

BISHOP OF THE EPISCOPAL DIOCESE OF
GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024 AND 2023



Holland, Bromley,
Barnhill & Brett LLP
Certified Public Accountants and Business Advisors

BISHOP OF THE EPISCOPAL DIOCESE OF
GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATED FINANCIAL STATEMENTS

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Independent Accountant's Review Report

To the Diocesan Council of
Bishop of the Episcopal Diocese of Georgia, Inc.

We have reviewed the accompanying consolidated financial statements of Bishop of the Episcopal Diocese of Georgia, Inc. and its operating entity (collectively, the "Organization") (a nonprofit organization), which comprise the consolidated statement of financial position as of December 31, 2024, and the related consolidated statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of the Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The consolidating supplemental schedules on pages 16 and 17 are presented for purposes of additional analysis and are not a required part of the basic 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 supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.

Report on 2023 Financial Statements

The 2023 consolidated financial statements were audited by us, and we expressed an unmodified opinion on them in our report dated September 3, 2024. We have not performed any auditing procedures since that date. The summarized comparative information presented herein as of and for the year ended December 31, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in black ink that reads "Holland, Bromley, Barnhill & Brett, LLP". The signature is written in a cursive, flowing style.

Holland, Bromley, Barnhill & Brett, LLP
Savannah, Georgia
September 3, 2025

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	<u>December 31,</u>	
	<u>2024</u>	<u>2023</u>
	<u>(reviewed)</u>	<u>(audited)</u>
ASSETS		
Cash and cash equivalents	\$ 947,240	\$ 723,426
Accounts receivable	51,923	15,551
Other current assets	<u>30,571</u>	<u>46,556</u>
Total current assets	1,029,734	785,533
Property and equipment, net	<u>3,038,681</u>	<u>1,209,831</u>
Total assets	<u><u>\$ 4,068,415</u></u>	<u><u>\$ 1,995,364</u></u>
LIABILITIES AND NET ASSETS		
Accounts payable and accrued expenses	\$ 59,339	\$ 345,025
Deferred revenue	3,300	200
Loans from Endowment Fund of the Episcopal Diocese of Georgia	<u>200,000</u>	<u>500,755</u>
Total current liabilities	<u>262,639</u>	<u>845,980</u>
Net assets		
Without donor restrictions	3,581,260	1,049,300
With donor restrictions	<u>224,516</u>	<u>100,084</u>
Total net assets	<u>3,805,776</u>	<u>1,149,384</u>
Total liabilities and net assets	<u><u>\$ 4,068,415</u></u>	<u><u>\$ 1,995,364</u></u>

(The accompanying notes are an integral part of the consolidated financial statements.)

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY
CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	Without Donor Restrictions	With Donor Restrictions	For the years ended December 31,	
			2024 (reviewed)	2023 (audited)
Support and revenues				
Parish and aided parish pledges and donations	\$ 2,380,782	\$ -	\$ 2,380,782	\$ 1,715,693
Special purpose income	216,634	190,716	407,350	203,814
Contributed property	1,373,718	676,619	2,050,337	-
Meetings, group, and lodging	111,197		111,197	162,867
Trust income	95,940		95,940	96,874
Episcopal Church camps	65,823		65,823	78,483
Wedding events	4,927		4,927	19,245
Other revenue	11,846		11,846	18,973
Investment income	358		358	694
Net assets released from restrictions	742,903	(742,903)	-	-
Total support and revenues	<u>5,004,128</u>	<u>124,432</u>	<u>5,128,560</u>	<u>2,296,643</u>
Expenses				
Salaries	657,285	-	657,285	672,333
Employee benefits and taxes	449,226	-	449,226	396,910
Special purpose distributions	297,633	-	297,633	255,121
General convention assessment	191,385	-	191,385	228,809
Dining room and food costs	144,433	-	144,433	163,042
Rent and utilities	132,627	-	132,627	115,032
Insurance	104,099	-	104,099	78,550
Depreciation	95,023	-	95,023	93,361
Supplies	85,152	-	85,152	63,701
Diocesan support distributions	79,121	-	79,121	158,880
Repairs and maintenance	54,305	-	54,305	57,709
Miscellaneous	46,252	-	46,252	34,754
Travel	40,575	-	40,575	39,088
Professional fees	37,814	-	37,814	27,945
Housekeeping	31,291	-	31,291	30,824
Program costs	25,947	-	25,947	50,378
Total expenses	<u>2,472,168</u>	<u>-</u>	<u>2,472,168</u>	<u>2,466,437</u>
Change in net assets	2,531,960	124,432	2,656,392	(169,794)
Net assets - beginning of year	<u>1,049,300</u>	<u>100,084</u>	<u>1,149,384</u>	<u>1,319,178</u>
Net assets - end of year	<u>\$ 3,581,260</u>	<u>\$ 224,516</u>	<u>\$ 3,805,776</u>	<u>\$ 1,149,384</u>

