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His Excellency  
The Most Reverend  
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We have examined the balance sheet of the Administrative Offices of the Archdiocese of Atlanta at June 30, 1983 and June 30, 1982, 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. Our examinations were made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

In our opinion, the financial statements referred to above present fairly the financial position of the Administrative Offices of the Archdiocese of Atlanta at June 30, 1983 and June 30, 1982, 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 applied on a consistent basis.

*Pannell Kerr Forster*

September 2, 1983

ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA  
Atlanta, Georgia

Balance Sheet - Fund Basis

|  | June 30, 1983      |                     |                     |                    | June 30, 1982       |                  |                     |
|--|--------------------|---------------------|---------------------|--------------------|---------------------|------------------|---------------------|
|  | Operating Funds    | Current Funds       | Total               | Endowment Funds    | Plant Funds         | Custodian Funds  | Total               |
| <b>Assets</b>  |                    |                     |                     |                    |                     |                  |                     |
| Cash   | \$ 173,031         | \$ 253,612          | \$ 470,043          | \$ 13,297          | \$ 124,432          | \$ 4,587         | \$ 612,359          |
| Certificates of deposit and marketable securities (market value \$10,004,204 June 30, 1983 and \$3,611,314 June 30, 1982) (note 1) | 60,709             | 4,432,427           | 5,000,145           | 806,174            | 3,234,583           | 102,188          | 9,143,090           |
| Accounts and accrued interest receivable   | 128,982            |                     | 128,982             |                    | 53,000              |                  | 181,982             |
| Notes receivable (notes 2 and 6)   |                    |                     |                     |                    | 1,030,309           |                  | 1,030,309           |
| Pledges receivable (note 7)  |                    |                     |                     | 222,500            | 978,803             |                  | 1,201,303           |
| Due from parishes (net of allowance for doubtful loans of \$150,000) (note 5)  |                    | 10,160,790          | 10,160,790          |                    |                     |                  | 10,160,790          |
| Land, buildings and equipment (pledged in part to secure notes and mortgages payable) (notes 1 and 4)                              | 170,000            |                     | 170,000             |                    | 7,977,070           |                  | 7,977,070           |
| Deferred pension costs (note 3)  | 915                |                     | 915                 |                    |                     |                  | 170,000             |
| Other assets   | 1,575,328          |                     | 1,711,955           | 313                |                     | 33,046           | 915                 |
| Due from other funds   |                    |                     |                     |                    |                     |                  | 1,745,314           |
| <b>Total assets</b>  | <u>2,108,965</u>   | <u>14,846,829</u>   | <u>17,642,830</u>   | <u>1,042,284</u>   | <u>13,398,197</u>   | <u>139,821</u>   | <u>32,223,132</u>   |
| <b>Liabilities and Fund Balances</b>   |                    |                     |                     |                    |                     |                  |                     |
| Accounts payable and accrued expenses  | 11,132             | 260,116             | 271,248             |                    | 13,014              | 139,821          | 424,083             |
| Deferred support and revenue   | 243,340            |                     | 243,340             |                    |                     |                  | 243,340             |
| Unrestricted   |                    |                     |                     | 222,500            | 1,118,223           |                  | 1,340,723           |
| Restricted (note 7)  |                    | 2,586,669           | 2,586,669           |                    |                     |                  | 2,586,669           |
| Deferred receipts (note 8)   |                    | 3,726,725           | 3,726,725           |                    |                     |                  | 3,726,725           |
| Deposits payable (note 5)  |                    | 183,716             | 183,716             |                    |                     |                  | 183,716             |
| Parishes   |                    |                     |                     |                    |                     |                  |                     |
| Other  |                    |                     |                     |                    |                     |                  |                     |
| Escrow deposit - property taxes (note 2)   |                    | 15,000              | 15,000              |                    | 76,502              |                  | 91,787              |
| Deferred gain on sale of real estate (notes 2 and 6)   |                    | 7,052,467           | 7,052,467           |                    | 629,100             |                  | 76,502              |
| Demand note payable (note 4)   |                    | 251,252             | 251,252             |                    |                     |                  | 83,571              |
| Notes and mortgages payable (notes 4 and 5)  |                    | 14,075,945          | 14,075,945          |                    |                     |                  | 1,258,201           |
| Due to other funds   |                    |                     |                     | 222,300            | 240,618             |                  | 629,100             |
| <b>Total liabilities</b>   | <u>254,472</u>     | <u>14,330,417</u>   | <u>14,584,889</u>   | <u>222,300</u>     | <u>1,494,062</u>    | <u>139,821</u>   | <u>15,000</u>       |
| <b>Fund balances</b>   |                    |                     |                     |                    |                     |                  |                     |
| Unrestricted   |                    |                     |                     |                    | 3,571,519           |                  | 3,571,519           |
| Designated investment funds  |                    | 687,036             | 687,036             |                    |                     |                  | 687,036             |
| Designated for loans   | 1,854,493          | 770,884             | 2,625,377           |                    |                     |                  | 770,884             |
| Undesignated   | 1,854,493          | 770,884             | 2,625,377           |                    |                     |                  | 770,884             |
| Endowment  |                    |                     |                     | 819,784            |                     |                  | 819,784             |
| Net investment in plant  |                    |                     |                     |                    | 9,826,678           |                  | 9,826,678           |
| <b>Total fund balances</b>   | <u>1,854,493</u>   | <u>770,884</u>      | <u>2,625,377</u>    | <u>819,784</u>     | <u>9,826,678</u>    |                  | <u>13,958,875</u>   |
| <b>Total liabilities and fund balances</b>   | <u>\$2,108,965</u> | <u>\$14,846,829</u> | <u>\$17,642,830</u> | <u>\$1,042,284</u> | <u>\$13,398,197</u> | <u>\$139,821</u> | <u>\$32,223,132</u> |

