

Greek Orthodox Archdiocese of America

Financial Statements
Year Ended December 31, 2017

Greek Orthodox Archdiocese of America

Financial Statements
Year Ended December 31, 2017

Greek Orthodox Archdiocese of America

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Independent Auditor's Report

To His Eminence Archbishop Demetrios of America
and the Members of the Archdiocesan Council
The Greek Orthodox Archdiocese of America
New York, New York

We have audited the accompanying financial statements of the Greek Orthodox Archdiocese of America (the Archdiocese) which comprise the statement of financial position as of December 31, 2017, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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 control 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 control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Greek Orthodox Archdiocese of America as of December 31, 2017, 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.

BDO USA, LLP

April 12, 2019

Greek Orthodox Archdiocese of America

Statement of Financial Position

December 31, 2017

Assets

Cash and cash equivalents	\$	1,268,672
Accounts receivable		87,026
Total commitment receivable		1,016,352
Investments, at fair value		9,499,378
Inventory, net		691,147
Due from related entities		25,112
Miscellaneous receivables and other assets		577,866
Fixed assets, net		5,427,248
Beneficial interest in split-interest trusts		601,224
Investments held for others		3,162,528

Total Assets	\$	22,356,553
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Liabilities and Net Assets

Liabilities

Accounts payable and accrued expenses	\$	2,757,326
Loans payable to related entities		485,000
Total commitment sharing payable		1,115,940
Grants payable		1,250,000
Due to related entities		1,223,881
Due to pension plan		617,774
Other postretirement benefits obligations		1,270,463
Liability for funds held for others		6,669,158

Total Liabilities		15,389,542
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Commitments and Contingency

Net Assets (Deficit)

Without donor restrictions	(4,459,740)
With donor restrictions	11,426,751

Total Net Assets	6,967,011
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Total Liabilities and Net Assets	\$	22,356,553
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See accompanying notes to financial statements.

Greek Orthodox Archdiocese of America

Statement of Activities

Year ended December 31, 2017

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Other Support			
Total commitment	\$ 22,485,412	\$ -	\$ 22,485,412
Contributions and grants	1,412,327	2,307,332	3,719,659
Leadership 100 grants	-	1,094,420	1,094,420
FAITH grants	-	164,000	164,000
Ministries, publications and registry	3,348,069	-	3,348,069
Sales of books and other materials	490,525	-	490,525
Clergy Laity conference revenue	54,913	-	54,913
Investment income, net	337,560	856,374	1,193,934
Change in fair value of beneficial interest in split-interest trusts held by others	-	28,400	28,400
Other revenue	25,163	-	25,163
Net assets released from restrictions	3,790,726	(3,790,726)	-
Total Revenues and Other Support	31,944,695	659,800	32,604,495
Expenses			
Program services:			
Education	8,315,798	-	8,315,798
Metropolis Ministries	7,072,039	-	7,072,039
Orthodoxy in the World	2,596,475	-	2,596,475
Communications	2,443,273	-	2,443,273
Community services	3,954,785	-	3,954,785
St. Nicholas Greek Orthodox Church and National Shrine	796,269	-	796,269
Total Program Services	25,178,639	-	25,178,639
Supporting Services			
General and administrative	6,411,871	-	6,411,871
Fundraising	1,758	-	1,758
Total Supporting Services	6,413,629	-	6,413,629
Total Program and Supporting Services Expenses	31,592,268	-	31,592,268
Excess of Revenues and Other Support Over Expenses	352,427	659,800	1,012,227
Contribution of Net Assets to Direct Archdiocesan District (Note 1)	(801,010)	-	(801,010)
Changes in Net Assets	(448,583)	659,800	211,217
Net Assets (Deficit), beginning of year	(4,011,157)	10,766,951	6,755,794
Net Assets (Deficit), end of year	\$ (4,459,740)	\$ 11,426,751	\$ 6,967,011

See accompanying notes to financial statements.

Greek Orthodox Archdiocese of America

Statement of Cash Flows

Year ended December 31, 2017

Cash Flows from Operating Activities	
Changes in net assets	\$ 211,217
Adjustments to reconcile changes in net assets to net cash provided by operating activities:	
Depreciation	267,839
Net appreciation in fair value of investments	(1,066,766)
Change in fair value of beneficial interest in split-interest trusts	(261,588)
Loss on disposal of fixed assets	285,643
Changes in assets and liabilities:	
Accounts receivable	27,121
Inventory	(51,209)
Due from related entities	93,632
Miscellaneous receivables and other assets	(72,597)
Total commitment, net	(144,929)
Accounts payable and accrued expenses	(386,590)
Due to related entities and liability for funds held for others	496,025
Pension and other accrued retirement benefits	29,518
Net Cash Used in Operating Activities	(572,684)
Cash Flows from Investing Activities	
Purchases of investments	(11,164,633)
Proceeds from sales of investments	12,192,164
Purchases of fixed assets	(789,418)
Net Cash Provided by Investing Activities	238,113
Cash Flows from Financing Activities	
Proceeds from loans payable	485,000
Net Increase in Cash and Cash Equivalents	150,429
Cash and Cash Equivalents, beginning of year	1,118,243
Cash and Cash Equivalents, end of year	\$ 1,268,672

See accompanying notes to financial statements.

Greek Orthodox Archdiocese of America

Notes to Financial Statements

1. Organization and Nature of Activities

The Greek Orthodox Archdiocese of America (the Archdiocese) is the administrative body of the Greek Orthodox Church in America (the Church). The Archdiocese relies primarily on funding from its parishes located throughout the United States.

