

The Diocese of Long Island

Combined Financial Statements
and Supplementary Information

December 31, 2024 and 2023

The Diocese of Long Island

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Independent Auditors' Report

To the Board of Trustees of
The Diocese of Long Island

Qualified Opinion

We have audited the combined financial statements of The Diocese of Long Island (the Diocese), which comprise the combined statement of financial position with supplementary combining information as of December 31, 2024, and the related combined statements of activities and changes in net assets with supplementary combining information, functional expenses and cash flows for the year then ended, and the related notes to the combined financial statements.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the accompanying combined financial statements present fairly, in all material respects, the combined financial position of the Diocese as of December 31, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis for Qualified Opinion

As discussed in Note 2 to the combined financial statements, the Diocese records certain land, buildings and improvements on a basis other than the cost basis and the Diocese does not provide for depreciation on any fixed assets. In addition, it is the policy of the Diocese to expense the purchase of certain fixed assets. GAAP requires that fixed assets be capitalized at cost and that depreciation expense be recorded over the useful lives of the assets. The cumulative effect of these policies on the combined financial statements is not practically determinable.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Combined Financial Statements section of our report. We are required to be independent of the Diocese 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 qualified audit opinion.

Other Matter

We have previously audited the Diocese's 2023 combined financial statements, and we expressed a qualified audit opinion on those audited combined financial statements in our report dated September 18, 2024. In our opinion, the comparative information on the combined statement of financial position with supplementary combining information, combined statement of activities and changes in net assets with supplementary combining information, combined statement of functional expenses and combined statement of cash flows, presented herein as of and for the year ended December 31, 2023 is consistent, in all material respects, with the audited combined financial statements and combining supplementary information from which it has been derived.

Responsibilities of Management for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of the combined financial statements in accordance with GAAP, and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of combined financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Combined Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 GAAS 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 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 combined financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the combined 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 combined 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 Diocese'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 combined financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese'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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the combined financial statements as a whole. The combining information on pages 4, 5 and 22 to 27 is presented for purposes of additional analysis of the combined financial statements rather than to present the financial position, changes in net assets and cash flows of the individual organizations, and it is not a required part of the combined 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 combined financial statements. The combining information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining information is fairly stated, in all material respects, in relation to the combined financial statements as a whole.

Baker Tilly US, LLP

Uniondale, New York
October 2, 2025

The Diocese of Long Island

Combined Statements of Financial Position With Supplementary Combining Information
December 31, 2024 (With Comparative Totals for 2023)

	Trustees of the Estate	The Diocese of Long Island	Other Diocesan Entities	Eliminations	Combined Total All Funds	
					2024	2023
Assets						
Cash and cash equivalents	\$ 9,411,671	\$ 1,822,611	\$ 872,566	\$ -	\$ 12,106,848	\$ 7,517,738
Investments, at fair value	132,760,291	-	-	-	132,760,291	132,828,305
Investments in Investment Fund of the Diocese	-	1,030,993	25,413,697	(26,444,690)	-	-
Loans receivable	1,937,915	133,859	-	(1,819,131)	252,643	308,808
Mortgages receivable	184,605	-	-	-	184,605	184,605
Other assets	1,101,489	49,418	308,037	-	1,458,944	1,502,229
Due from other funds	-	815,805	1,487,655	(2,303,460)	-	-
Land, buildings and improvements	10,964,504	-	22,860,096	-	33,824,600	33,824,600
Total assets	<u>\$ 156,360,475</u>	<u>\$ 3,852,686</u>	<u>\$ 50,942,051</u>	<u>\$ (30,567,281)</u>	<u>\$ 180,587,931</u>	<u>\$ 176,166,285</u>
Liabilities and Net Assets						
Liabilities						
Cash overdraft payable	\$ 4,846,163	\$ 185,016	\$ -	\$ -	\$ 5,031,179	\$ 3,325,175
Accounts payable and accrued expenses	1,966,820	95,661	350,391	-	2,412,872	1,019,267
Due to other funds	278,088	1,007,295	1,018,077	(2,303,460)	-	-
Loan payable	-	-	1,819,131	(1,819,131)	-	-
Custodial "C" funds	64,874,228	-	942,350	(26,444,690)	39,371,888	38,747,372
Total liabilities	<u>71,965,299</u>	<u>1,287,972</u>	<u>4,129,949</u>	<u>(30,567,281)</u>	<u>46,815,939</u>	<u>43,091,814</u>
Net Assets						
Without donor restrictions	14,728,286	2,564,714	12,323,424	-	29,616,424	33,421,748
With donor restrictions	69,666,890	-	34,488,678	-	104,155,568	99,652,723
Total net assets	<u>84,395,176</u>	<u>2,564,714</u>	<u>46,812,102</u>	<u>-</u>	<u>133,771,992</u>	<u>133,074,471</u>
Total liabilities and net assets	<u>\$ 156,360,475</u>	<u>\$ 3,852,686</u>	<u>\$ 50,942,051</u>	<u>\$ (30,567,281)</u>	<u>\$ 180,587,931</u>	<u>\$ 176,166,285</u>

See notes to combined financial statements

The Diocese of Long Island

Combined Statements of Activities and Changes in Net Assets With Supplementary Combining Information
Year Ended December 31, 2024 (With Comparative Totals for 2023)

	Trustees of the Estate	The Diocese of Long Island	Other Diocesan Entities	Eliminations	Combined Total All Funds	
					2024	2023
Changes in Net Assets Without Donor Restrictions						
Revenues:						
Return on investments, net	\$ 733,049	\$ 489,203	\$ 2,733,491	\$ (372,579)	\$ 3,583,164	\$ 4,285,115
Parish, mission and other support	4,913,157	8,461,497	3,602,359	(8,420,259)	8,556,754	10,949,833
Other income	617,812	747,355	1,232,006	(597,580)	1,999,593	4,166,774
Net assets released from restrictions	3,562,240	-	13,000	-	3,575,240	2,860,782
Total revenues	9,826,258	9,698,055	7,580,856	(9,390,418)	17,714,751	22,262,504
Expenses:						
Program	8,604,185	6,505,976	3,260,596	(3,659,228)	14,711,529	15,441,654
Administrative	5,543,694	3,880,256	3,115,786	(5,731,190)	6,808,546	7,685,263
Total expenses	14,147,879	10,386,232	6,376,382	(9,390,418)	21,520,075	23,126,917
Changes in net assets without donor restrictions	(4,321,621)	(688,177)	1,204,474	-	(3,805,324)	(864,413)
Changes in Net Assets With Donor Restrictions						
Return on investments, net	7,821,596	-	238,162	-	8,059,758	9,025,508
Other income	-	-	18,327	-	18,327	-
Net assets released from restrictions	(3,562,240)	-	(13,000)	-	(3,575,240)	(2,860,782)
Changes in net assets with donor restrictions	4,259,356	-	243,489	-	4,502,845	6,164,726
Changes in net assets	(62,265)	(688,177)	1,447,963	-	697,521	5,300,313
Net Assets, Beginning	84,457,441	3,252,891	45,364,139	-	133,074,471	127,774,158
Net Assets, Ending	\$ 84,395,176	\$ 2,564,714	\$ 46,812,102	\$ -	\$ 133,771,992	\$ 133,074,471

