

ST JOHN XXIII PARISH
Financial Statements for the year ended 31 December 2023

INDEPENDENT AUDITOR’S REPORT

The General Assembly
St. John XXIII Parish, *an Association*
The English-speaking Roman Catholic Parish of Geneva
Rue de Montbrillant 57
1202 Geneva, Switzerland

Opinion

I have audited the accompanying financial statements of St. John XXIII Parish, *an Association* (a not-for-profit organization) established in conformity with Articles 52, 60 et. Se. of the Swiss Civil Code (the “Parish”). These financial statements comprise the statement of financial position as of December 31, 2023, and the related statements of activities and cash flows for the year then ended, and notes comprising significant accounting policies and other explanatory information as set out on pages 7 to 12 (together “the financial statements”).

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Parish as of December 31, 2023, and the changes in its net assets and cash flows for the year then ended in accordance with generally accepted accounting principles.

Emphasis of Matter

The audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses in Note 5 to the financial statements are presented for purposes of additional analysis. Such information is the responsibility of the Parish Administrative Council and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with generally accepted auditing standards.

My opinion is not modified in respect of this matter.

The Parish Administrative Council’s Responsibility for the Financial Statements

As outlined in the Statutes of the Parish, the Parish Administrative Council is the executive committee of the Parish. It is responsible for the preparation and fair presentation of the financial statements in accordance with generally accepted accounting principles. This responsibility includes the design, implementation, and maintenance of internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

As the Independent Auditor appointed by the General Assembly of the Parish, my responsibility is to express an opinion, based on my audit, as to the fair presentation of these financial statements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

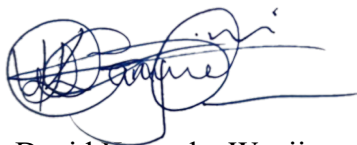
In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. Accordingly, I express no such opinion.

The deficiencies communicated in writing to the Parish Administrative Council in the 2023 audit are being addressed as indicated in the management letter.

My consideration of internal controls was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal controls that might be deficiencies, significant deficiencies, or material weaknesses.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by the Parish Administrative Council, as well as evaluating the overall presentation of the financial statements.

Geneva, May 12, 2024

A handwritten signature in blue ink, appearing to read 'David Karumba Wanjiru', with a horizontal line extending to the right.

David Karumba Wanjiru
Independent Auditor

St. John XXIII Parish
Statement of Financial Position
as of 31 December 2023
(in Swiss francs)

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash	587,345	629,997
Receivables	6,373	-
Property & equipment, net of accumulated depreciation [Note 4]	<u>2,702,766</u>	<u>2,890,607</u>
Total Assets	<u>3,296,484</u>	<u>3,520,604</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Amount payable to suppliers	14,765	9,927
Accrued expenses & deferred support fees	12,720	12,155
Loans payable within one year	40,000	107,470
Loans payable [Note 3]	<u>260,000</u>	<u>385,000</u>
Total Liabilities	<u>327,485</u>	<u>514,552</u>
Net Assets: [Note 2]		
Net assets without donor restrictions	266,233	115,445
Net assets with donor restrictions	<u>2,702,766</u>	<u>2,890,606</u>
Total Net Assets	<u>2,968,999</u>	<u>3,006,052</u>
CHF	<u>3,296,484</u>	<u>3,520,604</u>

The accompanying notes are an integral part of these financial statements.

**St. John XXIII Parish
Statement of Activities
as of 31 December 2023
(in Swiss francs)**

	<u>2023</u>	<u>2022</u>
ORDINARY OPERATIONS		
Contributions and Other Support:		
Weekly offertory collections	211,757	210,797
Annual Pledges received	171,727	186,255
Proceeds from fundraising events, primarily Kermesse	49,538	28,542
Parishioner support for ministries	55,214	45,233
Donations, gifts and bequests	7,614	14,076
Other, primarily fees from Centre use	93,415	76,911
Net Assets Released from Other Support [Note2]	<u>101,772</u>	<u>72,418</u>
Total Contributions and Other Support	691,037	634,232
EXPENSES		
Parish ministries and programs	64,201	56,871
Outreach programs	84,610	80,325
Parish facilities	145,642	131,741
Parish administration	<u>243,801</u>	<u>218,612</u>
Total Expenses	538,254	487,549
Increase/(Decrease) in Net Assets without Donor Restrictions	152,783	146,682
Amortization of premises	<u>189,836</u>	<u>189,836</u>
Total Amortization of premises expenses	189,836	189,836
Increase/(Decrease) in Net Assets with Donor Restrictions	(189,836)	(189,836)
Total Change in Net Assets	(37,053)	(43,154)
Net Assets, Beginning of Year	<u>3,006,052</u>	<u>3,049,206</u>
Net Assets, End of Year	<u>2,968,999</u>	<u>3,006,052</u>

The accompanying notes are an integral part of these financial statements.