The Archdiocese is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and similar state and local provisions. Therefore, no provision for income taxes has been made in the accompanying financial statements. In addition, the Archdiocese has been determined not to be a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

The Archdiocese is related to a number of other entities by virtue of its charter with the Ecumenical Patriarchate, and by common board membership. The accompanying financial statements do not include the financial position, changes in net assets and cash flows of the following affiliated organizations:

- Holy Metropolises of Atlanta, Boston, Chicago, Denver, Detroit, New Jersey, Pittsburgh and San Francisco, (combined these are referred to as the Metropolis)
- Hellenic College, Inc.
- The Cathedral School
- Greek Orthodox Archdiocesan Cathedral of the Holy Trinity
- Saint Basil Academy
- Greek Orthodox Ladies Philoptochos Society, Inc.
- St. Michael's Home, Inc.
- Order of Saint Andrew the Apostle Archons of the Ecumenical Patriarchate
- The Archbishop Iakovos Leadership 100 Endowment Fund, Inc. (Leadership 100)
- FAITH: An Endowment for Orthodoxy & Hellenism (FAITH)
- St. Nicholas Greek Orthodox Church and National Shrine (St. Nicholas)

Through the year ended December 31, 2017, the financial position, changes in net assets and cash flows of the Direct Archdiocesan District (DAD) were included in the financial statements of the Archdiocese. In late 2017, the DAD was incorporated as a separate entity and the Archdiocese agreed to contribute to the DAD certain assets net of accrued liabilities, which totaled \$801,010. This is presented as a contribution of net assets to the DAD in the accompanying statement of activities. In addition, the Archdiocese released \$30,000 to the DAD, representing its 2017 grant for camping ministry from Leadership 100; this amount is presented within education program services in the accompanying statement of activities. At December 31, 2017, the liability to the DAD consisted of a loan payable of \$235,000 and other amounts totaling \$220,869, which is included in the due to related entities in the accompanying statement of financial position.

Greek Orthodox Archdiocese of America

Notes to Financial Statements

Program Services

The funding received from parishes and other donors enables the Archdiocese to operate various programs, primarily in the following areas:

Education - The Archdiocese promotes and supports programs that enhance religious and Greek education, youth and young adult ministries and the summer camp experience at its Ionian Village in Greece. Religious education includes the production of content in an array of themes related to the Church and its ministry, including the publication of a bimonthly magazine. Greek education supports the production of resources for Greek schools and families around the country. The youth and young adult ministries are focused on helping the younger members of the Church to feel spiritually connected to the Church through various programs, such as Sunday School, development of camp curricula, educational online video series and youth retreats at parishes throughout the Archdiocese. The Ionian Village summer camp brings together American high school students abroad for an exciting religious, cultural and educational experience with peers. Youth retreat programs are also run at the Ionian Village during other times of the year. Direct grants to Hellenic College are also included in this program and are further discussed in Note 12.

Metropolis Ministries - A portion of the total commitment supports each Metropolis by funding the salaries, benefits and other expenses of clergy and administrative staff at the Metropolis.

Orthodoxy in the World - In conjunction with the Ecumenical Patriarchate, the Archdiocese, through its relevant departments and personnel, maintains and coordinates relationships with other Orthodox jurisdictions in America, Christian denominations and inter-Christian organizations, other faiths and interfaith groups and global affairs, especially the United Nations. Expenses include department personnel costs, metropolitan travel to synods at the Ecumenical Patriarchate, as well as other special events, such as the Holy and Great Council event. Direct grants to the Ecumenical Patriarchate are also included in this program and are further discussed in Note 12.

Communications - The Archdiocese maintains resources that promote communication of current events within the Archdiocese. The press office issues releases about or on behalf of the Office of the Archbishop and about momentous occasions within the Church. Greek Orthodox Telecommunications (also known as GoTelecom) is the Archdiocese's audio-visual media arm, which produces informational videos and documents significant events in the life of the Archdiocese. The Archdiocese also publishes the Orthodox Observer, the Archdiocesan newspaper, which covers current and upcoming events, pastoral reflections and educational columns. The Orthodox Observer is published six times a year and is distributed free to homes and parishes across the country. The Internet Ministries department ensures that current, accurate and relevant materials are circulated online. It also maintains the websites of the Archdiocese, the Ecumenical Patriarchate and a number of organizations or groups related to the Church. Services such as website maintenance, bulletin builder and live-streaming may be provided for a fee to parishes within and outside the jurisdiction of the Archdiocese.

Community Services - The Archdiocese's community activities comprise a wide-range of functions and departments, including registry, public relations, archives, philanthropy, parish management and fundraising resources, family care and ministry and the promotion of and assistance in the use of the uniform parish software. Registry documents all sacramental records (baptism, marriage, divorce, death, etc.) of individuals within the Archdiocese. The public relations department promotes the presence of the Archdiocese in the public sphere, especially in governmental and global relations, as well as coordinates certain affairs of the Ecumenical Patriarchate. The archives

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Notes to Financial Statements

department catalogs the historical record of the Archdiocese and major events of the Church. Its library is made available to scholars and professors. The philanthropy division provides financial and medical assistance to retired clergy, widowed presbyters and those in severe need. It also maintains scholarship funds offered by donors. The Orthodox parish software is a uniform software for parishes to easily track information such as family relations, sacraments, donations, etc.

St. Nicholas Greek Orthodox Church and National Shrine - The Archdiocese incurred certain costs related to St. Nicholas that were not charged directly to the St. Nicholas rebuilding fund, consisting primarily of fund-raising and personnel costs associated with St. Nicholas. In addition, the Archdiocese authorized a contribution to St. Nicholas consisting of investment return on contributions for St. Nicholas that the Archdiocese could otherwise have retained. These costs are included in St. Nicholas Greek Orthodox Church and National Shrine program services in the accompanying statement of activities. The Archdiocese also recorded interest on amounts due to St. Nicholas from inception and is included in general and administrative in the accompanying statement of activities.

2. Summary of Significant Accounting Policies

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) using the accrual basis of accounting.

Classifications of Net Assets

The classification of a not-for-profit organization's net assets and its support, revenue and expenses is based on the existence or absence of donor-imposed restrictions. It requires that the amounts for each of two classes of net assets—with donor restrictions and without donor restrictions—be displayed in a statement of financial position and that the amount of change in each of those classes of net assets be displayed in a statement of activities.