See notes to combined financial statements

The Diocese of Long Island

Combined Statement of Functional Expenses

Year Ended December 31, 2024 (With Comparative Totals for 2023)

	Trustees of the Estate				The Diocese of Long Island		Other Diocesan Entities					Total Program Expenses	Administrative	2024 Total	2023 Total
	Operating Funds	Trust Funds	Messiah and Incarnation Trust	Mercer Scholarship	Bishop's Call	Diocese of Long Island	Episcopal Ministries	School of Theology	Cathedral of the Incarnation	Camp De Wolfe	Episcopal Real Estate Long Island				
Salaries	\$ 100,140	\$ -	\$ -	\$ -	\$ -	\$ 2,152,499	\$ -	\$ 69,135	\$ 231,589	\$ 63,008	\$ 504,555	\$ 3,120,926	\$ 3,139,941	\$ 6,260,867	\$ 5,920,449
Fringe	62,730	-	-	-	-	1,012,383	-	36,382	138,309	4,820	337,263	1,591,887	1,380,438	2,972,325	2,824,400
Professional fees	41,878	-	-	-	-	64,640	-	-	-	-	15,633	122,151	157,399	279,550	340,930
Contracted services	2,940,741	705	-	-	-	139,953	5,119	109,616	44,618	169,257	376,987	3,786,996	813,365	4,600,361	7,081,577
Grants and support	785,949	106,500	39,369	109,696	112,398	2,146,111	228,965	17,353	13,000	3,380	-	3,562,721	56,727	3,619,448	3,454,811
Conferences/meetings	545	-	-	-	-	484,823	-	-	4,300	-	-	489,668	46,422	536,090	382,752
Dues and subscriptions	610	-	-	-	-	4,110	287	7,105	1,203	-	-	13,315	16,354	29,669	63,541
Honoraria	-	-	-	-	-	-	-	-	112,635	-	-	112,635	-	112,635	84,170
Equipment	-	-	-	-	-	3,333	-	-	933	820	-	5,086	88,465	93,551	116,061
Computer expense	-	-	-	-	-	25,256	-	-	-	-	-	25,256	2,789	28,045	25,685
Publicity/public relations	-	-	-	-	-	-	-	-	3,000	191	-	3,191	23,456	26,647	90,151
Diocesan publications	-	-	-	-	-	18	-	120	7,460	-	-	7,598	1,850	9,448	7,647
Rent expense	-	-	-	-	-	61,800	-	-	-	-	-	61,800	247	62,047	81,797
Real estate taxes	67,520	-	-	-	-	40,302	-	-	39,735	-	-	147,557	15,941	163,498	112,218
Utilities	154,516	-	-	-	-	47,225	-	-	894	-	-	202,635	201,780	404,415	497,155
Maintenance	7,510	-	-	-	-	-	-	-	-	-	-	7,510	-	7,510	23,468
Telephone/internet/cable	5,029	-	-	-	-	5,746	-	-	-	-	-	10,775	76,603	87,378	81,635
Travel and auto expenses	-	-	-	-	-	38,659	-	9,144	2,525	-	-	50,328	80,542	130,870	163,826
Insurance	385,556	-	-	-	-	142,038	-	-	-	-	-	527,594	391,580	919,174	757,487
Processing fees	-	-	-	-	-	-	-	-	-	16,909	-	16,909	38,539	55,448	18,700
Supplies and office expenses	6,315	-	-	-	-	10,093	2,216	6,514	27,709	19,698	-	72,545	142,032	214,577	202,884
Meals	1,931	-	-	-	-	8,350	19,725	-	4,253	-	-	34,259	25,061	59,320	28,705
Dividend expense	260,444	467,479	-	-	-	-	-	-	-	-	-	727,923	-	727,923	730,339
Other expense	-	4,025	-	-	-	6,239	-	-	-	-	-	10,264	109,015	119,279	36,529
Total expenses	\$ 4,821,414	\$ 578,709	\$ 39,369	\$ 109,696	\$ 112,398	\$ 6,393,578	\$ 256,312	\$ 255,369	\$ 632,163	\$ 278,083	\$ 1,234,438	\$ 14,711,529	\$ 6,808,546	\$ 21,520,075	\$ 23,126,917

See notes to combined financial statements

The Diocese of Long Island

Combined Statements of Cash Flows

Year Ended December 31, 2024 (With Comparative Totals for 2023)

	<u>2024</u>	<u>2023</u>
Cash Flows From Operating Activities		
Changes in net assets	\$ 697,521	\$ 5,300,313
Adjustments to reconcile changes in net assets to net cash flows from operating activities:		
Net realized gain on investments	(2,478,321)	(973,708)
Net unrealized gain on investments	(11,323,612)	(15,135,469)
Changes in assets and liabilities:		
Loans and mortgages receivable	56,165	148,270
Other assets	43,285	(240,408)
Cash overdraft payable	1,706,004	839,660
Accounts payable and accrued expenses	1,393,605	(2,007,877)
Custodial "C" funds	624,516	904,695
	<u>(9,280,837)</u>	<u>(11,164,524)</u>
Net cash flows from operating activities		
Cash Flows From Investing Activities		
Purchase of land, buildings and improvements	-	(2,541,995)
Purchase of investments by investment fund	(27,969,261)	(54,531,472)
Proceeds from the sale of investments by investment fund	41,839,208	66,149,487
	<u>13,869,947</u>	<u>9,076,020</u>
Net cash flows from investing activities		
Net change in cash and cash equivalents	4,589,110	(2,088,504)
Cash and Cash Equivalents, Beginning	<u>7,517,738</u>	<u>9,606,242</u>
Cash and Cash Equivalents, Ending	<u>\$ 12,106,848</u>	<u>\$ 7,517,738</u>

See notes to combined financial statements

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

1. Organization and Nature of Operations

The Diocese of Long Island (the Diocese) is one of 108 autonomous dioceses of The Domestic and Foreign Missionary Society of the Protestant Episcopal Church in the United States of America (the Episcopal Church). It is comprised of 128 parish and mission congregations within Kings (Brooklyn), Queens, Nassau and Suffolk Counties, all of which are in canonical union with the Diocese.

The Diocese's governing body is the Diocesan convention which convenes annually to determine Diocesan policy related to the doctrine, discipline and ministries of the Episcopal Church. The accompanying combined financial statements include the net assets of Diocesan entities (as defined by Diocesan Canons) set forth below under the caption "Basis of Combination".

2. Summary of Significant Accounting Policies

Basis of Combination

The accompanying combined statement of financial position with supplementary combining information combines the net assets of all of the activities under the control of the Diocesan convention and does not include the assets, liabilities or operating transactions of the individual parishes or missions. The combined financial statements consist of 14 funds which have been combined into three major groups having similar characteristics, the Trustees of the Estate Belonging to the Diocese of Long Island (Trustees of the Estate), the Diocese of Long Island and Other Diocesan Entities. The Trustees of the Estate includes the Investment Fund of the Diocese of Long Island Balanced Fund (Investment Fund).

The three major groups are comprised of six legally, incorporated entities, namely, the Trustees of the Estate, Episcopal Ministries of Long Island, the Cathedral of the Incarnation (Cathedral), The Board of Managers of Camp DeWolfe, The George Mercer Jr. Memorial School of Theology and Episcopal Real Estate of Long Island, LLC.