See notes to financial statements

ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA  
Atlanta, Georgia

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

|  | Year Ended June 30, 1983 |                              |                                   |                    |                    |                    | Year Ended<br>June 30, 1982 |
|--|--------------------------|------------------------------|-----------------------------------|--------------------|--------------------|--------------------|-----------------------------|
|  | Expendable Funds         |                              |                                   | Total              | Endowment<br>Funds | Plant<br>Funds     | Total                       |
|  | Operating<br>Funds       | Deposit<br>and Loan<br>Funds | Designated<br>Investment<br>Funds |                    |                    |                    |                             |
| <b>Support and Revenue</b>   |                          |                              |                                   |                    |                    |                    |                             |
| From parishes and missions   |                          |                              |                                   |                    |                    |                    |                             |
| Contributions  |                          |                              |                                   |                    |                    |                    |                             |
| Charity and development  | \$ 791,881               | \$                           | \$                                | \$ 791,881         | \$                 | \$                 | \$ 791,881                  |
| Dependent children   | 187,470                  |                              |                                   | 187,470            |                    |                    | 187,470                     |
| Seminary   | 34,179                   |                              |                                   | 34,179             |                    |                    | 34,179                      |
| Assessment   | 1,050,933                |                              |                                   | 1,050,933          |                    |                    | 1,050,933                   |
|  | <u>2,064,463</u>         |                              |                                   | <u>2,064,463</u>   |                    |                    | <u>2,064,463</u>            |
| Other contributions  |                          |                              |                                   |                    |                    |                    |                             |
| From mission boards and commissions                                  | 60,000                   |                              |                                   | 60,000             |                    |                    | 60,000                      |
| Seminary   | 16,754                   |                              |                                   | 16,754             |                    |                    | 16,754                      |
| Summer camp program  | 21,496                   |                              |                                   | 21,496             |                    |                    | 21,496                      |
| Other  | 39,752                   |                              |                                   | 39,752             |                    | 77,176             | 116,928                     |
|  | <u>138,002</u>           |                              |                                   | <u>138,002</u>     |                    | <u>77,176</u>      | <u>215,178</u>              |
| Investment income  | 421,501                  |                              | 2,888                             | 424,389            | 11,213             |                    | 435,602                     |
| Rental income  | 7,578                    |                              |                                   | 7,578              |                    |                    | 7,578                       |
| Other revenues   | 34,106                   |                              |                                   | 34,106             |                    |                    | 34,106                      |
| <b>Total support and revenue</b>                                     | <u>2,665,650</u>         |                              | <u>2,888</u>                      | <u>2,668,538</u>   | <u>11,213</u>      | <u>77,176</u>      | <u>2,756,927</u>            |
| <b>Expenses</b>  |                          |                              |                                   |                    |                    |                    |                             |
| Archdiocesan administration  | 757,886                  |                              |                                   | 757,886            |                    | 77,176             | 835,062                     |
| Pastoral   | 377,301                  |                              |                                   | 377,301            |                    |                    | 377,301                     |
| Education  |                          |                              |                                   |                    |                    |                    |                             |