St. John XXIII Parish
Statement of Cash Flows
for the year ended 31 December 2023
(in Swiss francs)

	<u>2023</u>	<u>2022</u>
Cash Flows from Parish Operating Activities		
Change in net assets	(37,053)	(43,154)
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation and amortization	196,578	199,974
Effect of change in operating assets and liabilities		
Receivables	(6,373)	1,500
Prepaid expenses	-	-
Accounts payable to suppliers	4,838	486
Accrued expenses and deferred support fees	<u>565</u>	<u>(23)</u>
Net cash provided (used) by Parish operating activities	158,555	158,783
Cash Flows from Parish Investing Activities		
Purchase of fixtures and equipment	<u>(8,738)</u>	<u>(4,355)</u>
Net cash provided (used) by Parish investing activities	(8,738)	(4,355)
Cash Flows from Parish Financing Activities		
Principal payments on loans payable	<u>(192,470)</u>	<u>(154,000)</u>
Net cash provided (used) by Parish financing activities	(192,470)	(154,000)
Net increase (decrease) in cash	(42,652)	428
Cash, beginning of year	<u>629,997</u>	<u>629,569</u>
Cash, end of year	<u>587,345</u>	<u>629,997</u>

The accompanying notes are an integral part of these financial statements.

St. John XXIII Parish
Notes to Financial Statements
for the year ended 31 December 2023

NOTE 1. AUTHORITY AND PURPOSE

St. John XXIII Parish is an association (a not-for-profit organization) established in conformity with Article 52, 60 et. Seq. of the Swiss Civil Code (the "Parish"). The Parish is composed of brothers and sisters in Christ committed to working together to advance the mission of the Holy Roman Catholic Church.

The church life and celebration of the Parish takes place at real property located at 57 rue de Montbrillant, 1202 Geneva, Switzerland (the "Montbrillant Property" or the "Premises"). The Parish has been granted exclusive and rent-free use of the Montbrillant Property for an initial period of twenty-five years (25) ending 2035 by the property's owner, La Paroisse Saint-Nicolas - de-Flue (the "Agreement").

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING PRACTICES AND REPORTING POLICIES

Basis of Presentation

These financial statements have been prepared on the accrual basis in accordance with the AICPA Audit and Accounting Guide, "Not-for-Profit Organizations." The accounting principles used are consistent with those used in prior years.

The significant accounting policies followed are described below.

Contributions

Contributions of cash and other assets are reported as revenue when received and are measured at fair value. Contributions with donor-imposed restrictions are reported as restricted revenue. The Parish receives pledges from its members for operations of the Parish. The Parish treats these pledges as revenue when the cash is received.

Depreciation and Amortization

Parish fixtures and equipment are depreciated over five (5) years on a straight-line basis. Improvements to the church and parish house on the Montbrillant Property are depreciated over twenty-five (25) years on a straight-line basis.

Classification of Net Assets

Net assets of the Parish are classified based on the presence or absence of donor-imposed restrictions. Net assets of the Parish are comprised of two groups, as follows:

Net Assets Without Donor Restrictions: Amounts that are not subject to usage restrictions based on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or have been met.

Net Assets with Donor Restrictions: Assets subject to usage limitations based on donor imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by actions of the Parish. Net assets of the Parish with donor restrictions relate primarily to property improvements undertaken as part of the Growing in Faith Campaign.

Parish Priest’s related expenses

The parish priest’s related expenses are reported under the captions “Parish Car” and “Parish house expenses” and are presented in Note 6.

Subsequent Events

The Parish evaluates events and transactions occurring subsequent to the date of the financial statements for matters requiring recognition or disclosure in the financial statements.

The accompanying financial statements consider events through 10 May 2024, the date on which the financial statements were made available to be issued.

St. John XXIII Parish
Notes to Financial Statements
for the year ended 31 December 2023

NOTE 3. LOANS PAYABLE

	Balance		Balance
	31 Dec 2022	2023 Reductions	31 Dec 2023
Eglise Catholique Romaine-Geneve	425,000	125,000	300,000
Mission Interieure [EKOZ-02]	28,470	28,470	-
Swiss Govt Loan	<u>39,000</u>	<u>39,000</u>	<u>-</u>
	492,470	192,470	300,000
Amounts Due Within One Year	107,470		40,000
Long-term Loan Payable	385,000		260,000

The Eglise Catholique Romaine-Geneve ("ECR") administers the 51 parishes and linguistic missions meeting the needs of Catholics in Geneva. It has provided a loan to the Parish to finance improvements and renovations to the Parish. The agreement for the ECR loan was renewed in 2024 and will be due for renewal on 31 December 2026. The terms of the loan were retained - interest rate of 1.5%, payable semi-annually and at least CHF 40,000 payable annually. Total repayments of CHF 125,000 were made in 2023.