All interfund and intercompany balances and transactions have been eliminated in combination.

Basis of Presentation

The accompanying combined financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) using the accrual basis of accounting. The Diocese's combined financial statements distinguish between net assets without donor restrictions and net assets with donor restrictions, based upon the existence or absence of donor-imposed restrictions, as follows:

Net Assets Without Donor Restrictions - Include amounts that have not been donor-restricted and are available for use in carrying out the general operations of the Diocese.

Net Assets With Donor Restrictions - Include amounts that have been limited by donor-imposed stipulations that either expire with the passage of time or can be fulfilled and removed by the actions of the Diocese pursuant to those stipulations and amounts whereby donors have stipulated that the principal contributed be maintained in perpetuity.

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

Presentation of Certain Prior Year Information

The accompanying comparative information on the combined statement of financial position with supplementary combining information, combined statement of activities and changes in net assets with supplementary combining information, combined statement of functional expenses and combined statement of cash flows include prior year totals for comparative purposes only. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Diocese's the comparative information on the combined financial statements and combining supplementary information as of and for the year ended December 31, 2023, from which the comparative information was derived.

Use of Estimates

The preparation of combined financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the combined financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Tax-Exempt Status

The Diocese and its parish and mission congregations are exempt from federal income tax under Section 501(c)(3) of the U.S. Internal Revenue Code (the Code) pursuant to a group exemption letter issued to the Protestant Episcopal Church in the United States of America in the Diocese of Long Island in the State of New York dated June 20, 1972. In September 2022, the Episcopal Real Estate of Long Island, LLC, elected to be classified as an association taxable as a corporation.

Uncertain Tax Positions

Management evaluated the Diocese's tax positions and concluded that the Diocese had taken no uncertain tax provisions that require adjustment to the combined financial statements to comply with the provisions of Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740.

Contributions

Contribution revenue is recorded when an unconditional promise to give is received.

The Diocese reports gifts of cash or other assets as net assets without donor restrictions, unless specifically restricted by the donor. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the combined statement of activities and changes in net assets with supplementary combining information as net assets released from restrictions.

Conditional promises to give contain donor-imposed conditions that represent a barrier that must be overcome as well as a right of release from obligation and are recognized when they become unconditional, that is, when the conditions on which they depend are substantially met.

The Diocese reports gifts of land, buildings and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as donor-restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Diocese reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Contributions are recorded at fair value, net of estimated uncollectible amounts.

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

Revenues From Contracts With Customers

Revenues from contracts with customers include trust fund income, registration fees and other fees for services rendered. Such revenue is recorded at estimated net realizable value as the performance obligations for the service are met and is recorded in other income.

Cash and Cash Equivalents

The Diocese considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents.

The Diocese maintains a majority of its cash and cash equivalents with one financial institution, and generally, such cash and cash equivalents are in excess of federal insurance limits. There have been no historical losses with respect to balances held in excess of federal insurance limits.

Investment Valuation

Investments are reported at fair value and are recorded on a trade date basis. Securities listed on national exchanges are valued at closing sales prices or, in the absence of recorded sales, at the mean of the closing bid and asked prices on such exchanges. Over-the-counter securities are valued at the mean of the closing bid prices on December 31.

Alternative investments include investments in limited partnerships and hedge funds and are carried at fair value using the net asset value (NAV) per share practical expedient. In accordance with Accounting Standards Update (ASU) No. 2015-07, *Disclosures for Investments in Certain Entities That Calculate Net Asset Value Per Share (or Its Equivalent)*, these investments are not categorized within the fair value hierarchy. Fair value is estimated by management of the alternative investment partnership or fund. Because alternative investments may not be readily marketable, the estimated value is subject to uncertainty and, therefore, may differ from the value that would have been used had a ready market for the investment existed. Such differences could be material. Certain of the partnerships enter into contractual commitments, including futures and option contracts and other derivative financial instruments. These contracts are valued by the partnerships at the last reported sales price and involve elements of market risk in excess of the amounts recognized on the partnership statement of financial condition. Risks arise from the potential changes in securities values and interest rates.

The Diocese records its share of the net income or loss for the accounting period in proportion to its participating percentage in each partnership.

Some of the Diocese's investments are pooled to facilitate their management. Investment income is allocated among the individual components of net assets based on donor restrictions or the absence thereof, using percentage of participation based on their carrying value or fair value.

Purchases and sales of securities are reflected on a trade date basis. Dividend income is recorded on the ex-dividend date and interest income is recorded as earned on an accrual basis. Unrealized gains and losses are determined by comparison of specific costs of acquisition to fair values at the last day of the fiscal year. Net realized gains or losses on sales of investments are recorded on the trade date and are determined on the basis of average cost.

Fair Value Measurements

In assessing the fair value of financial instruments, the Diocese has used a variety of methods and assumptions, which were based on estimates of market conditions and risks existing at the time. The fair value of financial instruments approximates their carrying value because of the current nature of these instruments. The carrying value of investments has been measured at fair value.

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

Assets and liabilities recorded at fair value are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Level inputs are as follows:

Level 1 - Unadjusted, quoted market prices in active markets for identical assets.

Level 2 - Inputs other than quoted market prices included in Level 1 that are observable for the asset through corroboration with market data at the measurement date, including similar assets in less active markets.

Level 3 - Unobservable inputs that are supported by little or no market activity that reflect management's best estimate of what market participants would use in pricing the asset at the measurement date.

The fair value of actively traded debt and equity securities is based on quoted market prices. Privately held debt and equity securities are estimated using a variety of valuation methodologies, including both market and income approaches, where an observable quoted market does not exist and are generally classified as Level 3.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The inputs or methodology used for valuing investments are not necessarily an indication of the risk associated with investing in those investments.

Fair value estimates are made at a point in time, based on relevant market data, as well as the best information available about the financial instrument. Fair value estimates for financial instruments for which no or limited observable market data is available are based on judgments regarding current economic conditions, liquidity discounts, currency, credit and interest rate risks, loss experience and other factors. These estimates involve significant uncertainties and judgments and cannot be determined with precision. As a result, such calculated fair value estimates may not be realizable in a current sale or immediate settlement of the instrument. In addition, changes in the underlying assumptions used in the fair value measurement technique, including discount rates, liquidity risks and estimates of future cash flows, could significantly affect these fair value estimates. Because of the inherent uncertainty of valuation, this estimated value may differ from the value that would have been used had a ready market for these investments existed, and the differences could be material.

The Diocese's alternative investments consist of a variety of limited liability investment entities, with a variety of investment strategies. These investment funds primarily invest in marketable securities and derivative financial instruments. These investment funds are carried at estimated fair value as determined by the Investment Manager. The Investment Manager bases the estimated fair value of these investment funds on the underlying fund's NAV, an analysis of the underlying investments and financial information of the entities.