These classes are defined as follows:

Net Assets Without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations and that may be expended for any purpose in performing the primary objectives of the Archdiocese. Included within net assets without donor restrictions is a board-designated fund, the Cathedral Fund, that was designated by Archbishop Iakovos, to be used, upon approval, for the benefit of the Greek Orthodox Archdiocesan Cathedral of the Holy Trinity and Cathedral related projects. As of December 31, 2017, the Cathedral Fund had a balance of \$1,225,030, which is included in investments in the accompanying statement of financial position.

Net Assets with Donor Restrictions - Net assets resulting from contributions and other inflows of assets whose use by the Archdiocese is limited by donor-imposed stipulations that either expire by the passage of time or can be fulfilled and removed by the actions of the Archdiocese pursuant to those stipulations. When such stipulations end or are fulfilled, such net assets are reclassified to net assets without donor restrictions and reported in the statement of activities.

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Net assets with donor restrictions also include net assets resulting from contributions whereby the principal has been stipulated by the donor to be held and invested in perpetuity and the income used in accordance with the donor's stipulations, if any.

Cash and Cash Equivalents

The Archdiocese considers all highly liquid investments with original maturities of three months or less from the date of purchase to be cash equivalents, except for those cash equivalents which are included in the Archdiocese's investment portfolio, which are held for long-term purposes.

Investments

Investments in equity securities with readily determinable fair values are reported at fair value based on quoted market prices. Investments in debt securities are measured using quoted market prices where available. If quoted market prices for debt securities are not available, the fair value is determined using an income approach valuation technique that considers, among other things, rates currently observed in publicly traded markets for debt with similar terms to companies with comparable credit risk, the issuer's credit spread, and illiquidity by sector and maturity. All investments are managed by outside investment advisors subject to the review, approval, and control by the Archdiocese. Such valuations involve assumptions and methods that are reviewed by the Archdiocese.

Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are determined based on average cost and are recorded in the statement of activities in the period in which the securities are sold. Dividends and interest are recognized as earned. Contributed investments are valued at their fair market value on the date received.

Investment securities, in general, are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and such changes could materially affect the amounts reported in the accompanying financial statements.

Fair Value Measurements

Professional standards establish a framework for measuring fair value and expand the disclosures about fair value measurements. U.S. GAAP defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in a principal or most advantageous market. Fair value is a market-based measurement that is determined based on inputs, which refer broadly to assumptions that market participants use in pricing assets or liabilities. These inputs can be readily observable, market corroborated, or unobservable. U.S. GAAP established a fair value hierarchy, which prioritizes the inputs to valuation techniques used to measure fair value in three broad levels. The standard requires that assets and liabilities be classified in their entirety based on the level of input that is significant to the fair value measurement. Assessing the significance of a particular input may require judgment considering factors specific to the asset or liability and may affect the valuation of the asset or liability and their placement within the fair value hierarchy. The Archdiocese classifies fair value balances based on the fair value hierarchy defined by U.S. GAAP, as follows:

Level 1 - This level consists of quoted prices that are available in active markets for identical assets or liabilities as of the measurement date.

Greek Orthodox Archdiocese of America

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Level 2 - This level consists of pricing inputs other than quoted prices in active markets, which are either directly or indirectly observable as of the measurement date. The nature of these securities includes investments for which quoted prices are available but traded less frequently and investments that are fair valued using other securities, the parameters of which can be directly observed. Bonds securities are priced by the Archdiocese's custodian using nationally recognized pricing services. Bond securities generally do not trade on a daily basis. For these securities, the pricing services prepare estimates of fair value measurements using their proprietary pricing applications, which include available relevant market information, benchmark curves, benchmarking of similar securities, sector groupings and matrix pricing. These investments are classified as Level 2.

Level 3 - This level consists of securities that have little to no pricing observability as of the measurement date. These securities are measured using management's best estimate of fair value, where the inputs into the determination of fair value are not observable and require significant management judgment or estimation. Also included in Level 3 are investments measured using a net asset value (NAV) per share, or its equivalent, that can never be redeemed at NAV at the statement of financial position date or in the near term or for which redemption at NAV is uncertain due to lockup periods or other investment restrictions.

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. However, the determination of what constitutes "observable" requires significant judgment by the Archdiocese. The Archdiocese considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorization of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Archdiocese's perceived risk of that instrument.

Risks and Uncertainties

The Archdiocese's investments consist of a variety of investment securities and investment funds. Investments in general are exposed to various risks, such as interest rate, credit, and overall market volatility risk. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the value of the Archdiocese's investments will occur in the near term and that such changes could materially affect the amounts reported in the accompanying financial statements.

Inventory

Inventory is valued at the lower of cost or market. Such inventory consists primarily of religious books, publications and other program-related literature and materials. During the year ended December 31, 2017, the Archdiocese wrote off inventories totaling \$69,210 to education expenses in the accompanying statement of activities. As of December 31, 2017, a reserve for obsolescence was recorded of \$55,710, which is presented as a deduction from inventories in the accompanying statement of financial position.

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Notes to Financial Statements

Receivables

Due to the uncertainty surrounding collection, management provides an allowance for doubtful accounts based on the consideration of the type of receivable, responsible party, the known financial condition of the respective party, historical collection patterns and comparative aging. These allowances are maintained at a level management considers adequate to provide for subsequent adjustments and potential uncollectible accounts. These estimates are reviewed periodically and, if the financial condition of a party changes significantly, management will evaluate the recoverability of any receivables from that organization and write off any amounts that are no longer considered to be recoverable. Any payments subsequently collected on such receivables are recorded as income in the period received. As of December 31, 2017 there is no allowance for doubtful accounts recorded.