(The accompanying notes are an integral part of the consolidated financial statements.)

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES

	Program Services					Supporting Services	Total 2024 (reviewed)	Total 2023 (audited)
	Mission Inside the Diocese	Mission Outside the Diocese	Camp	Total Program Services				
EXPENSES								
Salaries	\$ 503,465	\$ 65,495	\$ 34,919	\$ 603,879	\$ 53,406	\$ 657,285	\$ 672,333	
Employee benefits and taxes	344,404	41,722	31,237	417,363	31,863	449,226	396,910	
Special purpose distributions	296,809	824		297,633		297,633	255,121	
General convention assessment		191,385		191,385		191,385	228,809	
Dining room and food costs	1,686		142,747	144,433		144,433	163,042	
Rent and utilities	25,342		43,904	69,246		132,627	115,032	
Insurance				-	63,381	104,099	78,550	
Depreciation				-	95,023	95,023	93,361	
Supplies	33,380		27,004	60,384	24,768	85,152	63,701	
Diocesan support distributions	79,121			79,121		79,121	158,880	
Repairs and maintenance			35,680	35,680	18,625	54,305	57,709	
Miscellaneous	20,219			20,219	26,033	46,252	34,754	
Travel	33,642	6,933		40,575		40,575	39,088	
Professional fees	915			915	36,899	37,814	27,945	
Housekeeping			31,291	31,291		31,291	30,824	
Program costs	25,947	-	-	25,947	-	25,947	50,378	
Total expenses	\$ 1,364,930	\$ 306,359	\$ 346,782	\$ 2,018,071	\$ 454,097	\$ 2,472,168	\$ 2,466,437	

(The accompanying notes are an integral part of the consolidated financial statements.)

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY
CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the years ended December 31,	
	2024 (reviewed)	2023 (audited)
Cash flows from operating activities:		
Change in net assets	\$ 2,656,392	\$ (169,794)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation	95,023	93,361
Donated property not sold	(767,200)	-
Changes in assets and liabilities		
Accounts receivable	(36,372)	13,458
Other current assets	15,985	(14,417)
Accounts payable and accrued expenses	(285,686)	276,404
Deferred revenue	3,100	(5,750)
Net cash provided by operating activities	<u>1,681,242</u>	<u>193,262</u>
Cash flows from investing activities:		
Purchases of property and equipment	<u>(1,156,673)</u>	<u>(45,145)</u>
Net cash used for investing activities	<u>(1,156,673)</u>	<u>(45,145)</u>
Cash flows from financing activities:		
Payments on loans	<u>(300,755)</u>	<u>-</u>
Net cash used for financing activities	<u>(300,755)</u>	<u>-</u>
Net increase in cash and cash equivalents	223,814	148,117
Cash and cash equivalents - beginning of year	<u>723,426</u>	<u>575,309</u>
Cash and cash equivalents - end of year	<u>\$ 947,240</u>	<u>\$ 723,426</u>

(The accompanying notes are an integral part of the consolidated financial statements.)

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

DECEMBER 31, 2024 (reviewed) AND 2023 (audited)

NOTE 1 - PURPOSE OF ORGANIZATION

The Bishop of the Episcopal Diocese of Georgia, Inc. (the Diocese) is a non-profit organization located in Savannah, Georgia which incorporated in Georgia in 1992. It was formerly known as The Episcopal Church in the Diocese of Georgia. The Diocese is the administrative unit of the Episcopal parishes and aided parishes within its geographical boundaries and comprises approximately the southern three-fifths of the state of Georgia.