Land, Buildings and Improvements

The Diocese carries its donor-restricted land, buildings and improvements at replacement and other values. Land, buildings and improvements, without donor restrictions, are recorded at historical cost. The Diocese does not record periodic depreciation charges on any of its fixed assets. Further, the Diocese does not capitalize purchases of capital assets with the exception of certain land and buildings. GAAP requires that fixed assets be capitalized at cost and that depreciation expense be recorded over the useful lives of the assets. Because the Diocese does not maintain complete records of its fixed asset purchases, it is not practical to determine the cumulative dollar effect of the foregoing on the combined financial statements in accordance with GAAP.

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

While the Diocese holds the title to many of the properties of the congregations it serves, because the Diocese has no control over the property and the congregations maintain beneficial use of the properties, the Diocese does not record these assets in the combined financial statements. In the event that a mission or parish dissolves, beneficial ownership of the property held by the congregation reverts to the Diocese, which normally sells it. Revenue from these sales is included in parish, mission and other support in the combined statement of activities and changes in net assets with supplementary combining information. During 2024 and 2023, properties excluded from the combined statement of financial position with supplementary combining information were sold for a total of approximately \$4,910,000 and \$7,390,000, respectively. Proceeds from these sales are recorded in parish, mission and other support in the combined statement of activities and changes in net assets with supplementary combining information.

Trustees of the Estate

The net asset balance without donor restrictions of \$14,728,286 and \$19,049,907 as of December 31, 2024 and 2023, respectively, represents funds owned and controlled by the Trustees of the Estate. The net asset balance in trust funds of \$64,354,218 and \$63,191,397 as of December 31, 2024 and 2023, respectively, represents primarily funds held in trust by and legally invested with the Trustees of the Estate, with income payable to others. Custodial funds ("C" funds) represent monies held by the Trustees of the Estate (including interest, dividends, realized gains and losses, and unrealized appreciation and depreciation), as custodian, for various parishes and other organizations and are recorded as a liability.

Due to/Due From Other Funds

Due to/due from other funds arise from advances to other funds for working capital and charges to other funds by the Diocese for their proportionate share of operating expenses. Interest expense/income has not been allocated to the funds on the amounts due to/from other funds.

Risks and Uncertainties

The Diocese attempts to diversify its investment portfolio. Investment securities are exposed to various risks such as interest rate, market and credit. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in value of investment securities, it is at least possible that changes in risks in the near term could materially affect investment balances as reported in the combined statement of financial position with supplementary combining information and the combined statement of activities and changes in net assets with supplementary combining information.

Credit risk is the possibility that loss may occur from a failure of a counterparty to a financial instrument to perform according to the terms of a contract. Collateral or other security is not required by the Diocese to support financial instruments with credit risk, primarily investments in the Revolving Loan Fund. The maximum loss from such investments is limited to amounts recorded in the combined financial statements.

Functional Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the combined statements of activities and changes in net assets with supplementary combining information and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses are directly charged to their appropriate natural and functional classifications. Expenses not directly charged which are allocated based on time and effort include salaries, fringe benefits and payroll taxes. Expenses not directly charged which are allocated based on square footage include utilities, real estate taxes and property/liability insurance.

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

Subsequent Events

The Diocese evaluated all subsequent events or transactions that occurred through October 2, 2025, which is the date the combined financial statements are available for issuance, for inclusion or disclosure in the combined financial statements. During this period, the Diocese did not have any subsequent events that required recognition or disclosure in the combined financial statements.

3. Investments

Investments are held in the Investment Fund, which is managed by the Trustees of the Estate in accordance with the terms of the Declaration of Trust.

The Investment Funds' investment portfolio as of December 31, 2024 and 2023 is comprised of the following:

	2024	
	Fair Value	Cost
Mutual funds	\$ 109,358,996	\$ 86,077,295
Alternative investments	23,401,295	16,090,909
Total	<u>\$ 132,760,291</u>	<u>\$ 102,168,204</u>
	2023	
	Fair Value	Cost
Mutual funds	\$ 112,820,153	\$ 98,430,920
Alternative investments	20,008,152	14,716,581
Total	<u>\$ 132,828,305</u>	<u>\$ 113,147,501</u>

In 2024 and 2023, the change in net assets generated by the investments was \$16,015,925 and \$18,101,813, respectively. Of this amount, \$11,642,922 and \$13,310,623 related to the Diocese in 2024 and 2023, respectively. The balance was allocated to various parishes and other organizations whose funds are held by the Trustees of the Estate, as custodian.

The investment return earned by the Diocese is recorded in the combined statement of activities and changes in net assets with supplementary combining information as follows:

	December 31, 2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Investment income:			
Dividends and interest	\$ 571,885	\$ 1,286,355	\$ 1,858,240
Net realized gains	153,829	346,014	499,843
Net unrealized gains	2,934,585	6,600,882	9,535,467
Expenses	(77,135)	(173,493)	(250,628)
Total return on investments, net	<u>\$ 3,583,164</u>	<u>\$ 8,059,758</u>	<u>\$ 11,642,922</u>

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

	December 31, 2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Investment income:			
Dividends and interest	\$ 555,706	\$ 1,170,449	\$ 1,726,155
Net realized gains	(420,915)	(886,551)	(1,307,466)
Net unrealized gains	4,234,327	8,918,540	13,152,867
Expenses	(84,003)	(176,930)	(260,933)
 Total return on investments, net	 <u>\$ 4,285,115</u>	 <u>\$ 9,025,508</u>	 <u>\$ 13,310,623</u>

The Investment Fund pays a monthly dividend based on a rolling 36-month average fair value per share of beneficial interest, regardless of the actual return on investments. The rate is determined by subtracting from the expected total return a factor for inflation and administrative expense. In 2024 and 2023, the dividend rate was 4.5%. The rate is subject to review as conditions warrant.

The following tables summarize fair value measurements of investments as of December 31, 2024 and 2023:

	2024				Investments Measured at NAV
	Fair Value	Level 1	Level 2	Level 3	
Investment fund investments:					
Mutual funds	\$ 109,358,996	\$ 109,358,996	\$ -	\$ -	\$ -
Alternative investments	23,401,295	-	-	-	23,401,295
 Total investments	 <u>\$ 132,760,291</u>	 <u>\$ 109,358,996</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 23,401,295</u>
	2023				Investments Measured at NAV
	Fair Value	Level 1	Level 2	Level 3	
Investment fund investments:					
Mutual funds	\$ 112,820,153	\$ 112,820,153	\$ -	\$ -	\$ -
Alternative investments	20,008,152	-	-	-	20,008,152
 Total investments	 <u>\$ 132,828,305</u>	 <u>\$ 112,820,153</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 20,008,152</u>

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

The following tables present a summary of alternative investments measured at fair value using the NAV per share (or its equivalent) of such investments as a practical expedient for fair value as of December 31, 2024 and 2023:

