

Land, buildings and equipment acquired on or before June 1, 1963, are stated at amounts derived from insurance values and land appraisals as of that date. Subsequent additions are recorded at cost. A summary of land, buildings and equipment at June 30, 1989, follows:

	Insurance or Appraised Values <u>June 1, 1963</u>	Acquisitions at Cost Subsequent to <u>June 1, 1963</u>	<u>Total</u>
Land	\$ 230,125	\$ 5,969,004	\$ 6,199,129
Buildings	650,000	15,033,804	15,683,804
Furniture, fixtures and equipment	231,000	856,128	1,087,128
Automobiles	<u>-</u>	<u>38,031</u>	<u>38,031</u>
	<u>\$1,111,125</u>	<u>\$21,896,967</u>	<u>\$23,008,092</u>

Notes to Financial Statements (continued)  
June 30, 1989 and 1988

**Note 1 - Summary of significant accounting policies (continued)**

**Land, buildings and equipment (continued)**

Except for cost of school renovations at our Lady of Lourdes Parish and construction of a school at St. John Newman Parish, the foregoing does not include properties used by parishes and missions of the Archdiocese.

Additions of furniture, fixtures and equipment are capitalized while replacements are charged to current fund expense.

No allowance for depreciation has been provided in the accounts in accordance with established accounting practices for similar institutions.

Land, buildings and equipment are pledged in part to secure notes and mortgages payable (Note 3).

**Note 2 - Retirement plans**

**Clergy retirement plan**

On July 1, 1969, the Archdiocese adopted a retirement plan which covers all priests within the Archdiocese. The Archdiocese makes contributions to the plan at such times and in such amounts as required to keep the plan actuarially sound. Pension and administrative costs for the years ended June 30, 1989 and 1988, were \$57,221 and \$57,138, respectively. Pension cost includes normal cost and amortization of past service cost over 20 years. A comparison of vested plan benefits and plan net assets as of June 30, 1986, (most recent valuation) is presented below:

	<u>June 30, 1986</u>
Actuarial present value of vested plan benefits	\$ <u>753,404</u>
Net assets available for benefits	\$ <u>1,193,403</u>

The rate of return used in determining the actuarial present value of vested plan benefits was 9%.

The parishes reimbursed the Administrative Offices \$34,400 and \$37,200 for pension and administrative costs for the years ended June 30, 1989 and 1988, respectively. Pension expense is included in Archdiocesan administrative expenses and is comprised of the following amounts:

Notes to Financial Statements (continued)  
June 30, 1989 and 1988

**Note 2 - Retirement plans (continued)****Clergy retirement plan (continued)**

	<u>Year Ended June 30.</u>	
	<u>1989</u>	<u>1988</u>
Pension and administrative expense	\$57,221	\$57,138
Less reimbursement by parishes	<u>34,400</u>	<u>37,200</u>
	<u>\$22,821</u>	<u>\$19,938</u>

**Lay employee retirement plan**

Effective July 1, 1982, the Archdiocese amended its plan to change from a defined benefit retirement plan to a defined contribution plan for lay employees within the Archdiocese. Contributions to the amended plan are predetermined amounts based on compensation paid to each lay employee. Benefits under the amended plan are computed based on the pension fund assets. In addition to the contributions required under the amended plan, the Archdiocese will continue to make sufficient contributions to the plan to cover employees who at the time of amendment were partially or fully vested in the defined benefit plan.

Pension costs for the years ended June 30, 1989 and 1988, includes accruals of \$615,228 and \$532,233, respectively, made under the defined contribution portion of the plan.

The cost of the defined benefit portion of the plan for the years ended June 30, 1989 and 1988, was \$87,165 and \$103,210, respectively, for pension and administrative costs. Pension cost includes amortization of past service costs over 15 years. The present value of vested benefits exceeded the pension fund assets of the defined benefit portion of the plan as of June 30, 1985, (most recent valuation) by approximately \$380,000.

The parishes reimbursed the Administrative Offices \$595,701 and \$512,150 for pension and administrative costs for the years ended June 30, 1989 and 1988, respectively. Pension cost is included in Archdiocesan administrative expenses and is comprised of the following amounts:

	<u>Year Ended June 30.</u>	
	<u>1989</u>	<u>1988</u>
Defined contribution cost	\$615,228	\$532,233
Defined benefit cost	<u>87,165</u>	<u>103,210</u>
	702,393	635,443
Less reimbursement by parishes	<u>595,701</u>	<u>512,150</u>
	<u>\$106,692</u>	<u>\$123,293</u>

Notes to Financial Statements (continued)  
June 30, 1989 and 1988

**Note 3 - Notes and mortgages payable**

The unsecured demand note shown below is subject to total line of credit of \$5,000,000.

