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**THE ADMINISTRATIVE SEGMENT OF  
THE DIOCESE OF WEST MISSOURI**

(A MISSOURI NONPROFIT ORGANIZATION)

**AUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2022**

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# THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI

FOR THE YEAR ENDED DECEMBER 31, 2022

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## **INDEPENDENT AUDITOR'S REPORT**

To The Administrative Segment of  
The Diocese of West Missouri  
Kansas City, Missouri

### **Opinion**

We have audited the accompanying financial statements of The Administrative Segment of The Diocese of West Missouri which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, changes in fund balances, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Administrative Segment of The Diocese of West Missouri as of December 31, 2022, and the changes in its fund balances and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The Administrative Segment of The Diocese of West Missouri and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The Administrative Segment of The Diocese of West Missouri's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing

standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The Administrative Segment of The Diocese of West Missouri's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The Administrative Segment of The Diocese of West Missouri's ability to continue as a going concern for a reasonable period of time.

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

### **Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplemental information shown on pages 16 to 18 is presented for the purpose of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the financial statements as a whole.



**Welch & Associates, L.L.C.**

Kansas City, Missouri

October 12, 2023

# **FINANCIAL STATEMENTS**

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI**  
**STATEMENT OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2022**

	<b>General Fund</b>	<b>Expansion Fund</b>	<b>Investment Fund</b>	<b>Totals</b>
<b>ASSETS</b>				
<b>CASH</b>	\$ 662,211	\$ 13,103	\$ -	\$ 675,314
<b>RECEIVABLES</b>				
Assessments	37,325	-	-	37,325
Allowance for doubtful accounts	(127)	-	-	(127)
Notes	216,243	112,892	-	329,135
	253,441	112,892	-	366,333
<b>INVESTMENTS</b>	-	-	9,900,506	9,900,506
<b>FIXED ASSETS, NET</b>	35,797	-	-	35,797
<b>DUE TO / FROM</b>	1,964,360	1,528,696	(3,493,056)	-
<b>TOTAL ASSETS</b>	\$ 2,915,809	\$ 1,654,691	\$ 6,407,450	\$ 10,977,950
 <b>LIABILITIES AND FUND BALANCE</b>				
<b>LIABILITIES</b>				
Accounts payable	\$ 12,397	\$ -	\$ -	\$ 12,397
Deferred revenue	31,101	-	-	31,101
Funds held for others	11,596	-	-	11,596
	55,094	-	-	55,094
<b>FUND BALANCE</b>				
Without donor restrictions:				
Designated by Diocese Convention for:				
Diocese	457,813	-	1,251,722	1,709,535
Expansion	-	1,654,691	-	1,654,691
Undesignated	2,402,902	-	4,066,965	6,469,867
With donor restrictions:	-	-	1,088,763	1,088,763
	2,860,715	1,654,691	6,407,450	10,922,856
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	\$ 2,915,809	\$ 1,654,691	\$ 6,407,450	\$ 10,977,950