	2024				
	Blackstone Partners Offshore Fund - CC2 Shares	PEG Global Private Equity X S.A.	Blue Mountain Credit Alternative Fund Ltd.	PEG Global Private Equity IX Offshore Special	
Fair value as of December 31, 2024	\$ 9,134,103	\$ 5,328,160	\$ 44,032	\$ 8,895,000	
Significant investment strategy	Multi-strategy (a)	Corporate Finance and Venture Capital	Alternative credit	Corporate Finance and Venture Capital	
Remaining life	N/A	N/A	N/A	N/A	
Unfunded commitments	None	5,480,825	None	3,524,940	
Timing to draw down commitments	N/A	N/A	N/A	N/A	
Redemption terms	95 days' notice	(c)	(b)	None	
Redemption restrictions	None	(c)	(b)	None	
	2023				
	Blackstone Partners Offshore Fund - CC2 Shares	PEG Global Private Equity X S.A.	Blue Mountain Credit Alternative Fund Ltd.	PEG Global Private Equity IX Offshore Special	Grosvenor Alternative Fund
Fair value as of December 31, 2024	\$ 9,211,549	\$ 2,937,730	\$ 46,894	\$ 7,581,570	\$ 230,409
Significant investment strategy	Multi-strategy (a)	Corporate Finance and Venture Capital	Alternative credit	Corporate Finance and Venture Capital	Multi-strategy
Remaining life	N/A	N/A	N/A	N/A	N/A
Unfunded commitments	None	7,130,474	None	4,353,669	None
Timing to draw down commitments	N/A	N/A	N/A	N/A	N/A
Redemption terms	95 days' notice	(c)	(b)	None	70 days' notice
Redemption restrictions	None	(c)	(b)	None	(d)

- (a) This fund invests primarily in nontraditional investment funds, including, but not limited to, multi-category, credit-driven, equity and relative value.
- (b) Fund is a liquidating partnership. Liquidation is expected to occur.
- (c) This fund has no redemption rights; all distributions will occur at the general partner discretion.
- (d) Redemptions are subject to certain restrictions, including minimum or maximum ranges of redemption amounts and/or suspension or deferment of redemptions at the director's discretion.

As of December 31, 2024 and 2023, investments at fair value include \$59,832,257 and \$58,226,785, respectively, of Trust Funds and \$64,817,429 and \$62,809,447, respectively, of Custodial Funds. Other investments also represent restricted investments. See Note 6 for additional information on endowments.

The Diocese of Long Island

Notes to Combined Financial Statements
December 31, 2024 and 2023

4. Loans and Mortgages Receivable

Loans receivable are as follows as of December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
Loan to individual (interest free, due August 1, 2036)	\$ 250	\$ 51,350
St. James (5.5%, due immediately)	-	1,420
St. Mary (5.5%, due immediately)	430	430
St. Gabriel (interest free, due September 1, 2025)	60,942	60,942
Other loans (interest free, due dates ranging from January 1, 2027 to June 15, 2029)	191,021	194,666
Total	<u>\$ 252,643</u>	<u>\$ 308,808</u>

Mortgages receivable are as follows as of December 31, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
St. Joseph Anglican Church, Brooklyn (6.8% interest, due October 1, 2028)	\$ 184,605	\$ 184,605

The Diocese assesses the collectability of loans and mortgages and establishes reserves, if needed, for those that have expected credit losses.

5. Land, Buildings and Improvements

Diocesan real estate is as follows as of December 31, 2024 and 2023:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions, Perpetuity</u>	<u>Total</u>
Land and buildings:			
Cathedral of the Incarnation, Garden City, New York	\$ -	\$ 20,318,101	\$ 20,318,101
Trustees of the Estate Camp DeWolfe, Wading River, New York	1,739,000	-	1,739,000
Residence, 191 Kensington Road, Garden City, New York	347,880	-	347,880
School of Theology Building, Garden City, New York	-	4,045,800	4,045,800
Residence, 43 Euston Road, Garden City, New York	1,927,777	-	1,927,777
Residence, 59 Third Street, Garden City, New York	2,342,518	-	2,342,518
301 North Side Road, Wading River, New York	561,529	-	561,529
32 Cathedral Ave, Garden City, New York	2,541,995	-	2,541,995
Total	<u>\$ 9,460,699</u>	<u>\$ 24,363,901</u>	<u>\$ 33,824,600</u>

In December 2021, the Diocese entered into a 20-month term lease arrangement for use of certain of its land in Garden City. Rental income, recognized on a straight-line basis, for the year ended December 31, 2023 was \$880,000 and is included in other income on the combined statement of activities and changes in net assets with supplementary combining information. There was no rental income for the year ended December 31, 2024 related to this lease.

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

6. Net Assets

The Diocese has donor-restricted endowment funds that are subject to the New York Prudent Management of Institutional Funds Act (NYPMIFA). New York State adopted NYPMIFA in September 2010. A Board-designated endowment also exists for Episcopal Ministries.

The Diocese has interpreted NYPMIFA as requiring the presentation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulation to the contrary. As a result of this interpretation, the Diocese classifies net assets restricted in perpetuity (a) the original value of gifts donated to the perpetual endowment, (b) the original value of subsequent gifts to the perpetual endowment and (c) accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the endowment fund. Unless otherwise stated in the gift instrument, the assets in an endowment fund shall be donor-restricted assets and net assets until appropriated for expenditure by the Diocese.

The Diocese has adopted investment policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Diocese has to hold in perpetuity or for a donor-specific period(s). Under this policy, the endowment assets are invested in a manner that is intended to produce a return, net of inflation and investment management costs, of at least 4.5% per year. Actual returns in any given year may vary from this amount. The Diocese has interpreted NYPMIFA as permitting spending from underwater endowment funds received after the enactment of NYPMIFA. Spending of endowment funds, including underwater endowment funds, is subject to approval of Trustees.

To satisfy its long-term rate-of-return objectives, the Diocese relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Diocese targets a diversified asset allocation that places a great emphasis on equity-based and alternative investments to achieve its long-term objectives within prudent risk constraints.

Changes in endowment and Board-designated net assets for the years ended December 31, 2024 and 2023 consisted of the following:

	Donor-Restricted			Board-Designated
	Original Gifts	Unappropriated Earnings	Total	
Balance, December 31, 2022	\$ 47,730,325	\$ 39,901,175	\$ 87,631,500	\$ 13,339,089
Return on investments, net	-	9,022,023	9,022,023	805,169
Support and contributions	-	-	-	173,749
Appropriation of endowment assets for expenditure	-	(2,860,782)	(2,860,782)	(1,077,357)
Balance, December 31, 2023	47,730,325	46,062,416	93,792,741	13,240,650
Return on investments, net	-	8,059,758	8,059,758	1,781,015
Support and contributions	-	18,327	18,327	162,506
Appropriation of endowment assets for expenditure	-	(3,575,240)	(3,575,240)	(1,221,537)
Balance, December 31, 2024	<u>\$ 47,730,325</u>	<u>\$ 50,565,261</u>	<u>\$ 98,295,586</u>	<u>\$ 13,962,634</u>

The Diocese of Long Island

Notes to Combined Financial Statements

December 31, 2024 and 2023

Net assets without donor restrictions as of December 31, 2024 and 2023 are comprised of the following:

	<u>2024</u>	<u>2023</u>
Without donor restrictions:		
Undesignated	\$ 15,653,790	\$ 20,181,098
Board-designated for long-term investment	<u>13,962,634</u>	<u>13,240,650</u>
Total net assets without donor restrictions	<u>\$ 29,616,424</u>	<u>\$ 33,421,748</u>

Board-designated net assets have been designated by the Board of Directors of the Episcopal Ministries of Long Island/Episcopal Community Services of Long Island and the Board of Trustees of the Trustees of the Estate for the purpose of long-term investment.

