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# The Roman Catholic Diocese of Toledo in America

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**Combined Financial Report  
with Supplemental Information  
June 30, 2025**

<b>Independent Auditor's Report</b>	1-2
<b>Combined Financial Statements</b>	
Statement of Financial Position	3
Statement of Activities and Changes in Net Assets	4-5
Statement of Cash Flows	6
Notes to Combined Financial Statements	7-26
<b>Supplemental Information</b>	27
<b>Independent Auditor's Report on Supplemental Information</b>	28
Combining Statement of Financial Position	29-32
Combining Statement of Activities and Changes in Net Assets	33-36

## **Independent Auditor's Report**

To the Most Reverend Daniel E. Thomas,  
Bishop of the Diocese of Toledo,  
and Reverend Monsignor William Kubacki,  
Vicar General and Moderator of the Curia  
The Roman Catholic Diocese of Toledo in America

### ***Opinion***

We have audited the combined financial statements of The Roman Catholic Diocese of Toledo in America - Diocese of Toledo in America Corporation, Diocese of Toledo Management Corporation, Central City Ministries Fund, Deposit and Loan Trust, Health Benefits Trust, Property and Casualty Trust, and Catholic Investment Trust (collectively, the "Diocese"), which comprise the combined statement of financial position as of June 30, 2025 and 2024 and the related combined statements of activities and changes in net assets and cash flows for the years then ended, and the related notes to the combined financial statements.

In our opinion, the accompanying combined financial statements present fairly, in all material respects, the financial position of the Diocese as of June 30, 2025 and 2024 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Basis for Opinion***

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

### ***Emphasis of Matter***

As described in Note 1 to the combined financial statements, the combined financial statements being presented are only for the corporation and trusts for which the Diocese retains operational control and do not reflect the assets, liabilities, and results of operations of parishes, schools, and other diocesan organizations. As a result, these combined financial statements are not intended to be a complete presentation of the Diocese. Our opinion is not modified with respect to this matter.

### ***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 accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of 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 issued or available to be issued.

To the Most Reverend Daniel E. Thomas,  
Bishop of the Diocese of Toledo,  
and Reverend Monsignor William Kubacki,  
Vicar General and Moderator of the Curia  
The Roman Catholic Diocese of Toledo in America

***Auditor's Responsibilities for the Audits 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that audits 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 audits in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- 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 audits 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 audits, significant audit findings, and certain internal control-related matters that we identified during the audits.

*Plante & Moran, PLLC*

December 1, 2025

## The Roman Catholic Diocese of Toledo in America

### Combined Statement of Financial Position

June 30, 2025 and 2024

	2025	2024
<b>Assets</b>		
Cash and cash equivalents	\$ 4,614,401	\$ 3,857,218
Restricted cash and cash equivalents (Note 2)	11,416,159	14,989,801
Receivables - Net of allowances:		
Parish and other related entity receivables (Notes 10 and 19)	1,950,055	1,173,005
Other receivables	459,099	622,412
Total receivables - Net of allowances	2,409,154	1,795,417
Beneficial interest in perpetual trusts (Note 5)	410,717	385,032
Interest in the Foundations (Note 6)	885,377	734,511
Prepaid expenses and other assets	1,396,877	584,278
Loans and notes receivable - Net of allowance (Note 8)	8,056,905	10,092,289
Diocese investments (Note 4)	9,895,125	9,946,661
Other trusts and funds investments (Note 4)	187,346,169	153,029,842
Property and equipment - Net (Note 7)	5,343,443	4,896,883
Total assets	<b>\$ 231,774,327</b>	<b>\$ 200,311,932</b>
<b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable	\$ 994,817	\$ 1,047,961
Contract liabilities	587,080	499,735
Due to agency funds (Note 10)	456,286	454,315
Accrued liabilities	80,609	84,361
Reserve for claims and claim expenses (Note 2)	2,726,020	2,180,984
Notes payable (Note 8)	66,344,874	57,989,702
Due to parishes and other organizations (Notes 9 and 10)	81,717,229	63,576,624
Total liabilities	152,906,915	125,833,682
<b>Net Assets</b>		
Without donor restrictions: (Note 11)		
Undesignated	27,103,162	23,642,431
Board designated	17,800,790	20,361,007
Total without donor restrictions	44,903,952	44,003,438
With donor restrictions (Note 11)	33,963,460	30,474,812
Total net assets	78,867,412	74,478,250
Total liabilities and net assets	<b>\$ 231,774,327</b>	<b>\$ 200,311,932</b>