Fixed Assets, Net

Land, buildings, building improvements and equipment are recorded at cost or, if donated, at fair market value, at the date of the gift, less accumulated depreciation. The Archdiocese capitalizes land, buildings and equipment individually costing \$1,000 or more and have a useful life of more than one year. Depreciation is calculated on a straight-line basis. The estimated useful lives of the assets are as follows:

Building and improvements	40 years
Furniture, fixtures and equipment	3 to 10 years
Website development cost	5 years
Fine arts	3 years

Impairment of Fixed Assets

The Archdiocese reviews fixed assets for impairment whenever events or changes in business circumstances indicate that the carrying amount of an asset may not be fully recoverable. An impairment loss would be recognized when the future cash flows from the use of the asset are less than the carrying amount of that asset. As of December 31, 2017, there have been no such losses.

Due to/from Related Entities

Amounts due to/from related entities represent amounts owed to and or expenses paid on behalf of Archdiocesan affiliates. Loans received from related entities are separately presented as loans payable.

Beneficial Interest in Split-Interest Trusts Held by Others

The Archdiocese is the beneficiary of perpetual trusts whereby the donors contributed assets to third-party trustees. The trustees distribute investment income annually to the Archdiocese and the other named beneficiaries in the percentages specified in the trust documents. These distributions are reported as an increase in net assets without donor restrictions.

The Archdiocese values the trusts at their fair values, which are represented by the percentage ownership of the assets in the trusts. Changes in the fair value of the trusts' assets are reported in the statement of activities within net assets with donor restrictions.

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Notes to Financial Statements

Funds Held for Others

The Archdiocese holds funds, consisting of cash and investments, on behalf of other parties. As these funds can be used or directed by the Archdiocese only in accordance with the other parties' direction, a liability for funds held for others is recorded. The assets and the related liabilities are stated at fair value in the accompanying statement of financial position. Additions, disbursements, investment income (loss) and any unrealized gain or loss on the investments are recognized as increases or decreases in assets and liability and are not reported in the accompanying statement of activities.

Grants Payable

Grants payable represent unconditional promises to give that are expected to be paid within one year.

Contributions and Grants

The Archdiocese records contributions of cash and other assets when an unconditional promise to give such assets is received from a donor. Contributions are recorded at the fair value of the assets received and are reported as an increase in net assets without donor restrictions unless the use of the related assets is limited by donor-imposed restrictions.

Contributions not expected to be received within one year are recognized as support with donor restrictions and are discounted using a credit-adjusted discount rate assigned in the year the pledge originates.

The Archdiocese reports gifts of property and equipment as unrestricted support 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 assets are reported as with donor restrictions. Absent explicit donor stipulations about how long such assets must be maintained, the Archdiocese reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Donated goods and services used by the Archdiocese are recorded as in-kind contributions at their estimated fair value at the date of receipt. During 2017, the Archdiocese received legal and other professional services on a pro bono basis, including services related to St. Nicholas. However, the value of such services was not included in the accompanying statement of activities as the donors were unable to provide the information or the amount was not material.

Investment return on contributions with donor restrictions are recorded in the net assets without donor restrictions class unless the investment return is explicitly restricted by the donor to be used for the same purpose as the contribution. Contributions that are restricted by donors in perpetuity are recorded as permanent restrictions within net assets with donor restrictions. The income is used for operating purposes when expenditures satisfy the donors' restrictions and such amounts are appropriated for expenditure by the Archdiocese. Income amounts that exceed related expenditures during a fiscal period remain as net assets with donor restrictions.

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Notes to Financial Statements

Total Commitment

Every parish within the Archdiocese is given an annual financial assessment to help support the mission of the Church. The unpaid total commitment at the end of the year is recorded as a receivable, net of an allowance for doubtful accounts, if required.

The total commitment is determined at the biennial Clergy Laity Congress and for 2018 amounted to approximately \$21,541,000. The amount remained the same as the total commitment in 2017.

Other Revenue

The Archdiocese generates revenue from programs, including summer camps, and the sales of religious books, publications and other program related literature and materials. Such income is recorded in the period the services are performed or upon the date of sale. Clergy Laity conference income is earned in the year which the conference takes place.

Functional Allocation of Expenses

Costs related to the various programs and activities of the Archdiocese have been summarized on a functional basis in the accompanying statement of activities and the schedule of functional expenses in Note 3. These costs can generally be directly identified with the program service to which they relate and are charged accordingly. Indirect expenses have been allocated amongst the programs and supporting services benefited on the basis of the number of employees per department performing more than one function and/or supporting services.

Income Taxes

The Archdiocese follows U.S. GAAP that requires accounting for uncertainty in tax positions taken or expected to be taken in a tax return, including issues relating to financial statement recognition and measurement. U.S. GAAP provides that the tax effects from an uncertain tax position can only be recognized in the financial statements if the position is "more likely than not" to be sustained if the position were to be challenged by a taxing authority. The assessment of the tax position is based solely on the technical merits of the position, without regard to the likelihood that the tax position may be challenged.

The Archdiocese is incorporated in the State of New York and is exempt from federal income tax under IRC section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the IRC. The Archdiocese has no unrelated income associated with its exempt purpose. The Archdiocese has processes presently in place to ensure the maintenance of its tax-exempt status, to identify and report unrelated income, to determine its filing and tax obligations in jurisdictions for which nexus was established, and to identify and evaluate other matters that may be considered tax positions. The Archdiocese has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements.

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Notes to Financial Statements

New Accounting Pronouncements Issued by Not Yet Adopted

Revenue from Contracts with Customers (Topic 606)

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2014-09, "Revenue from Contracts with Customers (Topic 606)," which is a comprehensive new revenue recognition standard that will supersede existing revenue recognition guidance. The core principle of the guidance is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The FASB issued ASU 2015-14, which deferred the effective date for the Archdiocese until annual periods beginning after December 15, 2018. Earlier adoption is permitted, subject to certain limitations. The amendments in this update are required to be applied retrospectively to each prior reporting period presented or with the cumulative effect being recognized at the date of initial application. Management is currently evaluating the impact of this ASU on its financial statements.