See auditor's report and notes accompanying financial statements

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>General Fund</u>	<u>Expansion Fund</u>	<u>Investment Funds</u>	<u>Totals</u>
<b>OPERATING REVENUES</b>				
Assessments	\$ 1,241,093	\$ -	\$ -	\$ 1,241,093
Release of restrictions	62,127	-	(62,127)	-
TOTAL OPERATING REVENUE	1,303,220	-	(62,127)	1,241,093
<b>OPERATING EXPENSES</b>				
Programs:				
Regional ministries	39,012	-	-	39,012
Youth ministry	14,098	-	-	14,098
Hispanic ministry	104,714	-	-	104,714
Congregational development	36,378	-	-	36,378
Christian social ministries	85,260	-	-	85,260
Communications	12,504	-	-	12,504
Leadership development	78,862	-	-	78,862
Deanery expenses	77,307	-	-	77,307
Christian formation	95,830	-	-	95,830
Total program expenses	543,965	-	-	543,965
Administrative expenses	1,036,889	-	-	1,036,889
TOTAL OPERATING EXPENSES	1,580,854	-	-	1,580,854
OPERATING LOSS	(277,634)	-	(62,127)	(339,761)
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Donations and grants	9,816	-	-	9,816
Investment income	278,654	78,373	328,318	685,345
Interest	530	-	-	530
Net gain (loss) on investments	(546,062)	(447,605)	(1,890,796)	(2,884,463)
Rent	24,000	-	-	24,000
Miscellaneous	3,706	-	-	3,706
Gain on sale of asset	10,655	-	-	10,655
NONOPERATING LOSS	(218,701)	(369,232)	(1,562,478)	(2,150,411)
CHANGE IN FUND BALANCES	<u>\$ (496,335)</u>	<u>\$ (369,232)</u>	<u>\$ (1,624,605)</u>	<u>\$ (2,490,172)</u>

See auditor's report and notes accompanying financial statements

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

	Regional Ministries	Youth Ministry	Hispanic Ministry	Congregational Development	Christian Social Ministries	Communications	Leadership Development	Deanery Expenses	Christian Formation	Total Program Expenses	Total Administrative Expenses	Total Expenses
Payroll expenses	\$ 27,761	\$ 6,490	\$ 93,761	\$ 21,909	\$ -	\$ -	\$ 20,546	\$ -	\$ 57,105	\$ 227,572	\$ 554,153	\$ 781,725
Uncollectable assessments	-	-	-	-	-	-	-	-	-	-	20,182	20,182
Building and Grounds	-	-	-	-	-	-	-	-	-	-	23,884	23,884
Depreciation	-	-	-	-	-	-	-	-	-	-	15,340	15,340
Finance & Accounting	-	-	-	-	-	-	-	-	-	-	16,751	16,751
Office expense	-	962	-	-	-	-	-	2,308	-	3,270	26,751	30,021
Legal	-	-	-	-	-	-	-	-	-	-	5,597	5,597
Repair and maintenance	-	-	-	-	-	-	-	-	-	-	11,466	11,466
Insurance	-	-	-	-	-	-	-	-	-	-	29,373	29,373
Diocesan Governance	-	-	-	-	-	9,190	51,483	-	-	60,673	11,311	71,984
Utilities	-	-	-	-	-	-	-	-	-	-	17,441	17,441
Social Ministry Support	-	-	-	-	85,260	-	-	74,999	-	160,259	-	160,259
Education	-	-	-	2,199	-	-	-	-	38,038	40,237	-	40,237
Travel	11,251	9,700	6,598	-	-	3,229	-	-	437	31,215	39,554	70,769
Events	-	(3,054)	-	-	-	-	6,833	-	-	3,779	-	3,779
Donation	-	-	-	-	-	-	-	-	-	-	250,778	250,778
Miscellaneous	-	-	4,355	12,270	-	85	-	-	250	16,960	14,308	31,268
<b>Total</b>	<b>\$ 39,012</b>	<b>\$ 14,098</b>	<b>\$ 104,714</b>	<b>\$ 36,378</b>	<b>\$ 85,260</b>	<b>\$ 12,504</b>	<b>\$ 78,862</b>	<b>\$ 77,307</b>	<b>\$ 95,830</b>	<b>\$ 543,965</b>	<b>\$ 1,036,889</b>	<b>\$ 1,580,854</b>

See auditor's report and notes accompanying financial statements



**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI  
STATEMENT OF CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED DECEMBER 31, 2022**

	<u>General</u>	<u>Expansion</u>	<u>Investment</u>	<u>Totals</u>
Balance, beginning of year	\$ 2,983,641	\$ 2,130,451	\$ 8,298,936	\$ 13,413,028
Transfer from/to other fund	373,409	(106,528)	(266,881)	-
Change in fund balances	<u>(496,335)</u>	<u>(369,232)</u>	<u>(1,624,605)</u>	<u>(2,490,172)</u>
Balance, end of the year	<u><u>\$ 2,860,715</u></u>	<u><u>\$ 1,654,691</u></u>	<u><u>\$ 6,407,450</u></u>	<u><u>\$ 10,922,856</u></u>