The Georgia Episcopal Camp and Conference Center (the Camp) is an operating entity of the Diocese. The Camp, which is also known as 'Honey Creek', spans 100 acres in Waverly, Georgia and has been in existence since the 1950s to provide a unique setting for the spiritual, community-building, and educational needs of its guests. In addition to being an ideal location for spiritual camps, the facilities are utilized for a variety of other functions including weddings, reunions, and retreats.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The consolidated financial statements are prepared in accordance with generally accepted accounting principles in the United States (U.S. GAAP). The consolidated financial statements include the accounts of the Diocese and the Camp (collectively referred to as 'the Organization'). All significant inter-organizational transactions and balances have been eliminated in consolidation.

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

Restricted and unrestricted revenue and support

Contributions received are recorded as "with donor restrictions" or "without donor restrictions," depending on the existence and/or nature of any donor restrictions. When a restriction expires (that is, when a stipulated time restriction ends or when the purpose of the restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Support that is restricted by the donor is reported as an increase in "without donor restrictions" if the restriction expires in the reporting year in which the support is recognized.

Revenue recognition

The Organization derives its revenues primarily from parish and aided parish pledges. Revenues are recognized over the course of the year in an amount that reflects the consideration the Organization expects to receive in exchange for services provided to the parishes in the Diocese. The Organization also derives revenue from its Episcopal Church camps and by providing accommodations and ancillary services to third party groups at the Camp. Revenue for events held at the Camp are recognized at the time the event occurs. Deferred revenue represents payments made by customers in advance of events to be held at the Camp. Contributions which are not received in exchange for providing goods or services are recognized as revenue upon receipt.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Cash and cash equivalents

Cash and short-term highly liquid investments (original maturity of ninety days or less) are included as cash and cash equivalents in the accompanying consolidated financial statements.

In-kind contributions

The Diocese's policy related to gifts in kind is to utilize the assets received to carry out the mission of the Diocese. If an asset is provided that is not able to be utilized in the normal course of business, the asset will be sold at fair value as determined by current market rates. Donated marketable securities and other non-cash donations are recorded as contributions at their estimated fair values at the date of donation. See Note 6 for further discussion of donated property.

Contributions of donated services are recorded at fair value if the services 1) create or enhance non-financial assets or 2) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The Diocese receives significant donated services from unpaid volunteers, however no amounts have been recognized in the accompanying statement of activities because the criteria for recognition has not been satisfied.

Property and equipment

The Diocese capitalizes purchases of property and equipment which exceed \$1,500 and are expected to provide benefit for multiple years. The Camp capitalizes purchases of property and equipment which exceed \$2,000 and are expected to provide benefit for multiple years. Purchased fixed assets are recognized at cost. Fixed assets donated to the Organization are recognized at fair market value at the time of donation. If fair market value is not available, donated fixed assets are recognized at appraised value at the time of donation. The Organization recognizes depreciation on these assets using the straight-line method over the following estimated useful lives:

- Automobiles - 5 years
- Equipment - 5 to 10 years
- Furniture and fixtures - 5 to 7 years
- Building improvements - 15 years
- Buildings - 39 years

Assets acquired by the Diocese prior to January 1, 2009 are not included in the consolidated statements of financial position. The land, building, and facilities spanning approximately 100 acres in Waverly, Georgia and utilized for operations of the Camp are part of these excluded assets. This property was originally gifted to the Diocese in the late 1950s with certain restrictions surrounding the sale of the property. The tax value of this property was approximately \$2,175,554 as of December 31, 2024.

Estimates

The preparation of consolidated financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Reclassifications

Certain prior year amounts have been reclassified to conform with current year presentation.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Concentration of credit risk

The Organization maintains cash balances with commercial banks throughout southeast Georgia in deposit accounts which at December 31, 2024 and other times throughout the year, exceeded federally insured limits. The Organization has not experienced any losses of such funds and management believes the Organization is not exposed to any significant risk on cash. The amount of uninsured cash was approximately \$362,000 and \$93,000 at December 31, 2024 and 2023, respectively.

Diocese funding to the Camp

The Diocese paid the Camp \$49,391 and \$42,124 during 2024 and 2023, respectively, for lodging, camps, and various conferences. The Diocese also paid the Camp \$127,000 and \$92,000 during 2024 and 2023, respectively, to assist with cash flow challenges. These amounts have been eliminated during the consolidation.