Leases (Topic 842)

In February 2016, the FASB issued ASU 2016-02, "Leases (Topic 842)," to increase transparency and comparability among foundations by recognizing lease assets and lease liabilities on the statement of financial position and disclosing key information about leasing arrangements for lessees and lessors. The new standard applies a right-of-use (ROU) model that requires, for all leases with a lease term of more than 12 months, an asset representing its ROU, the underlying asset for the lease term and a liability to make lease payments to be recorded. The ASU is effective for the Archdiocese's fiscal years beginning after December 15, 2019, with early adoption permitted. Management is currently evaluating the impact of this ASU on its financial statements.

New Accounting Pronouncement Adopted

Not-for-Profit Entities (Topic 958) and Health Care Entities (Topic 954) - Presentation of Financial Statements of Not-for-Profit Entities

In August 2016, the FASB issued ASU 2016-14, "Not-for-Profit Entities (Topic 958) and Health Care Entities (Topic 954) - Presentation of Financial Statements of Not-for-Profit Entities." The ASU amends the current reporting model for nonprofit entities and enhances their required disclosures. The major changes include: (a) requiring the presentation of only two classes of net assets now entitled "net assets without donor restrictions" and "net assets with donor restrictions"; (b) modifying the presentation of underwater endowment funds and related disclosures; (c) requiring the use of the placed-in-service approach to recognize the expirations of restrictions on gifts used to acquire or construct long-lived assets absent explicit donor stipulations otherwise; (d) requiring that all nonprofits present an analysis of expenses by function and nature in either the statement of activities, a separate statement, or in the notes and disclose a summary of the allocation methods used to allocate costs; (e) requiring the disclosure of quantitative and qualitative information regarding liquidity and availability of resources; (f) presenting investment return net of external and direct expenses and (g) modifying other financial statement reporting requirements and disclosures intended to increase the usefulness of nonprofit financial statements. The Archdiocese had early adopted this ASU, and these financial statements reflect that change. The implementation of the ASU did not have a material effect on the financial position and change in net assets of the Archdiocese.

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Notes to Financial Statements

Concentration of Credit Risk

Financial instruments that potentially subject the Archdiocese to concentrations of credit and market risk consist principally of cash and cash equivalents and investments on deposit with financial institutions, which from time to time may exceed the Federal Deposit Insurance Corporation limit. Management does not believe that a significant risk of loss due to the failure of a financial institution used by the Archdiocese is likely.

Fair Value of Financial Instruments

The carrying value of cash, cash equivalents, receivables, accounts payable and accrued expenses, loan payable, national commitment payable, due to Direct Archdiocesan District and amounts due to pension plan is a reasonable estimate of their fair value due to their short-term nature. The carrying value of Archdiocese's beneficial interest in trusts held by others is estimated based on the present value of expected future cash flows, and thus approximates fair value.

Use of Estimates

In preparing financial statements in conformity with U.S GAAP, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and revenues and expenses during the reporting period. Actual results could differ from those estimates.

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Greek Orthodox Archdiocese of America

Notes to Financial Statements

3. Functional Expenses

The expenses of the Archdiocese by function and natural expense classification are presented below:

December 31, 2017

Expense	Program Services							Supporting Services			Total Program and Supporting Services
	Education	Metropolis Ministries	Orthodoxy in the World	Communications	Community Services	St. Nicholas Greek Orthodox Church and National Shrine	Total	General and Administrative	Fundraising	Total	
Salaries, wages and benefits	\$ 2,334,493	\$ 4,939,831	\$ 801,817	\$ 1,743,254	\$ 2,667,557	\$ 77,250	\$ 12,564,202	\$ 2,330,040	\$ -	\$ 2,330,040	\$ 14,894,242
Professional fees and other outside services	148,880	123,368	132,847	80,390	789,428	-	1,274,913	1,090,974	-	1,090,974	2,365,887
Contributions, scholarships, grants and other assistance	2,327,510	96,462	1,292,016	817	144,000	681,268	4,542,073	224,174	-	224,174	4,766,247
Transportation, travel, meals and related expenses	1,143,077	94,692	115,815	14,443	115,647	4,683	1,488,357	272,966	-	272,966	1,761,323
Facilities expense	1,207,142	291,387	90,323	66,188	161,297	-	1,816,337	791,682	-	791,682	2,608,019
Insurance	37,792	581,213	-	-	-	-	619,005	661,925	-	661,925	1,280,930
Metropolises share of total commitments	-	611,996	-	-	-	-	611,996	-	-	-	611,996
Books, videos and other educational and religious materials	620,611	35,611	30,787	259,914	18,801	-	965,724	19,960	-	19,960	985,684
Postage and delivery services	59,424	587	2,251	249,441	6,274	977	318,954	94,925	-	94,925	413,879
Dues, fees and subscriptions	75,094	33,722	7,172	12,320	12,671	-	140,979	75,929	-	75,929	216,908
Equipment and supplies	52,241	4,758	52,423	2,008	14,860	-	126,290	59,046	-	59,046	185,336
Interest	-	-	-	-	-	-	-	321,744	-	321,744	321,744
Other expenses	309,534	258,412	71,024	14,498	24,250	32,091	709,809	468,506	1,758	470,264	1,180,073
Total Functional Expenses	\$ 8,315,798	\$ 7,072,039	\$ 2,596,475	\$ 2,443,273	\$ 3,954,785	\$ 796,269	\$ 25,178,639	\$ 6,411,871	\$ 1,758	\$ 6,413,629	\$ 31,592,268

Greek Orthodox Archdiocese of America

Notes to Financial Statements

4. Liquidity and Available Resources

The following reflects the Archdiocese's financial assets as of December 31, 2017, reduced by amounts not available for general use because of contractual or donor-imposed restrictions. Amounts not available include amounts set aside for long-term investing in the board-designated fund (see Note 2) that could be drawn upon if the governing body of the Archdiocese approves that action. However, an appropriation of \$80,000 for the Cathedral Fund in 2018 has not been subtracted as unavailable.