The notes and mortgages payable are secured by properties of the Administrative Offices of the Archdiocese and by real estate of various parishes and missions within the Archdiocese.

	<u>Year Ended June 30, 1989</u>		<u>Year Ended June 30, 1988</u>	
	<u>Maturities</u>		<u>Maturities</u>	
	<u>Current</u>	<u>Noncurrent</u>	<u>Current</u>	<u>Noncurrent</u>
Unsecured demand note; 11% at June 30, 1989	<u>\$3,413,666</u>	<u>\$ -</u>	<u>\$ 156,902</u>	<u>\$ -</u>
3% to 12.5% notes and mortgages				
Plant funds	601,193	1,175,616	179,805	546,904
Deposit and loan funds	<u>1,584,879</u>	<u>14,063,416</u>	<u>1,581,459</u>	<u>16,050,316</u>
	<u>2,186,072</u>	<u>15,239,032</u>	<u>1,761,264</u>	<u>16,597,220</u>
Total demand note and notes and mortgages	<u>\$5,599,738</u>	<u>\$15,239,032</u>	<u>\$1,918,166</u>	<u>\$16,597,220</u>

Maturities of notes and mortgages payable are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
1990	\$ 2,186,072
1991	2,176,115
1992	1,336,284
1993	1,203,503
1994	1,278,313
1995 - 2010	<u>9,244,817</u>
	<u>\$17,425,104</u>

Notes to Financial Statements (continued)  
June 30, 1989 and 1988

**Note 4 - Deposit and loan funds**

The amounts due from parishes relate primarily to funds receivable for payment of Archdiocesan notes and mortgages payable. At June 30, 1989 and 1988, the allowance for doubtful loans account, in the amount of \$150,000 and \$180,000, respectively, is funded by marketable securities in an amount equal to the allowance. These securities have been designated to provide for estimated losses that may be incurred by the Administrative Offices resulting from uncollectible loans.

The Archdiocese administers a deposit and loan plan for the parishes. Parishes may deposit any excess funds with the Administrative Office. Interest is paid to the parishes at a rate based on the six-month Treasury Bill rate. The Administrative Office uses the funds on deposit to loan to other parishes. The interest rate charged to the borrowers is computed each month based on the cost of the funds to the Administrative Office.

**Note 5 - Notes receivable**

The notes receivable are for sales of various parish properties and are secured by the property sold.

	<u>Year Ended</u> <u>June 30, 1989</u>		<u>Year Ended</u> <u>June 30, 1988</u>	
	<u>Maturities</u>		<u>Maturities</u>	
	<u>Current</u>	<u>Noncurrent</u>	<u>Current</u>	<u>Noncurrent</u>
11% and 12% notes	<u>\$17,128</u>	<u>\$215,357</u>	<u>\$65,342</u>	<u>\$232,282</u>

Maturities of notes receivable are as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
1990	\$ 17,128
1991	28,980
1992	32,587
1993	36,643
1994	41,204
1995 and 1996	<u>\$ 75,943</u>
	<u>\$232,485</u>

Notes to Financial Statements (continued)  
June 30, 1989 and 1988

**Note 6 - Deferred restricted support and revenue**

Deferred restricted support represents the unexpended portion of gifts which must be used according to restrictions placed by the donor. Changes in deferred restricted support and revenue were as follows:

	<u>Operating Funds</u>	<u>Endowment Funds</u>	<u>Plant Funds</u>	<u>Total</u>
Balance, beginning of year	\$1,171,803	\$2,525	\$2,044,235	\$3,218,563
Less: funds expended	<u>218,587</u>	<u>2,525</u>	<u>759,873</u>	<u>980,985</u>
Balance, end of year	<u>\$ 953,216</u>	<u>\$ -</u>	<u>\$1,284,362</u>	<u>\$2,237,578</u>

At June 30, 1989, funds totaling \$2,237,578 were restricted for the following purposes:

Mission support and development	\$ 614,405
Village of St. Joseph	338,811
Construction	<u>1,284,362</u>
	<u>\$2,237,578</u>

**Note 7 - Uninsured loss**

During the year ended June 30, 1988, two separate personal injury claims were made against the Archdiocese. These claims were settled during the year ended June 30, 1989, for \$175,000 and \$795,000 respectively. At June 30, 1988, the Archdiocese had accrued \$345,000 to cover the estimated loss. In 1989, the Archdiocese received insurance proceeds of \$200,000 toward payment of the claims. Another \$175,000 was charged to the Archdiocese's insurance reserve and approximately \$250,000 is recorded as an uninsured loss for the year ended June 30, 1989.

**Note 8 - Commitments**

As of June 30, 1989, the Archdiocese had executed contracts for the purchase of various tracts of land at an aggregate purchase price of \$371,940. The purchases were consummated subsequent to June 30, 1989.