Accounts receivable

The accounts receivable balance represents the unpaid tithes charged to congregations for support from the Diocese expected to be collected in the following fiscal year.

Allowance for credit losses

The allowance for credit losses is an amount that management believes will be adequate to absorb possible losses on existing accounts that may become uncollectible. Current economic conditions, historical loss experience, risk characteristics of various account categories, specific impaired accounts, reasonable forecasts, and other pertinent factors are considered in determining the adequacy of the allowance. The allowance is increased by provisions for credit losses and reduced by accounts written off, net of recoveries. As of December 31, 2024 and 2023, the allowance for credit losses totaled \$0.

Advertising

The Organization expenses advertising costs as they are incurred. Advertising expense for the years ended December 31, 2024 and 2023 totaled \$1,878 and \$0, respectively.

Income taxes

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization is classified as other than a private foundation. Therefore, no provision for income taxes has been made in these consolidated financial statements.

A tax position is recognized as a benefit only if it is “more likely than not” that the tax position would be sustained in a tax examination, with a tax examination being presumed to occur. Once the threshold is met, the amount recognized in the financial statements is the largest amount of tax benefit likely realized on examination. For tax positions not meeting the “more likely than not” test, no tax benefit is recorded. The Organization does not expect the total amount of unrecognized tax benefits to significantly change in the next twelve months. Due to the tax-exempt status, the Organization is not subject to U.S. federal income tax or state income tax.

The Organization is no longer subject to examination by taxing authorities for years before 2021. If incurred, the Organization would recognize interest and penalties related to unrecognized tax benefits in interest expense. The Organization has no amounts accrued for interest and penalties as of December 31, 2024 and 2023. Additionally, no interest or penalties were recorded for the years then ended.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

New accounting pronouncements

In June 2016, the Financial Accounting Standards Board (FASB) issued ASU 2016-13 “Financial Instruments—Credit Losses” (Topic 326), which requires entities to measure all expected credit losses for financial instruments held at the reporting date based on historical experience, current conditions, and reasonable and supportable forecasts. The new guidance broadens the information to be considered when measuring credit losses to include forward-looking information, increases usefulness of the financial statements by requiring timely inclusion of forecasted information in forming expectations of credit losses, and aligns the income statement recognition of credit losses with the reporting period in which the changes occur. The Organization implemented this ASU as of and for the year ended December 31, 2023, on a modified-retrospective basis. The adoption of ASU 2016-13 did not have a significant impact on the financial statements. No changes were required to previously reported financial statements as a result of the adoption.

Cost allocation

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. These expenses are allocated based on management’s analysis of employee time spent on each program and supporting function.

Subsequent events

The Organization has evaluated subsequent events through September 3, 2025, the date the financial statements were available to be issued.

NOTE 3 - ENDOWMENT FUND

An investment fund earmarked for the Camp is held by the Endowment Fund of the Episcopal Diocese of Georgia (the Endowment Fund), and a balance of \$264,043 and \$114,518 was maintained at December 31, 2024 and 2023, respectively. Because this investment is an asset of the Endowment Fund, rather than the Camp, it is not reflected on the accompanying consolidated statements of financial position. See Note 8 for a description of the amount due to the Endowment Fund as of December 31, 2024.

NOTE 4 - RELATED PARTIES

The Diocese has approximately seventy related parishes and aided parishes. The revenues received from these parishes and aided parishes are recorded as ‘Parish and aided parish pledges and donations’, and the related Diocesan expenses are recorded as ‘Mission inside the Diocese’ on the consolidated statements of functional expenses.

NOTE 5 - PROPERTY AND EQUIPMENT

Property and equipment at December 31, 2024 and 2023 consists of the following:

	<u>Diocese</u>	<u>Camp</u>	<u>Total</u> <u>2024</u> <u>(reviewed)</u>	<u>2023</u> <u>(audited)</u>
Buildings and improvements	\$ 2,228,787	\$ 1,113,385	\$ 3,342,172	\$ 1,701,114
Furniture and fixtures	-	98,628	98,628	71,450
Office equipment	18,121	21,802	39,923	45,457
Vehicles	35,201	9,500	44,701	44,701
Maintenance equipment	-	68,227	68,227	37,690
Kitchen equipment	-	21,747	21,747	21,747
Disc golf course	-	6,706	6,706	6,706
Computers and software	-	65,930	65,930	65,930
	<u>2,282,109</u>	<u>1,405,925</u>	<u>3,688,034</u>	<u>1,994,795</u>
Less - accumulated depreciation	<u>(256,207)</u>	<u>(688,049)</u>	<u>(944,256)</u>	<u>(854,767)</u>
	<u>2,025,902</u>	<u>717,876</u>	<u>2,743,778</u>	<u>1,140,028</u>
Construction in progress	-	-	-	25,000
Land	<u>294,903</u>	<u>-</u>	<u>294,903</u>	<u>44,803</u>
Total property and equipment	<u>\$ 2,320,805</u>	<u>\$ 717,876</u>	<u>\$ 3,038,681</u>	<u>\$ 1,209,831</u>

Depreciation expense for the years ended December 31, 2024 and 2023, totaled \$95,023 and \$93,361, respectively. The depreciation expense for the year ended December 31, 2024 consists of \$40,919 and \$54,104 for the Diocese and the Camp, respectively. The depreciation expense for the year ended December 31, 2023 consists of \$41,430 and \$51,931 for the Diocese and the Camp, respectively.

NOTE 6 - DONATED PROPERTY

During 2024, the Diocese received donated real property in Jekyll Island, Georgia from a closed congregation. The transfer was made without monetary consideration and represents a nonreciprocal contribution. The Diocese sold the property at fair market value for net proceeds of \$606,518 which is recorded as contributed property revenue. No donor-imposed restrictions were associated with the sale of this contributed property.

During 2024, the Diocese received donated real property in Savannah, Georgia from a closed congregation. The transfer was made without monetary consideration and represents a nonreciprocal contribution. The Diocese recorded the transaction as contributed property revenue which totaled \$1,443,819. A portion of the donated property was retained by the Diocese and included with property and equipment in the accompanying financial statements. Because a fair market value for this property was not readily determinable due to the absence of recent market sales for comparable assets, the Diocese used an appraised value of \$767,200, as determined by Chatham County, Georgia property tax records. Beginning in 2025, this property is used as administrative office space for the Diocese. No donor-imposed restrictions were associated with this property.

The remaining portion of the donated real property was sold in 2024 at fair market value for net proceeds of \$676,619. This amount is restricted for maintaining operations and for building improvements of the retained portion of the property.

NOTE 7 - EMPLOYEE BENEFIT PLANS

The Bishop and his ordained canons participate in the national clergy pension plan of the Church Pension Fund. This is a defined benefit plan, and Diocese contributions are assessed at approximately 18% of related salaries.

All full-time employees of the Organization are eligible to participate in a Section 403(b) plan. The Organization contributes a total of 10% of each participant's salary to the defined contribution 403(b) plan. Contributions to all plans for the years ended December 31, 2024 and 2023 totaled \$107,489 and \$93,332, respectively.

NOTE 8 - DEBT

Loans from Endowment Fund

During 2011, the Camp borrowed funds from the Endowment Fund. These funds were borrowed interest free and were due back to the Endowment Fund as soon as possible. At December 31, 2023, a total of \$100,755 was due to the Endowment Fund. This loan was repaid in full during 2024.

During 2018, the Diocese borrowed funds from the Endowment Fund to assist in the purchase of the new administrative building. Under this agreement, the principal balance will be paid back at some point in the future as Diocese funds are available, however no formal repayment plan exists. Interest does not accrue on this loan. During 2024, \$200,000 of this balance was repaid to the Endowment Fund. At December 31, 2024 and 2023, \$200,000 and \$400,000, respectively, was due to the Endowment Fund.

Debt agreements

While certain debt agreements may be accounted for as liabilities of the Camp and satisfied from the assets of the Camp, the borrower on all debt agreements is the Diocese. Assets of the Camp may represent partial collateral under debt agreements, but the Diocese is ultimately responsible as the borrower.

Other

The Diocese is the guarantor on a note payable to a local financial institution by an Episcopal parish. The amount outstanding on this note payable was approximately \$121,629 and \$126,845 at December 31, 2024 and 2023, respectively. The note payable is collateralized by a security deed on real estate of the Episcopal parish. In August 2025, the note payable was renewed for \$118,709 with monthly payments of principal and interest of \$1,034 commencing on September 26, 2025, and a scheduled maturity date of August 26, 2030. The outstanding principal balance is subject to a fixed interest rate of 6.25%.