## The Roman Catholic Diocese of Toledo in America

# Combined Statement of Activities and Changes in Net Assets

Years Ended June 30, 2025 and 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenue, Gains, and Other Support</b>						
Parish assessments (Note 10)	\$ 3,955,592	\$ -	\$ 3,955,592	\$ 3,675,318	\$ -	\$ 3,675,318
Annual Catholic Appeal (Note 10)	3,272,622	-	3,272,622	3,059,411	-	3,059,411
Central City Ministries Fund revenue	2,363,736	-	2,363,736	2,247,807	-	2,247,807
Catholic education - Fees and services	721,760	-	721,760	806,598	-	806,598
Other fees and services	1,202,003	-	1,202,003	835,624	-	835,624
Management fee income	485,712	-	485,712	343,359	-	343,359
Insurance premiums - Net (Notes 10 and 18)	18,420,532	-	18,420,532	16,494,943	-	16,494,943
Catholic Community Foundation Distributions	208,953	-	208,953	-	-	-
Capital campaign and other contributions (Note 19)	1,175,127	1,156,844	2,331,971	1,224,284	1,755,634	2,979,918
Interest income - Notes receivable (Note 8)	627,139	-	627,139	630,254	-	630,254
Miscellaneous income	75,274	-	75,274	81,284	-	81,284
Estates and other gifts	52,721	-	52,721	24,261	-	24,261
Cathedral organ project	251,450	-	251,450	100,000	-	100,000
Building fund	-	-	-	16,250	-	16,250
Interest income	-	926,186	926,186	-	861,865	861,865
Interest in earnings from custody trust account	2,243,485	-	2,243,485	1,574,891	-	1,574,891
Net assets released from restrictions (Note 11)	1,052,122	(1,052,122)	-	677,830	(677,830)	-
<b>Total revenue, gains, and other support</b>	<b>36,108,228</b>	<b>1,030,908</b>	<b>37,139,136</b>	<b>31,792,114</b>	<b>1,939,669</b>	<b>33,731,783</b>
<b>Expenses</b>						
Salaries and benefits	7,263,949	-	7,263,949	6,395,910	-	6,395,910
Apostolates and ministry programs	3,921,613	-	3,921,613	5,674,963	-	5,674,963
Insurance claims (Note 18)	20,997,239	-	20,997,239	15,773,308	-	15,773,308
Other administrative expenses	3,612,193	-	3,612,193	3,273,737	-	3,273,737
Central City Ministries Fund operating costs	587,166	-	587,166	523,199	-	523,199
Interest expense (Note 8)	2,568,596	-	2,568,596	2,395,460	-	2,395,460
Depreciation	369,567	-	369,567	371,663	-	371,663
Building fund	-	-	-	910	-	910
<b>Total expenses</b>	<b>39,320,323</b>	<b>-</b>	<b>39,320,323</b>	<b>34,409,150</b>	<b>-</b>	<b>34,409,150</b>
<b>(Decrease) Increase in Net Assets - Before other items</b>	<b>(3,212,095)</b>	<b>1,030,908</b>	<b>(2,181,187)</b>	<b>(2,617,036)</b>	<b>1,939,669</b>	<b>(677,367)</b>

See notes to combined financial statements.

## The Roman Catholic Diocese of Toledo in America

### Combined Statement of Activities and Changes in Net Assets (Continued)

Years Ended June 30, 2025 and 2024

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Other Items</b>						
Net realized and unrealized gains on investments	\$ 22,228,994	\$ 2,457,740	\$ 24,686,734	\$ 12,297,490	\$ 2,765,709	\$ 15,063,199
Net change in due to parishes and other organizations of the Catholic Investment Trust	(18,116,385)	-	(18,116,385)	(8,222,419)	-	(8,222,419)
Total other items	4,112,609	2,457,740	6,570,349	4,075,071	2,765,709	6,840,780
<b>Increase in Net Assets</b>	900,514	3,488,648	4,389,162	1,458,035	4,705,378	6,163,413
<b>Net Assets - Beginning of year</b>	44,003,438	30,474,812	74,478,250	42,545,403	25,769,434	68,314,837
<b>Net Assets - End of year</b>	<b>\$ 44,903,952</b>	<b>\$ 33,963,460</b>	<b>\$ 78,867,412</b>	<b>\$ 44,003,438</b>	<b>\$ 30,474,812</b>	<b>\$ 74,478,250</b>