| Seminary   | 97,456                   |                              |                                   | 97,456             |                    |                    | 97,456                      |
| Department of education  | 677,343                  |                              |                                   | 677,343            |                    |                    | 677,343                     |
| Social services  |                          |                              |                                   |                    |                    |                    |                             |
| Dependent children   | 221,242                  |                              |                                   | 221,242            |                    |                    | 221,242                     |
| Other agencies   | 279,044                  |                              |                                   | 279,044            |                    |                    | 279,044                     |
| Communications   | 34,971                   |                              |                                   | 34,971             |                    |                    | 34,971                      |
| <b>Total expenses</b>  | <u>2,445,243</u>         |                              |                                   | <u>2,445,243</u>   |                    | <u>77,176</u>      | <u>2,522,419</u>            |
| Excess of support and revenue over expenses before capital additions | <u>220,407</u>           |                              | <u>2,888</u>                      | <u>223,295</u>     | <u>11,213</u>      | <u>-0-</u>         | <u>234,508</u>              |
| <b>Capital additions</b>   |                          |                              |                                   |                    |                    |                    |                             |
| Contributions and bequests   |                          |                              |                                   |                    | 1,500              |                    | 1,500                       |
| Loss on investments  |                          |                              | (1,300)                           | (1,300)            | (3,845)            | (11,945)           | (17,090)                    |
| Investment income  |                          |                              |                                   |                    |                    | 218,109            | 218,109                     |
| Gain on installment sale (notes 2 and 6)                             |                          |                              |                                   |                    |                    | 629,101            | 629,101                     |
| Gain on disposal of land and building                                |                          |                              |                                   |                    |                    | -0-                | -0-                         |
| <b>Total capital additions</b>                                       |                          |                              | <u>(1,300)</u>                    | <u>(1,300)</u>     | <u>(2,345)</u>     | <u>835,265</u>     | <u>831,620</u>              |
| Excess of support and revenue over expenses after capital additions  | <u>220,407</u>           |                              | <u>1,588</u>                      | <u>221,995</u>     | <u>8,868</u>       | <u>835,265</u>     | <u>1,066,128</u>            |
| Fund balances at beginning of year                                   | 1,642,721                | 786,422                      | 676,813                           | 3,105,956          | 810,916            | 8,975,875          | 12,892,747                  |
| Transfers  | (8,635)                  | (15,538)                     | 8,635                             | (15,538)           |                    | 15,538             | -0-                         |
| Fund balances at end of year   | <u>\$1,854,493</u>       | <u>\$770,884</u>             | <u>\$687,036</u>                  | <u>\$3,312,413</u> | <u>\$819,784</u>   | <u>\$9,826,678</u> | <u>\$13,958,875</u>         |

See notes to financial statements



ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

Notes to Financial Statements  
June 30, 1983 and 1982

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 which are integral components 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 thereof.

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, 1983, follows:

|                                      | Insurance or<br>Appraised<br>Values<br><u>June 1, 1963</u> | Acquisitions<br>at Cost<br>Subsequent to<br><u>June 1, 1963</u> | <u>Total</u>       |
|--------------------------------------|--|---|--------------------|
| Land                                 | \$ 322,625   | \$1,918,636   | \$2,241,261        |
| Buildings                            | 650,000  | 4,325,869   | 4,975,869          |
| Furniture, fixtures and<br>equipment | 231,000  | 509,645   | 740,645            |
| Automobiles                          | -0-  | 19,295  | 19,295             |
|                                      | <u>\$1,203,625</u>   | <u>\$6,773,445</u>  | <u>\$7,977,070</u> |

Except for cost of school renovations at Our Lady of Lourdes 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.

ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

Notes to Financial Statements (continued)  
June 30, 1983 and 1982

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

Real estate transactions

During the year ended June 30, 1974, the Archdiocese sold certain real property (see note 2) which has been recorded as an installment sale. Gain on the sale is recognized when cash payments on the note receivable taken as part of the selling price are received.

Note 2 - Note receivable and deferred gain on sale of real estate

On October 1, 1973, the Archdiocese sold certain property located at Ivy, Baker and Courtland Streets, Atlanta, Georgia; the selling price of which was \$6,153,936 payable as follows:

|     |   |           |
|-----|---|-----------|
| (1) | Earnest money paid as of June 30, 1973  | \$600,000 |
| (2) | Cash paid at closing, October 1, 1973   | \$500,000 |
| (3) | A purchase money promissory note, secured by a purchase money deed to secure debt for \$5,053,936 due in five equal annual principal installments of \$1,010,787 which commenced on October 1, 1979. Interest at the rate of 7% per annum is payable annually (note 6). |           |

The selling price exceeded book value by \$3,830,142 which is being recognized as gain on the installment method as principal payments are received. This gain has been recognized as follows:

|   |                   |
|---|-------------------|
| Amount of the gain                          | \$3,830,142       |
| Portions recognized during the years ended: |                   |
| June 30, 1974                               | (684,638)         |
| June 30, 1980                               | (629,101)         |
| June 30, 1981                               | (629,101)         |
| June 30, 1982                               | (629,101)         |
| June 30, 1983                               | (629,101)         |
| Deferred gain at June 30, 1983              | <u>\$ 629,100</u> |

The buyers are required to make monthly payments to the Archdiocese to escrow property taxes and the Archdiocese is responsible for paying these taxes from escrow.

Note 3 - 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

ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

Notes to Financial Statements (continued)  
June 30, 1983 and 1982

plan at such times and in such amounts as required to keep the plan actuarially sound. Pension and administrative cost for the years ended June 30, 1983 and 1982 was \$78,531 and \$78,264, 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 January 1, 1983 and 1982 (most recent valuations) is presented below:

|   | <u>January 1,</u> |                  |
|---|-------------------|------------------|
|   | <u>1983</u>       | <u>1982</u>      |
| Actuarial present value of vested plan benefits | <u>\$614,528</u>  | <u>\$602,019</u> |
| Net assets available for benefits               | <u>\$567,320</u>  | <u>\$448,004</u> |

The rate of return used in determining the actuarial present value of vested plan benefits was 6% for both 1983 and 1982.

The parishes reimbursed the Administrative Offices \$35,725 and \$33,445 for pension and administrative costs for the years ended June 30, 1983 and 1982, respectively. Pension expense is included in Archdiocesan administration expenses and is comprised of the following amounts:

|                                    | <u>Year Ended June 30,</u> |                  |
|------------------------------------|----------------------------|------------------|
|                                    | <u>1983</u>                | <u>1982</u>      |
| Pension and administrative expense | \$ 78,531                  | \$ 84,154        |
| Reimbursement by parishes          | <u>(35,725)</u>            | <u>(33,445)</u>  |
|                                    | <u>\$ 42,806</u>           | <u>\$ 50,709</u> |

Lay employee retirement plan

Effective July 1, 1975, the Archdiocese adopted a defined benefit retirement plan for lay employees within the Archdiocese. Contributions have been made to the plan at such times and in amounts sufficient to fund the retirement benefits as defined in the plan. The Archdiocese is in the process of making amendments to the plan that will change the plan from a defined benefit to a defined contribution plan. The effective date of the amendments will be July 1, 1982. Contributions to the amended plan will be predetermined amounts based on compensation paid to each lay employee. Benefits under the amended plan will be 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 expense for the year ended June 30, 1983 includes a \$96,000 payment made under the defined contribution portion of the plan.

ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

Notes to Financial Statements (continued)  
June 30, 1983 and 1982

The cost of the defined benefit portion of the plan for the years ended June 30, 1983 and 1982 was \$145,815 and \$126,957, respectively, for pension and administrative costs. Pension cost includes normal cost and amortization of past service cost over 10 years. Funding in excess of the annual pension cost is reflected on the balance sheet as deferred pension cost of \$170,000 at June 30, 1983. During the year ended June 30, 1982, pension cost was in excess of funding and no deferred pension cost is reflected on the balance sheet at June 30, 1982. The actuarially-computed value of vested benefits exceeded the pension fund assets of the defined benefit portion of the plan as of June 30, 1981 (most recent valuation) by approximately \$513,500.