December 31, 2017

Financial assets*	\$	12,896,002
Less amounts unavailable for general expenditures in 2018, due to:		
Contractual or donor-imposed restrictions:		
Restricted by donors with purpose restrictions		(8,803,290)
Required by donors to be held in perpetuity**		(2,022,237)
Board-designated for the Cathedral Fund		(1,225,030)
St. Nicholas funding requirement		(3,953,338)
Deficit in Financial Assets to Meet Cash Needs for General Expenditures in 2018 (See Note 14)	\$	(3,107,893)

* Financial assets are total assets less a) inventory, net, b) due from related entities, c) fixed assets, net and d) beneficial interest in split-interest trusts, and e) investments held for others of \$2,715,820.

** Excludes beneficial interest in split-interest arrangements.

The Archdiocese is substantially supported by its parishes throughout the United States. It also derives revenues from ministries, registries and sales of books, materials and other publications. In addition, the Archdiocese receives donor contributions with or without donor-restrictions. Because a donor's restriction requires resources to be used in a particular manner or in a future period, the Archdiocese must maintain sufficient resources to meet those responsibilities to its donors. At December 31, 2017, the Archdiocese had cumulatively utilized approximately \$6,100,000 in funds from donor-restricted and custodial accounts in order to meet its general expenditures. In the summer of 2017, the Archdiocese executed cost-cutting measures and a plan to replenish funds that were utilized from donor-restricted and custodial accounts used in 2017 and prior years. In 2018, the Archdiocese continued those cost cutting measures and entered in lending transactions that allowed it to replenish all amounts that had been utilized from its donor-restricted and custodial accounts. Further, the Archdiocese's liquidity improved in 2018 such that it was able to meet general expenditures, liabilities and other obligations as they became due. The Archdiocese's financial goals through its budgetary processes include establishing a fund that may be drawn upon in event of financial need or an immediate liquidity need. Additional liquidity is also available through its unused line of credit (see Note 14).

Greek Orthodox Archdiocese of America

Notes to Financial Statements

5. Investments, at Fair Value

Investments, by fair value hierarchy, consisted of the following:

December 31, 2017

	Level 1	Level 2	Level 3	Total
Money market funds	\$ 2,150,594	\$ -	\$ -	2,150,594
Common stock	3,246,544	-	-	3,246,544
Mutual funds	2,021,352	-	-	2,021,352
Corporate bonds	-	550,343	-	550,343
Municipal bonds	-	1,338,050	-	1,338,050
Auction rate securities	-	99,091	-	99,091
Fixed-income annuity	-	-	93,404	93,404
	\$ 7,418,490	\$ 1,987,484	\$ 93,404	\$ 9,499,378

The following table summarizes the changes in the Archdiocese's Level 3 investments:

Balance, December 31, 2016	\$ 92,486
Net appreciation of investments	918
Balance, December 31, 2017	\$ 93,404

The Archdiocese had no financial assets or financial liabilities that were measured at fair value on a non-recurring basis during the year ended December 31, 2017. In addition, there were no transfers between levels during the year ended December 31, 2017.

Investment income consisted of the following:

December 31, 2017

Interest and dividends	\$ 127,168
Net appreciation in fair value of investments	1,066,766
	\$ 1,193,934

Greek Orthodox Archdiocese of America

Notes to Financial Statements

6. Fixed Assets, Net

Fixed assets, net, consisted of the following:

December 31, 2017

Land	\$	471,223
Building and improvements		8,264,617
Furniture, fixtures and equipment		2,581,295
Website development costs		464,263
Fine arts		10,185
		11,791,583
Less: accumulated depreciation		(6,364,335)
	\$	5,427,248

Depreciation expense amounted to \$267,839 for the year ended December 31, 2017. Loss on disposal of property and equipment amounted to \$285,643 and is included in general and administrative expenses in the accompanying statement of activities.

7. Investments Held for Others and Related Liability

Investments held for others, by fair value hierarchy, consisted of the following:

December 31, 2017

	Level 1	Level 2	Level 3	Total
Money market funds	\$ 293,373	\$ -	\$ -	293,373
Treasury bills	-	268,215	-	268,215
Common stock	1,292,961	-	-	1,292,961
Mutual funds	633,635	-	-	633,635
Corporate bonds	-	32,003	-	32,003
Municipal bonds	-	96,542	-	96,542
Auction rate securities	-	99,091	-	99,091
	\$ 2,219,969	\$ 495,851	\$ -	2,715,820
Cash held for investments for St. Nicholas Greek Orthodox Church and National Shrine				446,708
			\$	3,162,528

Greek Orthodox Archdiocese of America

Notes to Financial Statements

The activity in the funds held for others are presented in the following table.

December 31, 2017

	Balance January 1, 2017	Additions	Net Investment Income (Loss)	Release of Funds to Third Parties	Balance December 31, 2017
Archbishop Iakovos Library Trust	\$ 1,003,499	\$ -	\$ 152,873	\$ (50,000)	\$ 1,106,372
St. Basil Spyropoulos Fund	810,593	-	134,560	-	945,153
Orthodox Health Plan Dividend Fund	851,775	-	(453)	(851,322)	-
Spyridon Trust IM	606,265	75,000	100,530	(117,500)	664,295
St. Nicholas Greek Orthodox Church and National Shrine	4,551,757	5,619,593	-	(6,218,012)	3,953,338
	\$ 7,823,889	\$ 5,694,593	\$ 387,510	\$ (7,236,834)	\$ 6,669,158

As of December 31, 2017, the Archdiocese had custodial funds held and amounts due to related parties of \$6,669,158, of which \$3,162,528 is included within investments held for others in the accompanying statement of financial position. Net amounts due to St. Nicholas as a result of utilization of the custodial funds amounted to \$3,504,550. In 2017, the Archdiocese recorded interest of \$321,744 on amounts due to St. Nicholas from inception. In addition, the Archdiocese made a contribution of \$681,268 to St. Nicholas in 2017. In the aggregate, the Archdiocese owed the St. Nicholas custodial accounts \$4,509,642 at December 31, 2017. This amount was subsequently paid to the St. Nicholas custodial accounts in 2018.