Net assets with donor restrictions as of December 31, 2024 and 2023 are comprised of the following:

	<u>2024</u>	<u>2023</u>
With donor restrictions:		
Purpose restrictions:		
Trustees:		
Trust Funds for Parishes, Missions and Other Institutions	\$ 25,784,626	\$ 23,570,649
Mercer Scholarship Fund for Episcopal Seminaries	25,221,630	23,065,259
Mercer Maintenance Fund for Maintenance of School of Theology	689,658	800,650
Purpose restrictions:		
Other Diocesan entities:		
Trust Funds for Cathedral	4,686,040	4,442,551
Trust Funds for programs, Camp DeWolfe	<u>43,289</u>	<u>43,289</u>
	<u>56,425,243</u>	<u>51,922,398</u>
Restricted in perpetuity:		
Trustees:		
School of Theology Building	4,045,800	4,045,800
Endowment Funds for Parishes, Missions and Other Institutions	5,549,967	5,549,967
Mercer Scholarship Fund Endowment	7,575,209	7,575,209
Mercer Maintenance Fund Endowment	800,000	800,000
Other Diocesan entities:		
Cathedral of the Incarnation Church Building	20,318,101	20,318,101
Endowment Funds for Cathedral	9,039,585	9,039,585
Endowment Fund for programs, Episcopal Ministries	<u>401,663</u>	<u>401,663</u>
	<u>47,730,325</u>	<u>47,730,325</u>
Total net assets with donor restrictions	<u>\$ 104,155,568</u>	<u>\$ 99,652,723</u>

During the years ended December 31, 2024 and 2023, net assets with donor restrictions of \$3,575,240 and \$2,860,782, respectively, were released from restrictions by incurring expenses satisfying the restricted purposes as stipulated by the donors.

The Diocese of Long Island

Notes to Combined Financial Statements
December 31, 2024 and 2023

7. Commitments and Contingencies

Guarantees

The Diocese is the guarantor of loans taken by individual churches from the Episcopal Church Building Fund, in the amount of \$1,575,473 and \$1,933,552 as of December 31, 2024 and 2023, respectively.

Litigation

In the opinion of management, the Diocese is not subject to litigation for which the effect, if any, of an unfavorable settlement of such litigation would have a material adverse effect on the Diocese's combined financial position, results of activities or cash flows.

8. Pension Plans

The Diocesan Council, in accordance with the 1991 General Convention Resolution #D165a (Lay Pension Plan), currently participates in The Episcopal Church Lay Employees Defined Contribution Retirement Plan (ECLERP) to provide retirement income benefits to full time retired lay employees in the Episcopal Church. ECLERP, established as a plan described in Section 401(a) of the Code in relation to employer contributions and in Section 403(b) of the Code in relation to employee contributions, is sponsored by The Church Pension Fund and administered by Fidelity. ECLERP is not subject to the terms of the Employee Retirement Income Security Act of 1974 (ERISA).

Under the plan, lay employees who are at least 21 years of age, who have completed 12 months of service and who work a minimum of 500 hours per year, are eligible to participate on the first of the month following employment. Employer contributions equal 12% of base pay with a 3% matching of voluntary contributions made by employees. Vesting in the employer base, matching contributions and any investment earnings on these amounts is immediate. Total lay employee's pension expense for the years ended December 31, 2024 and 2023 was \$409,308 and \$407,049, respectively.

Through December 31, 1995, lay employees of the Diocese were provided pension benefits under a noncontributory defined benefit plan which was guaranteed under a group annuity contract. The contract provided protection in the event that actual experience should be unfavorable, and to the extent that the plan had favorable experience a rate credit was realized. The credit has since been dissolved. The Plan continues to pay benefits to 21 former and two current eligible lay employees. There were no contributions to the plan for the years ended December 31, 2024 and 2023.

9. Multiemployer Pension Plan

The Diocese participates in a noncontributory multiemployer defined benefit pension plan maintained by the Church Pension Fund (the Fund) which administers the clergy pension system for Episcopal churches throughout the United States. The risks of participating in a multiemployer plan differ from those of single-employer plans in the following respects:

- Assets contributed to the multiemployer plan by one employer may be used to provide benefits to employees of other participating employers.
- If a participating employer stops contributing to the plan, then the unfunded obligations of the plan may be borne by the remaining participating employers.
- If the Diocese chooses to stop participating in its multiemployer plan, then it may be required to pay an amount based on the underfunded status of the plan, referred to as a withdrawal liability.

The Diocese of Long Island

Notes to Combined Financial Statements
December 31, 2024 and 2023

As of March 31, 2025, the actuarial present value of accumulated plan benefit obligations of the plan total \$5,797,220,000 and the fair value of plan assets total \$14,354,285,000. Based on its audited combined financial statements as of March 31, 2025, the plan is more than 100% funded. The plan was not subject to a financial improvement plan or rehabilitation plan.

The Fund currently levies assessments at the rate of 18% of participants compensation, which includes salaries and housing and utility allowances. The amount charged to operations for clergy pensions was \$690,199 and \$642,169 for the years ended December 31, 2024 and 2023, respectively. The Diocese's contributions did not represent more than 5% of total contributions to the plan.

10. School of Theology

The School of Theology's principal revenue source for operations is support from the George Mercer Jr. Memorial Scholarship Fund (the Scholarship Fund). The Scholarship Fund is administered in accordance with the donor's stipulations providing student scholarships at Episcopal seminaries throughout the United States. The School of Theology received \$948,424 and \$892,734 from the fund the years ended December 31, 2024 and 2023, respectively.

Support for maintenance of the School of Theology's facility (which is owned by the Trustees of the Estate) and grounds is provided through the George Mercer Jr. Memorial Maintenance Fund. The income of the fund is donor-restricted for the maintenance of the school building and grounds and is disbursed by the Trustees of the Estate. The Trustees of the Estate disbursed approximately \$573,000 and \$837,400 for maintenance during the years ended December 31, 2024 and 2023, respectively.

The principal of the Scholarship and Maintenance Funds are part of donor-restricted endowments which are administered by the Trustees of the Estate and are invested in the Investment Fund, which is also administered by the Trustees of the Estate.

The Board of Directors of the George Mercer Jr. Memorial School of Theology leases the land used by the School of Theology from the Cathedral of the Incarnation. The original lease agreement expired in June 2016 and was extended through December 31, 2018. On January 1, 2019, the lease was converted to a month to month basis. The lease agreement was renewed on July 7, 2023 with retroactive monthly rent payments of \$25,000 from January 1, 2022 and is on a month to month basis. Rent expense for the years ended December 31, 2024 and 2023 was approximately \$300,000 and \$612,000, respectively. These balances have been eliminated upon combination.