The parishes reimbursed the Administrative Offices \$177,065 and \$137,111 for pension and administrative costs for the years ended June 30, 1983 and 1982, respectively. Pension expense is included in Archdiocesan administration expenses and is comprised of the following amounts:

|                              | Year Ended June 30, |             |
|------------------------------|---------------------|-------------|
|                              | 1983                | 1982        |
| Defined contribution expense | \$ 96,000           | \$ -0-      |
| Defined benefit expense      | 145,815             | 126,957     |
|                              | 241,815             | 126,957     |
| Reimbursement by parishes    | (177,065)           | (137,111)   |
|                              | \$ 64,750           | \$ (10,154) |

Note 4 - Notes and mortgages payable

|   | June 30, 1983 |             | June 30, 1982 |             |
|---|---------------|-------------|---------------|-------------|
|   | Maturities    |             | Maturities    |             |
|   | Current       | Noncurrent  | Current       | Noncurrent  |
| Unsecured demand note - 10.5%<br>at June 30, 1983 |               |             |               |             |
| Deposit and loan<br>funds (see note 5)            | \$ 15,000     | \$ -0-      | \$ 7,000      | \$ -0-      |
|   | 15,000        | -0-         | 7,000         | -0-         |
| 3 to 12-1/2% notes and<br>mortgages               |               |             |               |             |
| Plant funds                                       | 80,547        | 160,071     | 109,028       | 134,668     |
| Deposit and loan funds                            | 810,713       | 6,241,754   | 774,507       | 6,948,015   |
|   | 891,260       | 6,401,825   | 883,535       | 7,082,683   |
| Total notes and mortgages                         | \$ 906,260    | \$6,401,825 | \$ 890,535    | \$7,082,683 |

The unsecured demand note above is subject to a total line of credit of \$4,000,000.



ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

Notes to Financial Statements (continued)  
June 30, 1983 and 1982

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.

Maturities of notes and mortgages payable are as follows:

| <u>Year Ending June 30,</u> | <u>Amount</u>      |
|-----------------------------|--------------------|
| 1984                        | \$ 891,260         |
| 1985                        | 855,808            |
| 1986                        | 704,928            |
| 1987                        | 771,195            |
| 1988                        | 849,165            |
| 1989-2010                   | <u>3,220,729</u>   |
|                             | <u>\$7,293,085</u> |

Note 5 - 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, 1983 and 1982, the allowance for doubtful loans account, in the amount of \$150,000, 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.

Included in amounts due from parishes are loans to parishes, financed with investment funds of the Archdiocese. The parishes are repaying these loans to the Administrative Offices in monthly installments over a twelve-year period, together with interest at a rate which is determined periodically by the Archdiocese. For the year ended June 30, 1983, interest was charged at the rate of 13-1/2% per annum. The loans outstanding amount to \$770,883, of which \$155,636 is due within one year.

During the year ended June 30, 1982, the Archdiocese established 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. At June 30, 1983, the interest rate being paid to depositors was 9.14%.

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. The interest rate charged in 1983 ranged from 8.78% to 10.74%, with a rate of 9.19% in effect at June 30, 1983. Loans to parishes from the deposit and loan plan totaled \$1,318,515 at June 30, 1983 and are included in amounts due from parishes.

ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

Notes to Financial Statements (continued)  
June 30, 1983 and 1982

A summary of the use of deposits received as of June 30, 1983 and 1982 is shown below:

|   | June 30,           |                    |
|---|--------------------|--------------------|
|   | <u>1983</u>        | <u>1982</u>        |
| Loans to parishes                               | \$1,318,515        | \$ 710,489         |
| Cash and certificates of deposit -<br>loan fund | 1,759,316          | 952,351            |
| Due to loan fund from current fund              | <u>832,610</u>     | <u>533,961</u>     |
| Total on deposit                                | <u>\$3,910,441</u> | <u>\$2,196,801</u> |

Note 6 - Notes receivable

Ivy, Baker and Courtland Streets property

The 7% purchase money note with a remaining principal balance of \$1,010,787 at June 30, 1983 is secured by property located at Ivy, Baker and Courtland Streets, Atlanta, Georgia (see note 2).