In 2013, the Archdiocese commenced a capital campaign on behalf of and for the specific purpose of rebuilding St. Nicholas. As St. Nicholas is the specified beneficiary of any contributions received from this campaign, the Archdiocese is accounting for this arrangement as an agency transaction. As such, contributions received resulting from the capital campaign and subsequent disbursements made by the Archdiocese from these funds, are not reflected in the accompanying statement of activities. Funds collected are recorded as an asset within funds held for others and as a liability for funds held for others in the accompanying statement of financial position. Subsequent disbursements are recorded as a reduction of these assets and liability balances.

8. Employee Benefit Plans

Pension Plans

The Archdiocese participates in a defined benefit pension plan (Pension Plan) covering substantially all full-time lay employees and clergy. Retirement benefits are based on years of service and the employees' compensation during those years of service. Pension Plan assets are held by third-party investment managers and are invested in various marketable debt, equity and money market accounts. Minimum funding requirements are determined by an independent actuary. Participants may elect to make contributions in an amount equal to 3.5% to 5% of earnings in accordance with the rules established by the Archdiocese Benefits Committee.

The Pension Plan is considered a church plan and is therefore exempt from the provisions of the Employee Retirement Income Security Act of 1974 (ERISA), as amended. As of December 31, 2016, the latest date for which audited financial information is available, the fair value of the Pension Plan's assets approximated \$53,500,000 and the actuarial present value of its accumulated plan

Greek Orthodox Archdiocese of America

Notes to Financial Statements

benefits approximated \$104,900,000. Due to the nature of the Pension Plan, as a multi-employer plan covering the clergy and lay employees of the Archdiocese, parishes and the institutions of the Archdiocese, it is not practicable to determine the extent to which the assets of the plan cover the actuarially computed value of accumulated plan benefits vested benefits for the Archdiocese, on a standalone basis. Because the Pension Plan is considered a multi-employer plan, it is only subject to certain minimum reporting requirements. For further information, refer to the audited financial statements of the Pension Plan for the year ended December 31, 2016.

Pension expense allocated to the Archdiocese for the year ended December 31, 2017 amounted to \$806,000 and is allocated among programs and general and administrative expenses in the accompanying statement of activities and schedule of functional expenses in Note 3. As of December 31, 2017, amounts due to the Pension Plan totaled \$617,774.

The Archdiocese also sponsors a noncontributory 403(b) defined contribution plan for all employees. For the year ended December 31, 2017, there were no employer contributions to the 403(b) defined contribution plan.

Other Retirement Benefits

The Archdiocese also provides supplemental retirement benefits to certain hierarchs outside of the plan described above. As of December 31, 2017, the Archdiocese has recorded a liability of \$1,270,463 for these benefits, and is presented as other postretirement benefits obligations in the accompanying statement of financial position. Of this amount, \$114,000 represents the accrual for 2017, which is included in general and administrative expense in the accompanying statement of activities and schedule of functional expenses in Note 3.

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Notes to Financial Statements

9. Net Assets with Donor Restrictions

Restricted net assets with donor restrictions consisted of the following:

December 31, 2017

With purpose restrictions:	
Taylor Scholarship Fund	\$ 1,753,131
Katina Malta Scholarship Fund	1,042,514
Gioles Scholarship Fund	191,624
James Tembelis Scholarship	537,563
St. John Chrysostom Fund	56,031
Paleologos Scholarship Fund	459,409
Trakatellis Fellowship Fund	160,479
Irene Ladas Scholarship for Seminaries	71,750
Clergy Initiative Project	1,004,712
Other scholarships and educational programs	1,010,159
Disaster and emergency relief assistance	649,795
Orthodoxy in the World	651,072
Community services	1,017,187
Various other programs	197,864
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With Donor Restrictions - Purpose Restricted (Temporary)	8,803,290
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Original donor-restricted endowment gift amounts and amounts required to be retained by donors in perpetuity:	
Taylor Scholarship Fund	1,000,000
James J. Tembelis Scholarship Fund	515,989
Beneficial interest in George Marinos perpetual trust	368,036
Beneficial interest in Demetrios Anagnos charitable trust	233,188
Gioles Scholarship Fund*	254,509
Katina Malta Scholarship Fund*	100,688
Vlisidis Scholarship Fund	38,762
Other scholarships and educational programs	112,289
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With Donor Restrictions - In Perpetuity (Permanent)	2,623,461
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Total with Donor Restrictions	\$ 11,426,751

* Pursuant to the donor gift instrument, 90% of net income from the fund is to be distributed for individual scholarships and the remaining 10% of the annual net income shall become permanently restricted and added to the corpus of the scholarship fund.

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Notes to Financial Statements

10. Net Assets Released from Restrictions

Net assets with donor restrictions were released from restrictions by either incurring expenses or satisfying the restricted purpose, as follows:

December 31, 2017

Taylor Scholarship Fund	\$	172,775
Katina Malta Scholarship Fund		36,000
Gioles Scholarship Fund		14,500
James J. Tembelis Scholarship Fund		14,250
St. John Chrysostom Fund		14,060
Paleologos Scholarship Fund		47,000
Trakatellis Fellowship Fund		10,000
Irene Ladas Scholarship for Seminaries		12,750
Other scholarships and educational programs		1,033,720
Orthodoxy in the World		890,790
Community services		977,506
Clergy Initiative Project		29,878
Ionian Village renovations		177,140
Other programs		360,357
	\$	3,790,726

11. Endowment

The Archdiocese's donor-restricted (gifted) endowment consists of five individuals' funds established for a variety of purposes, principally in support of the Archdiocese's mission. It excludes beneficial interests in split-interest trusts held by others, which are required to be held by third-party trustees. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

On September 17, 2010, New York State passed the New York State Prudent Management of Institutional Funds Act (NYPMIFA), its version of the Uniform Prudent Management of Institutional Funds Act (UPMIFA). All not-for-profit organizations formed in New York must apply this law. The Archdiocese classifies donor-restricted endowment funds as net assets with donor restrictions, unless otherwise stipulated by the donor: (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment and (c) income accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift.