11. Liquidity and Availability of Resources

The Diocese's financial assets available within one year of December 31 for general expenditures such as operating expenses and fixed asset purchases are as follows:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 12,106,848	\$ 7,517,738
Investments	132,760,291	132,828,305
Accounts receivable	255,332	345,048
Less:		
Custodial "C" funds	(39,371,888)	(38,747,372)
Amounts with donor restrictions	(104,155,568)	(99,652,723)
Board-designated amounts	(13,962,634)	(13,240,650)
Total	<u>\$ (12,367,619)</u>	<u>\$ (10,949,654)</u>

The Diocese of Long Island

Notes to Combined Financial Statements
December 31, 2024 and 2023

As part of the Diocese's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Diocese has sustained recurring negative cash flows from operations during 2023 and 2024 and has negative liquidity as of December 31, 2024 and 2023. The management of the Diocese has evaluated these conditions and implemented the following plan. Management conservatively anticipates approximately \$6.8 million and \$8.1 million, respectively, during the years ending December 31, 2025 and 2026, from property sales. This plan shows the Diocese will have sufficient cash for at least one year from the issuance date of the combined financial statements. The combined financial statements have been prepared assuming the Diocese will continue as a going concern. The combined financial statements do not include any adjustments relating to any going concern uncertainties.

The Diocese of Long Island

Combining Statement of Financial Position - Trustees of the Estate
December 31, 2024 (With Comparative Totals for 2023)

	Operating Funds	Trust Funds	Custodial Funds	Mercer Scholarship	Mercer Maintenance	Messiah and Incarnation Trust	Eliminations	Total All Funds	
								2024	2023
Assets									
Cash and cash equivalents	\$ -	\$ 1,243,012	\$ 519,881	\$ 3,470,410	\$ -	\$ 4,178,368	\$ -	\$ 9,411,671	\$ 6,214,598
Investments, at fair value	8,110,605	59,832,257	64,817,429	-	-	-	-	132,760,291	132,828,305
Investments in Investment Fund of the Diocese	-	-	-	30,246,331	2,062,378	1,083,207	(33,391,916)	-	-
Loans receivable	1,937,915	-	-	-	-	-	-	1,937,915	1,680,179
Mortgages receivable	184,605	-	-	-	-	-	-	184,605	184,605
Other assets	1,098,936	1,547	1,006	-	-	-	-	1,101,489	1,360,030
Due from other funds	5,917,555	4,316,897	-	-	397,453	-	(10,631,905)	-	53,151
Land, buildings and improvements	6,918,704	4,045,800	-	-	-	-	-	10,964,504	10,964,504
Total assets	\$ 24,168,320	\$ 69,439,513	\$ 65,338,316	\$ 33,716,741	\$ 2,459,831	\$ 5,261,575	\$ (44,023,821)	\$ 156,360,475	\$ 153,285,372
Liabilities and Net Assets									
Liabilities									
Cash overdraft payable	\$ 3,903,611	\$ -	\$ -	\$ -	\$ 942,552	\$ -	\$ -	\$ 4,846,163	\$ 3,074,068
Accounts payable and accrued expenses	1,938,926	5,095	-	7,820	14,979	-	-	1,966,820	474,021
Due to other funds	4,063,185	5,078,600	-	912,082	12,642	843,484	(10,631,905)	278,088	2,141,975
Custodial "C" funds	(465,688)	1,600	65,338,316	-	-	-	-	64,874,228	63,137,867
Total liabilities	9,440,034	5,085,295	65,338,316	919,902	970,173	843,484	(10,631,905)	71,965,299	68,827,931
Net Assets									
Without donor restrictions	14,728,286	-	-	-	-	-	-	14,728,286	19,049,907
With donor restrictions	-	64,354,218	-	32,796,839	1,489,658	4,418,091	(33,391,916)	69,666,890	65,407,534
Total net assets	14,728,286	64,354,218	-	32,796,839	1,489,658	4,418,091	(33,391,916)	84,395,176	84,457,441
Total liabilities and net assets	\$ 24,168,320	\$ 69,439,513	\$ 65,338,316	\$ 33,716,741	\$ 2,459,831	\$ 5,261,575	\$ (44,023,821)	\$ 156,360,475	\$ 153,285,372

The Diocese of Long Island

Combining Statement of Financial Position - Diocese of Long Island
December 31, 2024 (With Comparative Totals for 2023)

	The Diocese of Long Island	Bishop's Call	Bishop's Fund for Theological Education	Total All Funds	
				2024	2023
Assets					
Cash and cash equivalents	\$ 1,809,170	\$ -	\$ 13,441	\$ 1,822,611	\$ 533,486
Investments in Investment Fund of the Diocese	1,030,993	-	-	1,030,993	947,296
Loans receivable	63,432	70,427	-	133,859	164,824
Other assets	49,418	-	-	49,418	122,482
Due from other funds	768,445	47,360	-	815,805	2,019,878
Total assets	<u>\$ 3,721,458</u>	<u>\$ 117,787</u>	<u>\$ 13,441</u>	<u>\$ 3,852,686</u>	<u>\$ 3,787,966</u>
Liabilities and Net Assets (Deficit)					
Liabilities					
Cash overdraft payable	\$ -	\$ 185,016	\$ -	\$ 185,016	\$ 251,107
Accounts payable and accrued expenses	95,207	454	-	95,661	206,968
Due to other funds	1,003,087	-	4,208	1,007,295	77,000
Total liabilities	<u>1,098,294</u>	<u>185,470</u>	<u>4,208</u>	<u>1,287,972</u>	<u>535,075</u>
Net Assets (Deficit)					
Without donor restrictions	<u>2,623,164</u>	<u>(67,683)</u>	<u>9,233</u>	<u>2,564,714</u>	<u>3,252,891</u>
Total net assets (deficit)	<u>2,623,164</u>	<u>(67,683)</u>	<u>9,233</u>	<u>2,564,714</u>	<u>3,252,891</u>
Total liabilities and net assets	<u>\$ 3,721,458</u>	<u>\$ 117,787</u>	<u>\$ 13,441</u>	<u>\$ 3,852,686</u>	<u>\$ 3,787,966</u>

The Diocese of Long Island

Combining Statement of Financial Position - Other Diocesan Entities
December 31, 2024 (With Comparative Totals for 2023)

	Cathedral of the Incarnation	Episcopal Ministries	Camp DeWolfe	School of Theology	Episcopal Real Estate of Long Island	Total All Funds	
						2024	2023
Assets							
Cash and cash equivalents	\$ 456,114	\$ 190,415	\$ 57,012	\$ 52,386	\$ 116,639	\$ 872,566	\$ 769,654
Investments in Investment Fund of the Diocese	12,453,519	12,913,745	46,433	-	-	25,413,697	24,385,549
Other assets	304,941	-	106	2,990	-	308,037	19,717
Due from other funds	13,014	75,000	10,000	625,615	764,026	1,487,655	1,018,557
Land, building and improvements	22,860,096	-	-	-	-	22,860,096	22,860,096
Total assets	<u>\$ 36,087,684</u>	<u>\$ 13,179,160</u>	<u>\$ 113,551</u>	<u>\$ 680,991</u>	<u>\$ 880,665</u>	<u>\$ 50,942,051</u>	<u>\$ 49,053,573</u>
Liabilities and Net Assets (Deficit)							
Liabilities							
Accounts payable and accrued expenses	\$ 97,178	\$ 51,698	\$ 59,893	\$ 47,664	\$ 93,958	\$ 350,391	\$ 338,278
Due to other funds	72,789	312,806	11,981	219,604	400,897	1,018,077	872,611
Loans payable	-	-	-	-	1,819,131	1,819,131	1,536,195
Custodial "C" funds	942,350	-	-	-	-	942,350	942,350
Total liabilities	<u>1,112,317</u>	<u>364,504</u>	<u>71,874</u>	<u>267,268</u>	<u>2,313,986</u>	<u>4,129,949</u>	<u>3,689,434</u>
Net Assets (Deficit)							
Without donor restrictions	931,641	12,412,993	(1,612)	413,723	(1,433,321)	12,323,424	11,118,950
With donor restrictions	34,043,726	401,663	43,289	-	-	34,488,678	34,245,189
Total net assets (deficit)	<u>34,975,367</u>	<u>12,814,656</u>	<u>41,677</u>	<u>413,723</u>	<u>(1,433,321)</u>	<u>46,812,102</u>	<u>45,364,139</u>
Total liabilities and net assets (deficit)	<u>\$ 36,087,684</u>	<u>\$ 13,179,160</u>	<u>\$ 113,551</u>	<u>\$ 680,991</u>	<u>\$ 880,665</u>	<u>\$ 50,942,051</u>	<u>\$ 49,053,573</u>