See auditor's report and notes accompanying financial statements

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2022**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Change in fund balances	\$ (2,490,172)
Adjustments to reconcile change in fund balances to net cash provided by operating activities:	
Depreciation expense	15,340
Loss on sale of investments	2,884,463
Assessment underfunding	20,182
Gain on sale of asset	(10,655)
Change in Operating Assets and Liabilities:	
Assessments receivable	(38,001)
Notes receivable	(150,885)
Funds held for others	(2,424)
Deferred revenue	31,101
Accounts payable	(1,099)
Net Cash Provided By Operating Activities	257,850

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of asset	(43,833)
Sale of asset	21,000
Net purchase of investments	(134,384)
Net Cash Used In Investing Activities	(157,217)

**Net Change In Cash**

100,633

**Cash, Beginning Of Year**

574,681

**Cash, End Of Year**

\$ 675,314

**SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:**

Cash Paid During The Year For Interest Expense	\$ -
Cash Paid During The Year For Tax Expense	\$ -

See auditor's report and notes accompanying financial statements

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

**NOTE 1 - ORGANIZATION AND NATURE OF ACTIVITIES**

The Diocese of West Missouri (the Diocese) is a voluntary religious association composed of clergy, parishes, mission congregations, and the members thereof. The governing body of the Diocese is the Diocesan Convention, which determines the terms and conditions under which parishes or mission congregations may be formed in the Diocese. Additionally, the Diocesan Convention determines assessments from the various parishes or mission congregations to finance the activities of the Diocese's programs. Parishes are incorporated as separate legal entities. Mission congregations are not separate legal entities from the Diocese and, according to the Diocesan Canons, cannot have any assets. The Administrative Segment of The Diocese of West Missouri's major sources of revenue are investment income and assessments from member churches.

For purposes of financial statement reporting, the 17 mission congregations' assets, liabilities and operating transactions are a separate segment of the Diocese. The segment of the Diocese included in these financial statements include the operations related to centralized administrative and programmatic functions (the Administrative Segment, hereinafter Organization) that benefit all its members.

Income Taxes

The Diocese has been designated as a tax-exempt organization pursuant to Internal Revenue Code (IRC) Section 501(c)(3). Further, the Diocese has been determined not to be a private foundation per IRC Section 509(a). Accordingly, no provision for income tax expense or excise tax expense has been made. Management has reviewed all sources of revenue and does not believe the Organization to be subject to income tax on unrelated business income.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP). Under this method, revenues are recognized when earned or when all conditions for income recognition have been met, and expenses and purchases are recognized when the obligation is incurred.

Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenue, expenses, gains, losses, and other changes in fund balances during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows, cash deposits and all other investments with an original maturity of three months or less are considered to be cash and cash equivalents.

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

Functional Allocation of Expenses

The expenses presented on the statement of functional expenses are largely direct costs attributable to each program or administrative costs. There are immaterial expenses that could be allocated to programs; however, management has elected to allocate these 100% to administrative cost as the effort to allocate these outweighs the benefit.

Fixed Assets

Purchased property is recorded at cost. Donated property is recorded at market value at the time of donation. All repairs and additions are expensed except for purchased vehicles and building which are capitalized. Management evaluates its long-lived assets for impairment when circumstances indicate the carrying amount may not be fully recoverable. This evaluation is generally performed using year-end information.

Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives. The estimated service life of the assets for depreciation purposes may be different than their actual economic useful lives. The Organization has adopted the straight-line method of depreciation and has assigned useful lives to the following classes of fixed assets:

	<u>Estimated Life</u>
Building	40 years
Automobiles	5 years

Contributions

Contributions received are recorded as restricted or unrestricted depending on the existence and/or nature of any donor restrictions. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor or by law. Amounts received which are designated for future periods or restricted by the donor for specific purposes are reported as restricted support that increases those net asset classes.

Compensated Absences

Employees of the Organization are entitled to paid vacation, depending on job classification and length of service. It is the Organization's policy to recognize costs of compensated absences when actually paid to employees. The Organization does not accrue a liability for compensated absences because employees are not eligible for payment for unused paid time off at the time of termination of employment.

Receivables

Assessments and notes receivable consist primarily of amounts due from mission congregations and parishes. Management reviews individual receivable and evaluates if the accounts are collectible. Any receivable determined to be uncollectible are written off when deemed uncollectible. Recoveries of a receivable previously written off is recorded as revenue when received. Assessment receivables are due within one year from the fiscal year ended December 31, 2022.

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

Classification of Fund Balances

The accounts of the Organization are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balances, revenues, and expenses. The following funds are used by the Organization:

- The General Fund is the general operating fund of the Organization. All revenues that are not allocated to another fund are accounted for in this fund. From the fund are paid the general operating expenses, the fixed charges, and the capital improvement costs that are not paid through other funds.
- The Expansion Fund is used to account for monies designated by the Diocesan Convention for the development of new congregations and growth of existing congregations. Loans to member congregations are charged off when management deems them to be uncollectible.
- The Investment Funds are used to account for assets donated and bequeathed to the Diocese for the benefit of specific parishes and mission congregations, or for the benefit of the Diocese.

Going Concern Analysis

Management evaluates whether there are conditions and events, considered in the aggregate, that raise substantial doubt about the Organization's ability to continue as a going concern within a year of the financial statement issue date.

**NOTE 3 - ECONOMIC DEPENDENCY**

The Organization received all of its operating revenues from assessments charged to member churches. If a significant reduction in the level of revenue from this source were to occur, it could have an adverse effect on the Organization's operations.

The Organization serves member churches in the western Missouri area. Future operations could be affected by changes in economic or other conditions in the geographic area.

**NOTE 4 - CONCENTRATION OF CREDIT RISK**

Financial instruments that potentially subject the Organization to concentrations of credit risk are cash and investments arising from normal business activities.

Cash

The Organization maintains cash with one financial institution insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Organization's cash balance may periodically exceed FDIC insurance limits. The Organization believes it is not exposed to significant risk due to the financial position of the depository institution in which the deposit is held. At December 31, 2022, the Organization had cash in excess of the FDIC insured amount by \$518,341.

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

Investments

Investments are exposed to various risks, such as interest rate, market and credit risk. Market values of investments fluctuate based on the magnitude of changing market conditions. Concentration of credit risk for investments is mitigated by the overall diversification of the managed investment portfolios; however, significant changes in market conditions could materially affect portfolio value in the near term. The concentration of credit risk exists to the full extent of amounts reported on the Statement of Financial Position.

**NOTE 5 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The Organization's financial assets available within one year of the statement of financial position date for general expenditures are as follows:

<u>Financial assets at year-end:</u>	
Cash	\$ 675,314
Assessment receivable	37,325
Investments	<u>9,900,506</u>
	10,613,145
Restrictions:	
Cash held for others	(11,596)
Investments restricted by donors	<u>(1,088,763)</u>
	<u>\$9,512,786</u>

General expenditures include all the expenditures necessary for the operations of the Organization. As part of the Organization's liquidity management, it has structured its financial assets to be available as its general expenditures and liabilities come due. In addition, the Organization invests excess cash to earn investment income.

**NOTE 6 - RESTRICTED AND DESIGNATED FUND BALANCES**

Fund balances without donor restrictions designated by the Diocesan Convention are available for purposes stated in schedule of designated fund balances (Page 17) and restricted fund balances are available for the purposes stated in schedule of fund balances with donor restrictions (Page 18).