The remaining portion of the donor-restricted endowment fund not classified as held in perpetuity is classified as net assets with purpose and or time-restriction, until such amounts are appropriated for expenditure by the Archdiocese in a manner consistent with the uses, benefits, purposes and duration for which the endowment is established and the standard of prudence prescribed by NYPMIFA.

In accordance with NYPMIFA, the Archdiocese considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: the purpose, duration, and preservation of the endowment fund; expected total return of investments; general

Greek Orthodox Archdiocese of America

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economic conditions; the possible effects of inflation and deflation; other resources of the Archdiocese; and the investment policy of the Archdiocese.

The Archdiocese has adopted investment and spending policies for endowment assets that support the objective of providing a sustainable and increasing level of endowment income distribution to support the Archdiocese's activities while seeking to maintain the purchasing power of the endowment assets. The Archdiocese's primary investment objective is to maximize total return within reasonable and prudent levels of risk while maintaining sufficient liquidity to meet disbursement needs and ensure preservation of capital.

To satisfy its long-term rate-of-return objectives, the Archdiocese relies on a total return strategy, the objective of which is to achieve a return consisting of a combination of current income and capital appreciation, without regard to an emphasis on either, recognizing that changes in market conditions and interest rates will result in varying strategies in an attempt to optimize results. The endowment portfolio is diversified among various net asset classes and strategies to help reduce risk.

The following represents a detail of the endowment net asset composition, excluding third-party split-interest trusts:

December 31, 2017

	With Purpose Restrictions	To Be Held in Perpetuity	Total
Composition of Endowment Net Assets by Type of Fund			
Donor-restricted endowment funds	\$ 2,828,427	\$ 2,022,237	\$ 4,850,664
Change in Endowment Net Assets			
Endowment of net assets, beginning of year	\$ 2,210,889	\$ 2,015,757	\$ 4,226,646
Investment return:			
Interest and dividends	51,334	7,893	59,227
Net appreciation (depreciation)	594,954	(1,413)	593,541
Appropriation of endowment assets for expenditure	(28,750)	-	(28,750)
Endowment Net Assets, end of year	\$ 2,828,427	\$ 2,022,237	\$ 4,850,664

12. Related-Party Transactions

The Archdiocese provided a grant for \$1,500,000 to support the operations of Hellenic College in 2017 and such amount is included as part of education expense in the accompanying statement of activities. As of December 31, 2017, the amount due to Hellenic College totaled \$1,000,000 and is included within grants payable in the accompanying statement of financial position.

The Archdiocese provided a grant for \$1,000,000 to support the operations of the Ecumenical Patriarchate in 2017 and such amount is included as part of Orthodoxy in the World expense in the accompanying statement of activities. As of December 31, 2017, the amount due to Ecumenical Patriarchate totaled \$250,000, and is included within grants payable in the accompanying statement of financial position.

Greek Orthodox Archdiocese of America

Notes to Financial Statements

During 2017, the Archdiocese received \$1,094,420 and \$164,000 of grants from Leadership 100 and FAITH, respectively. Such grants were recorded as increases to net assets with donor restrictions to benefit specific programs of the Archdiocese as stipulated by the governing boards of the respective affiliates.

As of December 31, 2017, amounts due from related entities totaled \$25,112.

During 2017, the Archdiocese received short-term, non-interest-bearing loans of \$250,000 from St. Michael's Home, Inc. and \$235,000 from DAD, as reflected in the accompanying statement of financial position. These loans were paid in 2018.

As of December 31, 2017, amounts due to related entities consisted of the balance of the contribution of net assets to DAD of \$220,869 and interest and a contribution totaling \$1,003,012 due to St. Nicholas.

Additionally, certain contributions received by the Archdiocese are from members of management and the Archdiocesan Council.

13. Contingencies

The Archdiocese, in the normal course of its operations, is a party to various legal proceedings and complaints, some of which are covered by insurance. While it is not feasible to predict the ultimate outcomes of such matters, management of the Archdiocese is not aware of any claims or contingencies, which are not covered by insurance, that would have a material adverse effect on the Archdiocese's financial position, changes in net assets or cash flows.

14. Subsequent Events

The Archdiocese evaluated its December 31, 2017 financial statements for subsequent events through April 12, 2019, the date the financial statements were available to be issued. Except for the matters described in the following paragraphs, the Archdiocese is not aware of any material subsequent events that would require recognition or disclosure in the accompanying financial statements.

In June 2018, the Archdiocese obtained from a bank (the Lender) a mortgage loan in the amount of \$5.5 million (the Mortgage Loan). The Mortgage Loan bears interest at 4.25% a year and is payable in 240 monthly installments of \$34,243 commencing August 1, 2018. It is collateralized primarily by the properties of the Archdiocese located on 79th Street, New York, New York, including improvements thereon and other chattels as defined in the mortgage and security agreement dated June 28, 2018.

In addition, the Lender extended the Archdiocese a variable rate revolving line of credit in the amount \$3.0 million (LOC) on June 28, 2018. The LOC bears interest based on the highest published prime rate in the money tables of the Wall Street Journal, which in no event shall be lower than 4.75% a year. The Archdiocese initially borrowed \$2.0 million from the LOC with interest rate of 5.5% on June 28, 2018. The loan had been fully paid as of April 12, 2019. The line of credit ends on July 1, 2019 and may be automatically extended for a maximum of 180 days at the Lender's sole discretion.

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Notes to Financial Statements

On February 2, 2018, the Archdiocese repaid the short-term, non-interest-bearing loan of \$250,000 to St. Michael's Home, Inc.

On February 21, 2018 the Archdiocese repaid the short-term, non-interest-bearing loan of \$235,000 from DAD.