The Parish had obtained loans from Mission Interieure ("MI") to make improvements to the Premises. MI is an organization dedicated to promoting religious life in Switzerland. Among its activities, MI assists parishes in the preservation of church buildings to allow parish communities to flourish.

Loan MI - EKOZ-02 was interest-free for a term of ten years and payable in full by December 2023. The loan was repayable in five equal annual tranches of CHF 19,700 beginning in December 2019. Early repayment of the loan was permitted. The loan was unsecured. A covenant in the loan agreement included an appeal to the Parish to conduct special collections twice a year, the proceeds of which are intended to support the work of MI. A repayment of CHF 28,470 was made in January 2023, clearing the outstanding balance.

Swiss Govt Loan of CHF 78,000 which was a federal loan to cover running costs. Agreement stated that loan was to be repaid once 'company' has recovered. The federal coverage for the loan applied for five years and could be extended to 7 years in case of hardship. A repayment of CHF 39,000 was made in May 2023 clearing the outstanding balance.

St. John XXIII Parish
Notes to Financial Statements
for the year ended 31 December 2023

NOTE 4. PROPERTY IMPROVEMENTS, FURNISHINGS AND EQUIPMENT

2023	Property Improvement	Fixtures	Equipment	Total
COST				
at January 1	4,745,910	29,768	22,849	4,798,527
Additions in 2023	<u>-</u>	<u>-</u>	<u>8,738</u>	<u>8,738</u>
at December 31	4,745,910	29,768	31,587	4,807,265
ACCUMULATED DEPRECIATION				
at January 1	1,866,725	25,012	16,185	1,907,922
Additions in 2023	<u>189,836</u>	<u>2,981</u>	<u>3,760</u>	<u>196,577</u>
at December 31	2,056,561	27,993	19,945	2,104,499
NET BOOK VALUE				
at December 31	<u>2,689,349</u>	<u>1,775</u>	<u>11,642</u>	<u>2,702,766</u>

**St. John XXIII Parish
Notes to Financial Statements
for the year ended 31 December 2023**

NOTE 5. STATEMENT OF FUNCTIONAL EXPENSES

	<u>2023</u>	<u>2022</u>
Parish Ministries and Programs:		
Adult education program	4,489	1,011
Communications and printed material	59	-
Hospitality Committee	1,449	1,300
Liturgy Committee & Ministerial Support	33,247	29,630
Religious education program	<u>24,957</u>	<u>24,931</u>
Total Parish Ministries and Programs	64,201	56,871
Outreach:		
Global Outreach (previously - AAC)	10,442	11,493
Tertiary Education Support	1,466	1,268
Diocesan Projects	49,285	49,381
Local Welfare Support	4,017	2,758
Turkana projects	<u>19,400</u>	<u>15,425</u>
Total Outreach	84,610	80,325
Facilities:		
Parish Car	3,852	4,266
Fixtures & equipment expense	1,786	-
Insurance	12,642	13,433
Maintenance & repairs	70,855	65,113
Depreciation & amortization	6,742	10,137
Contribution for usage of Notre Dame	5,680	4,276
Telephones	5,593	4,687
Utilities	<u>38,492</u>	<u>29,829</u>
Total Facilities	145,642	131,741
Parish Administration:		
Bank charges	793	990
Fundraising and membership development	12,588	8,359
Maintenance of office equipment	3,037	2,790
Office supplies	4,568	3,030
Parish House expenses	21,707	21,875
Personnel	190,808	172,995
Interest on Loan	5,692	4,167
Printing & photocopying	<u>4,608</u>	<u>4,406</u>
Total Parish Administration	243,801	218,612
Growing in Faith Initiative:		
Amortization of improvements to parish premises	<u>189,836</u>	<u>189,836</u>
Total Growing in Faith Initiative	189,836	189,836
Total Functional Expenses	CHF 728,090	677,386

**St. John XXIII Parish
Notes to Financial Statements
for the years ended 31 December 2023**

NOTE 6. PARISH CAR AND PARISH HOUSE EXPENSES

	2023	2022
Parish Car	3,852	4,266
Parish House expenses:		
Health insurance	9,553	9,245
Expense reimbursement	9,600	9,600
Travel	1,600	1,600
Miscellaneous expenses	<u>954</u>	<u>1,430</u>
Total Parish House expenses	<u>21,707</u>	<u>21,875</u>