**NOTE 7 - COMMITMENT**

The Organization was obligated on a loan at December 31, 2022. The Organization is a guarantor on this debt and will be liable to pay this debt in the event of default by debtor. The payment on the loan is current at December 31, 2022.

<u>Church</u>	<u>Maturity Date</u>	<u>Balance</u>
Saint Mary Magdalene – Village of Loch Lloyd (Saint Mary)	11/20/2028	\$1,106,462

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

**NOTE 8 - EMPLOYEE BENEFIT PLAN**

Compensated clergy and lay personnel (who work a minimum of 1,000 hours per year) are covered by a group pension plan. The organization providing pension coverage is The Church Pension Fund. The pension plan is a multiemployer plan, and the value of vested and nonvested accumulated plan benefits relating to the Organization is not determinable. Pension contributions for the personnel are made by the Organization. The Organization contributes 18% and 9% of compensation for clergy and lay personnel, respectively. The contributions are vested immediately for clergy. The contributions for lay personnel vest after 5 years of service. Pension contributions by the Organization were \$75,944 for the year ended December 31, 2022.

The Organization also offers a 403(B) retirement plan (the Plan). The key provisions of the Plan are as follows:

- All employees are eligible to participate in the Plan.
- An employee may contribute up to the maximum limit allowed by the Internal Revenue Services (IRS) to the Plan (elective deferral). For employee's age 50 or over an additional catch-up contribution up to the limit allowed by IRS can be made.
- The Organization does not match the employee's elective deferrals.
- Employee contributions are 100% vested.

**NOTE 9 - FAIR VALUE MEASUREMENTS**

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy are described below:

- Level 1: Unadjusted quoted prices in active markets for identical assets and liabilities.
- Level 2: Observable inputs other than those included in Level 1. For example, quoted market prices for similar assets or liabilities in active markets, or quoted market prices for identical assets or liabilities in inactive markets.
- Level 3: Unobservable inputs reflecting management's own assumptions about the inputs used in pricing the asset or liability. Level 3 assets and liabilities include investments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair values requires significant management judgment or estimation.

The following is the Organization's fair value measurements at December 31, 2022:

	<u>Fair Value</u>	<u>Level 1</u>
Mutual Funds	<u>\$9,900,506</u>	<u>\$9,900,506</u>

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2022**

Assets under the investments are pooled for investment purposes. Each trust fund holds shares in the pool. The number of shares assigned to each trust fund changes when additions and/or withdrawals are made. Withdrawals are normally processed at the same time as dividend distributions. Participants who need 90% or less of their funds before the end of a quarter will be accommodated as soon as possible. Participants who need more than 90% of their fund balance before the end of a quarter will receive 90% of the estimated market value as soon as practicable; the remaining 10% will be remitted with the regular distribution.

**NOTE 10 - INCOME FROM TRUST**

In 1961, the William C. and Marie S. Shank Charitable Trust (Shank Trust) was created to benefit various charities. The Organization receives 5% of the interest income generated from the trust annually. In 1967 and 1968, principal assets of the Nina L. Remfry Trust (Remfry Trust) were bequeathed in perpetuity to a trust with the net income derived from the trust estate to go to the Organization. The assets of the Remfry and Shank Trusts are under the control of a bank trustee and are not owned by the Diocese and are not included in the accompanying financial statements. The interest income from the Remfry and Shank Trusts is included in the investment income of the General Fund.

The interest received by the Organization as of and for the year ended December 31, 2022 for the Remfry Trust and the Shank Trust are as follows:

Remfry Trust	\$175,272
Shank Trust	<u>5,920</u>
	<u>\$181,192</u>

**NOTE 11 - FIXED ASSETS**

The major classes of fixed assets are:

Building	\$726,613
Automobiles	<u>46,028</u>
	772,641
Accumulated depreciation	<u>(736,844)</u>
	<u>\$ 35,797</u>

**NOTE 12 - DATE OF MANAGEMENT'S REVIEW**

In preparing these financial statements, management has evaluated events and transactions for potential recognition or disclosure through October 12, 2023, the date the financial statements were available to be issued. No significant matters were identified for disclosure during this evaluation.