The Diocese of Long Island

Combining Statement of Activities - Trustees of the Estate
Year Ended December 31, 2024 (With Comparative Totals for 2023)

	Operating Funds	Trust Funds	Mercer Scholarship	Mercer Maintenance	Messiah and Incarnation Trust	Eliminations	Total All Funds	
							2024	2023
Changes in Net Assets Without Donor Restrictions								
Revenues:								
Return on investments, net	\$ 733,049	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 733,049	\$ (458,164)
Parish, mission and other support	4,913,157	-	-	-	-	-	4,913,157	7,396,697
Other income	617,812	-	-	-	-	-	617,812	1,834,635
Net assets released from restrictions	-	723,423	1,296,632	573,251	1,195,973	(227,039)	3,562,240	2,860,782
Total revenues	6,264,018	723,423	1,296,632	573,251	1,195,973	(227,039)	9,826,258	11,633,950
Expenses:								
Program	5,628,785	721,307	1,058,120	-	1,195,973	-	8,604,185	10,388,277
Administrative	4,956,854	2,116	238,512	573,251	-	(227,039)	5,543,694	1,776,043
Total expenses	10,585,639	723,423	1,296,632	573,251	1,195,973	(227,039)	14,147,879	12,164,320
Changes in net assets without donor restrictions	(4,321,621)	-	-	-	-	-	(4,321,621)	(530,370)
Changes in Net Assets With Donor Restrictions								
Return on investments, net	-	1,886,244	3,453,003	235,220	344,119	1,903,010	7,821,596	10,274,416
Contributions	-	-	-	227,039	-	(227,039)	-	-
Net assets released from restrictions	-	(723,423)	(1,296,632)	(573,251)	(1,195,973)	227,039	(3,562,240)	(2,860,782)
Changes in net assets with donor restrictions	-	1,162,821	2,156,371	(110,992)	(851,854)	1,903,010	4,259,356	7,413,634
Changes in net assets	(4,321,621)	1,162,821	2,156,371	(110,992)	(851,854)	1,903,010	(62,265)	6,883,264
Net Assets, Beginning	19,049,907	63,191,397	30,640,468	1,600,650	5,269,945	(35,294,926)	84,457,441	77,574,177
Net Assets, Ending	\$ 14,728,286	\$ 64,354,218	\$ 32,796,839	\$ 1,489,658	\$ 4,418,091	\$ (33,391,916)	\$ 84,395,176	\$ 84,457,441

The Diocese of Long Island

Combining Statement of Activities - Diocese of Long Island
Year Ended December 31, 2024 (With Comparative Totals for 2023)

	The Diocese of Long Island	Bishop's Call	Bishop's Fund for Theological Education	Eliminations	Total All Funds	
					2024	2023
Changes in Net Assets Without Donor Restrictions						
Revenues:						
Return on investments, net	\$ 453,766	\$ 16,172	\$ 19,265	\$ -	\$ 489,203	\$ 591,274
Parish, mission and other support	8,288,963	170,000	2,534	-	8,461,497	4,732,644
Other income	757,355	-	-	(10,000)	747,355	1,056,863
Total revenues	9,500,084	186,172	21,799	(10,000)	9,698,055	6,380,781
Expenses:						
Program	6,393,578	112,398	10,000	(10,000)	6,505,976	5,812,725
Administrative	3,823,563	56,693	-	-	3,880,256	3,078,303
Total expenses	10,217,141	169,091	10,000	(10,000)	10,386,232	8,891,028
Changes in net assets without donor restrictions	(717,057)	17,081	11,799	-	(688,177)	(2,510,247)
Net Assets (Deficit), Beginning	3,340,221	(84,764)	(2,566)	-	3,252,891	5,763,138
Net Assets (Deficit), Ending	\$ 2,623,164	\$ (67,683)	\$ 9,233	\$ -	\$ 2,564,714	\$ 3,252,891

The Diocese of Long Island

Combining Statement of Activities - Other Diocesan Entities

Year Ended December 31, 2024 (With Comparative Totals for 2023)

	Cathedral of the Incarnation	Episcopal Ministries	Camp DeWolfe	School of Theology	Episcopal Real Estate of Long Island	Eliminations	Total All Funds	
							2024	2023
Changes in Net Assets Without Donor Restrictions								
Revenues:								
Return on investments, net	\$ 1,236,018	\$ 1,491,873	\$ 5,600	\$ -	\$ -	\$ -	\$ 2,733,491	\$ 4,620,458
Parish, mission and other support	1,271,788	117,399	310,586	948,454	1,236,249	(282,117)	3,602,359	2,537,908
Other income	493,793	47,821	491,834	450	198,108	-	1,232,006	2,148,075
Net assets released from restrictions	13,000	-	-	-	-	-	13,000	-
Total revenues	3,014,599	1,657,093	808,020	948,904	1,434,357	(282,117)	7,580,856	9,306,441
Expenses:								
Program	704,751	743,431	278,083	339,893	1,234,438	(40,000)	3,260,596	2,634,756
Administrative	1,872,095	432,136	497,389	530,697	25,586	(242,117)	3,115,786	4,495,481
Total expenses	2,576,846	1,175,567	775,472	870,590	1,260,024	(282,117)	6,376,382	7,130,237
Changes in net assets without donor restrictions	437,753	481,526	32,548	78,314	174,333	-	1,204,474	2,176,204
Changes in Net Assets With Donor Restrictions								
Return on investments, net	238,162	-	-	-	-	-	238,162	(1,248,908)
Other income	18,327	-	-	-	-	-	18,327	-
Net assets released from restrictions	(13,000)	-	-	-	-	-	(13,000)	-
Changes in net assets with donor restrictions	243,489	-	-	-	-	-	243,489	(1,248,908)
Changes in net assets (deficit)	681,242	481,526	32,548	78,314	174,333	-	1,447,963	927,296
Net Assets (Deficit), Beginning	34,294,125	12,333,130	9,129	335,409	(1,607,654)	-	45,364,139	44,436,843
Net Assets (Deficit), Ending	\$ 34,975,367	\$ 12,814,656	\$ 41,677	\$ 413,723	\$ (1,433,321)	\$ -	\$ 46,812,102	\$ 45,364,139