NOTE 9 - LIQUIDITY

The following reflects the Organization's financial assets as of December 31, 2024 and 2023, reduced by amounts not available for general use because of designations or donor-imposed restrictions within one year of year-end. Amounts designated by the Diocesan Administrator may be drawn upon, if necessary, to meet unexpected liquidity needs or in the event of financial distress. See Notes 10 and 11 for additional information on these designated and restricted funds.

	December 31,	
	<u>2024</u>	<u>2023</u>
	(reviewed)	(audited)
Financial assets at year-end	\$ 999,163	\$ 738,977
Less those unavailable for general expenditures within one year, due to:		
Contractual or donor-imposed restrictions:		
Restricted by donor with time or purpose restrictions	224,516	100,084
Designated by the Diocesan Administrator	<u>284,944</u>	<u>180,846</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 489,703</u>	<u>\$ 458,047</u>

NOTE 10 - NET ASSETS WITHOUT DONOR RESTRICTIONS

Amounts designated by the Organization for specific purposes are presented below. The Diocesan Administrator with the approval of the Finance Committee determines these designations.

	December 31,	
	<u>2024</u>	<u>2023</u>
	(reviewed)	(audited)
Designated net assets without donor restrictions		
Emergency reserve	\$ 165,459	\$ 165,459
Bishop's visitation	98,572	19,291
Episcopal transition	13,316	13,316
Maintenance	4,000	4,000
Memorials	3,405	3,405
Diocesan convention	192	192
Synod travel	-	(449)
Lambeth	-	(11,510)
Convention travel	-	(12,858)
	<u>284,944</u>	<u>180,846</u>
Undesignated net assets without donor restrictions	<u>3,296,316</u>	<u>868,454</u>
Total net assets without donor restrictions	<u>\$ 3,581,260</u>	<u>\$ 1,049,300</u>

NOTE 11 - NET ASSETS WITH DONOR RESTRICTIONS

As of December 31, 2024 and 2023, amounts restricted by donors of the Diocese for a specific purpose or time period are noted below.

	<u>2024</u> <u>(reviewed)</u>	<u>2023</u> <u>(audited)</u>
St. Bartholomew Chapel	\$ 92,676	\$ -
Georgia Southern	43,257	52,507
Clergy education	18,768	10,162
Youth counselor education	17,735	15,149
Georgia Lynching Memorial Fund	15,129	12,109
St. Joseph's Community Fund	8,243	8,710
Other	7,518	1,734
St. Anna Alexander Fund	7,325	15,444
Deacon Lynn Anderson Fund	6,415	6,415
Insurance Subsidy Fund	5,647	5,647
DFMS Leadership Formation	1,123	1,123
St. Luke's Hawkinsville Building Fund	680	680
Campaign for Mission	-	35
Youth Mission	-	(5,539)
Augusta Church Plant	-	(11,409)
Epiphany Church Plant	-	(12,683)
	<u>\$ 224,516</u>	<u>\$ 100,084</u>

NOTE 12 - OPERATING LEASE AGREEMENTS

The Organization assesses whether an arrangement qualifies as a lease (i.e. conveys the right to control the use of an identified asset for a period of time in exchange for consideration) at inception and only reassesses its determination if the terms and conditions of the arrangement are changed. Leases with an initial term of twelve months or less are not recorded on the consolidated statement of financial position, and lease expense is recognized on a straight-line basis over the lease term. Expenses related to these short-term rental agreements are included in the consolidated statement of functional expenses under rent and utilities. The Organization made an accounting policy election not to separate lease and non-lease components of contracts for these leases. As such, lease payments may represent payments on both lease and non-lease components.

The Diocese leases office equipment under an operating lease agreement which expired in 2022. The lease is now payable on a month-to-month basis. The total expense under this operating lease agreement was \$2,386 and \$1,425 for the years ended December 31, 2024 and 2023, respectively.

NOTE 13 - SUBSEQUENT EVENTS

The Standing Committee voted and approved selling the 18 East 34th Street property, and a listing real estate agent has been engaged. Upon sale of the property, the proceeds will be utilized for 1) certain operating expenses, 2) repaying the loan from the Endowment Fund, and 3) establishing new funds within the Endowment Fund to support annual draws. This property was formerly used as administrative office space for the Diocese.