## **SUPPLEMENTARY INFORMATION**

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI**  
**SCHEDULE OF RECEIVABLES**  
**AS OF DECEMBER 31, 2022**

Assessments Receivable:

Saint Alban's - Bolivar	\$	453
Christ Church - Boonville		124
Saint Thomas a Becket - Cassville		402
Good Shepherd - Kansas City		671
Grace and Holy Trinity Cathedral - Kansas City		18,789
Church of the Redeemer - Kansas City		3,250
Saint Augustine's - Kansas City		2,697
Saint Peter & All Saints Church - Kansas City		2,819
Saint Anne's - Lee's Summit		1,250
Christ Church - Lexington		272
Saint Mathew's - Raytown		560
Calvary Episcopal Church - Sedalia		2,457
Christ Episcopal Church - Saint Joseph		1,456
All Saint's Episcopal Church - West Plains		2,125
		2,125
	\$	37,325

Notes Receivable:

Saint Paul - Maryville	\$	22,757
Saint James - Springfield		32,450
Saint Mary - Magdalene		97,500
Shepherd - Branson		31,200
NourishKC		32,336
		32,336
Total General Fund	\$	216,243
Saint Michael's - Independence	\$	31,371
Saint Thomas a Becket- Cassville		13,521
Saint Mary - Belton		40,000
Grace - Liberty		28,000
		28,000
Total Expansion Fund	\$	112,892

See auditor's report and notes accompanying financial statements

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI  
SCHEDULE OF DESIGNATED FUND BALANCES  
AS OF DECEMBER 31, 2022**

Designated by Diocesan Convention for:

Automobile replacement	\$ 22,000
Bishop's Discretionary Fund	12,681
Clergy Counseling Fund	1,289
Deacons of West Missouri	1,035
Diocese Wide Hispanic Ministry	96
Presiding Bishop Visit	3,480
General convention	28,917
Special Travel	27,477
Repair and maintenance - Diocesan property	26,631
Youth General Convention Reserve	3,333
Covid Relief Fund	297,726
Rt. Rev. Arthur Vogel Mem. Chapel	2,106
Christian Ed from Confirmations	6,042
Curacy program	25,000
Total General Fund	457,813
Church Growth - 5th start	12,619
Clergy continuing education	20,391
Diocesan college work	253,888
Episcopal Transition Reserve	265,235
Cliff Springs Sale	673,405
Seventh Start	26,184
Total Investment Fund	1,251,722
Total Designated Fund Balance	\$ 1,709,535

See auditor's report and notes accompanying financial statements

**THE ADMINISTRATIVE SEGMENT OF THE DIOCESE OF WEST MISSOURI**  
**SCHEDULE OF FUND BALANCES WITH DONOR RESTRICTIONS**  
**AS OF DECEMBER 31, 2022**

Account Name	Purpose	Release From Restrictions	Market Value at Year-End
Rust	Maintaining and/or promoting missionary work in rural areas	\$ 38,059	\$ 608,028
Georgina King	For mission projects outside the continental United States	2,551	43,457
West Missouri School for Ministry	Originally for the Missouri School for the Diaconate	3,307	56,333
Diocese of West Missouri Interim Ministry	For education/specialized training needed to become an interim minister	-	55,235
School for Diaconate	For West Missouri School for Ministry	-	15,519
Elmquist Fund	To provide funds for the education of new clergy enrolled in continuing ministerial education programs	16,243	276,682
M Shields Matheny	To support individuals with personal expenses who are studying for Holy Orders in seminary	1,967	33,509
Totals		<u>\$ 62,127</u>	<u>\$ 1,088,763</u>

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