Donated note

In 1981 a note receivable with a remaining principal balance of \$21,600 was donated to the Archdiocese. The note is secured by land in Pike County, Georgia, bears interest at 8% per annum and matures in March 1998. The balance at June 30, 1983 is \$19,522, of which \$723 is due within one year.

Note 7 - Pledges receivable and deferred revenue

During the year ended June 30, 1983, the Administrative Offices initiated a capital funds drive to provide \$7,200,000 to construct and renovate several elderly care homes and facilities for high school and college students and to establish a scholarship endowment for several Archdiocesan schools. Pledges for contributions to the capital funds drive are recorded as pledges receivable and may be paid at the time of the pledge or by installments over several years. A summary of total pledges, payments through June 30, 1983, and pledges receivable at June 30, 1983 is shown below:

|  | <u>Plant<br/>Funds</u> | <u>Endowment<br/>Funds</u> | <u>Total</u>       |
|--|------------------------|----------------------------|--------------------|
| Total pledges                          | \$1,195,399            | \$222,500                  | \$1,417,899        |
| Payments through June 30, 1983         | <u>216,596</u>         | <u>-0-</u>                 | <u>216,596</u>     |
| Pledges receivable at<br>June 30, 1983 | <u>\$ 978,803</u>      | <u>\$222,500</u>           | <u>\$1,201,303</u> |

ADMINISTRATIVE OFFICES OF THE ARCHDIOCESE OF ATLANTA

Notes to Financial Statements (continued)  
June 30, 1983 and 1982

Scheduled payments of pledges receivable are as follows:

| Year Ending June 30, | <u>Plant<br/>Funds</u> | <u>Endowment<br/>Funds</u> | <u>Total</u>       |
|----------------------|------------------------|----------------------------|--------------------|
| 1984                 | \$289,202              | \$ 52,500                  | \$ 341,702         |
| 1985                 | 285,702                | 60,000                     | 345,702            |
| 1986                 | 184,149                | 60,000                     | 244,149            |
| 1987                 | 118,750                | 50,000                     | 168,750            |
| 1988                 | 101,000                | -0-                        | 101,000            |
|                      | <u>\$978,803</u>       | <u>\$222,500</u>           | <u>\$1,201,303</u> |

Income from the capital funds drive is restricted for the previously-described purposes and accordingly is reported as deferred revenue until funds are expended for the restricted purposes. A summary of total restricted income, restricted income earned through June 30, 1983, and deferred revenue at June 30, 1983 is presented below:

|   | <u>Plant<br/>Funds</u> | <u>Endowment<br/>Funds</u> | <u>Total</u>       |
|---|------------------------|----------------------------|--------------------|
| Total restricted income                           | \$1,195,399            | \$222,500                  | \$1,417,899        |
| Restricted income earned<br>through June 30, 1983 | 77,176                 | -0-                        | 77,176             |
| Deferred revenue, June 30, 1983                   | <u>\$1,118,223</u>     | <u>\$222,500</u>           | <u>\$1,340,723</u> |

Note 8 - Deferred receipts

During the year ended June 30, 1983, a fire substantially destroyed one of the churches within the Archdiocese. Parish property is not recorded on the books of the Administrative Offices; however, since title to all property of the Archdiocese vests in the Archbishop (note 1), proceeds of the insurance policy covering the destroyed church were paid to the Administrative Offices. The Administrative Offices have contracted and are overseeing reconstruction of the church. The terms of the reconstruction contract require the Archdiocese to pay the contractor 115% of actual reconstruction costs. The total estimated cost to the Archdiocese for reconstruction is approximately equal to the insurance proceeds. Presented below is a summary of total insurance proceeds, reconstruction costs through June 30, 1983, and deferred receipts at June 30, 1983:

|  | <u>Amount</u>      |
|--|--------------------|
| Total insurance proceeds                   | \$3,956,137        |
| Reconstruction costs through June 30, 1983 | 1,369,468          |
| Deferred receipts, June 30, 1983           | <u>\$2,586,669</u> |