SUPPLEMENTARY INFORMATION

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2024

	<u>Diocese</u>	<u>Camp</u>	<u>Intercompany</u> <u>Eliminations</u>	<u>Total</u>
ASSETS				
Cash and cash equivalents	\$ 870,971	\$ 76,269	\$ -	\$ 947,240
Accounts receivable	51,923	-	-	51,923
Other current assets	23,047	7,524	-	30,571
Total current assets	945,941	83,793	-	1,029,734
Property and equipment, net	2,320,805	717,876	-	3,038,681
Total assets	<u>\$ 3,266,746</u>	<u>\$ 801,669</u>	<u>\$ -</u>	<u>\$ 4,068,415</u>
LIABILITIES AND NET ASSETS				
Accounts payable and accrued expenses	\$ 56,364	\$ 2,975	\$ -	\$ 59,339
Deferred revenue	-	3,300	-	3,300
Loans from Endowment Fund of the Episcopal Diocese of Georgia	200,000	-	-	200,000
Total current liabilities	256,364	6,275	-	262,639
Net assets				
Without donor restrictions	2,785,866	795,394	-	3,581,260
With donor restrictions	224,516	-	-	224,516
Total net assets	3,010,382	795,394	-	3,805,776
Total liabilities and net assets	<u>\$ 3,266,746</u>	<u>\$ 801,669</u>	<u>\$ -</u>	<u>\$ 4,068,415</u>

BISHOP OF THE EPISCOPAL DIOCESE OF GEORGIA, INC. AND OPERATING ENTITY

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2024

	Diocese				Camp	Intercompany	
	Without Donor	With Donor			Total	Eliminations	Total
	Restrictions	Restrictions					
Support and revenues							
Parish and aided parish pledges and donations	\$ 2,288,871	\$ -	\$ 2,288,871	\$ 218,911	\$ (127,000)	\$ 2,380,782	
Special purpose income	216,634	190,716	407,350			407,350	
Contributed property	943,718	676,619	1,620,337	430,000		2,050,337	
Meetings, group, and lodging	-	-	-	111,197		111,197	
Trust income	95,940	-	95,940	-		95,940	
Episcopal Church camps	-	-	-	115,214	(49,391)	65,823	
Wedding events	-	-	-	4,927		4,927	
Other revenue	11,396	-	11,396	450		11,846	
Investment income	358	-	358	-		358	
Net assets released from restrictions	742,903	(742,903)	-	-	-	-	-
Total support and revenues	4,299,820	124,432	4,424,252	880,699	(176,391)	5,128,560	
Expenses							
Salaries	608,208	-	608,208	49,077		657,285	
Employee benefits and taxes	411,027	-	411,027	38,199		449,226	
Special purpose distributions	322,255	-	322,255	-	(24,622)	297,633	
General convention assessment	191,385	-	191,385	-		191,385	
Dining room and food costs	1,686	-	1,686	142,747		144,433	
Rent and utilities	84,168	-	84,168	48,459		132,627	
Insurance	57,001	-	57,001	47,098		104,099	
Depreciation	40,919	-	40,919	54,104		95,023	
Supplies	86,812	-	86,812	28,924	(30,584)	85,152	
Diocesan support distributions	199,771	-	199,771	-	(120,650)	79,121	
Repairs and maintenance	18,625	-	18,625	35,680		54,305	
Miscellaneous	36,383	-	36,383	10,404	(535)	46,252	
Travel	40,575	-	40,575	-		40,575	
Professional fees	37,814	-	37,814	-		37,814	
Housekeeping	-	-	-	31,291		31,291	
Program costs	-	-	-	-		-	
Total expenses	25,947	-	25,947	485,983	(176,391)	2,472,168	
Change in net assets	2,162,576	-	2,162,576	394,716	-	2,656,392	
Diocese payment on Camp loan	2,137,244	124,432	2,261,676	100,755	-	-	
Net assets - beginning of year	(100,755)	-	(100,755)	299,923	-	1,149,384	
Net assets - end of year	749,377	100,084	849,461	795,394	-	3,805,776	
	\$ 2,785,866	\$ 224,516	\$ 3,010,382	\$	\$	\$	\$