## The Roman Catholic Diocese of Toledo in America

# Combined Statement of Cash Flows

Years Ended June 30, 2025 and 2024

	2025	2024
<b>Cash Flows from Operating Activities</b>		
Increase in net assets	\$ 4,389,162	\$ 6,163,413
Adjustments to reconcile increase in net assets to net cash, cash equivalents, and restricted cash from operating activities:		
Depreciation	369,567	371,663
Bad debt expense	237,704	111,487
Net realized and unrealized gain on investments	(24,686,734)	(15,063,199)
Increase in beneficial interest in perpetual trust	(25,685)	(35,864)
Contributions to endowment	(1,024,327)	(1,621,227)
Changes in operating assets and liabilities that (used) provided cash, cash equivalents, and restricted cash:		
Accounts receivable	(470,733)	10,214
Prepaid expenses and other assets	(812,599)	255,635
Accounts payable	(53,144)	(138,312)
Accrued liabilities	(3,752)	(177,456)
Contract liabilities	87,345	(98,039)
Agency liability	1,971	(54,678)
Reserve for claims and claims expenses	545,036	(253,404)
Due to parishes and other organizations	18,140,604	8,255,258
Net cash, cash equivalents, and restricted cash used in operating activities	(3,305,585)	(2,274,509)
<b>Cash Flows from Investing Activities</b>		
Purchase of property and equipment	(816,127)	(1,142,964)
Loans and notes receivable issued	(430,593)	(3,481,592)
Payments on loans and notes receivable	2,085,270	289,516
Purchase of investments	(54,701,618)	(47,526,554)
Sale of investments	44,972,695	46,561,458
Net cash, cash equivalents, and restricted cash used in investing activities	(8,890,373)	(5,300,136)
<b>Cash Flows from Financing Activities</b>		
Notes payable issued	18,454,362	17,092,974
Notes payable repaid	(10,099,190)	(12,414,835)
Contributions to endowment	1,024,327	1,621,227
Net cash, cash equivalents, and restricted cash provided by financing activities	9,379,499	6,299,366
<b>Net Decrease in Cash, Cash Equivalents, and Restricted Cash</b>	(2,816,459)	(1,275,279)
<b>Cash, Cash Equivalents, and Restricted Cash - Beginning of year</b>	18,847,019	20,122,298
<b>Cash, Cash Equivalents, and Restricted Cash - End of year</b>	<b>\$ 16,030,560</b>	<b>\$ 18,847,019</b>
<b>Combined Statement of Financial Position Classification of Cash, Cash Equivalents, and Restricted Cash</b>		
Cash and cash equivalents	\$ 4,614,401	\$ 3,857,218
Restricted cash and cash equivalents	11,416,159	14,989,801
Total cash, cash equivalents, and restricted cash	<b>\$ 16,030,560</b>	<b>\$ 18,847,019</b>
<b>Supplemental Cash Flow Information - Cash paid for interest</b>	\$ 2,556,101	\$ 2,380,606

### Note 1 - Nature of Business

The Roman Catholic Diocese of Toledo in America (the "Diocese") was established by the Roman Pontiff in 1910. The Diocese comprises a geographic area of 8,222 square miles covering 19 counties in Northwest Ohio. The Diocese, under the governance of its duly appointed bishop, oversees the activities of the Roman Catholic Church (the "Church") and is operated in accordance with the provisions of the 1983 Code of Canon Law, as amended, of the Church. In order to oversee the activities, the Diocese maintains various trusts and related incorporated entities.

Effective November 1, 2017, the Diocese established the following legal entities, which are included in these combined financial statements. These entities are recognized under the civil laws of the State of Ohio and under canon law to hold, administer, and govern the activities of the Diocese. These entities retain the separate public juridic personality of the Diocese according to the 1983 Code of Canon Law.

#### ***Diocese of Toledo in America Corporation***

Includes activity related to the administration of the Diocese's ministries and its programs.

#### ***Diocese of Toledo Management Corporation***

Includes activity related to the administration of the Diocese's temporal goods.

#### ***Central City Ministries Fund***

Includes activities related to the administration and operations of one school with two campuses located in the Central City area of the City of Toledo, Ohio.

#### ***Deposit and Loan Trust***

The trust holds and invests funds deposited by parishes and related institutions of the Diocese. These funds are invested on behalf of or loaned to parishes and related institutions of the Diocese.

#### ***Health Benefits Trust***

The trust provides for the administration and accounting functions of the health care self-insured insurance program, which is contracted with Anthem. All invoices that are billed to the various parishes and agencies for coverage are created by a third-party administrator, Benefit Administrative Systems, LLC.

#### ***Property and Casualty Trust***

The trust provides for the administration and accounting functions of the protective self-insurance program (PSI), the workers' compensation program, and the unemployment program. The PSI program provides for the uniform property and blanket liability insurance coverage under one comprehensive plan for various parishes and agencies of the Diocese. The workers' compensation program provides workers' compensation insurance benefits to employees of the Diocese and the related parishes and agencies. All claims are managed by a third-party administrator, Spooner, Inc. The unemployment program provides unemployment insurance benefits for qualified unemployment claims to the employees of the Diocese and the related parishes' agencies. The program reimburses the State of Ohio for these expenses.

#### ***Catholic Investment Trust***

The trust holds restricted, unrestricted, and endowed funds in separate trust accounts as deposited by parishes and related institutions of the Diocese. These funds are invested at the direction of the account holder, and all related gains or losses are distributed back to the account holder. Funds can be withdrawn from the accounts in accordance with the restrictions of the trust, charter, and related documents.

### Note 1 - Nature of Business (Continued)

#### *Combined Financial Statements*

The combined financial statements include only the assets, liabilities, and operations related to the entities described above and are presented in this format for illustrative purposes only. Each trust and incorporated entity is separate and distinct from a legal, financial, and governance perspective. The functions of the Diocese related to conducting the charitable works of the Diocese, parishes, administration of its schools and properties, payment of expenses related to retired and infirmed priests of the Diocese, long-term fundraising campaigns, benefit plans, and other specific social and community services are not included in these financial statements and are accounted for in other funds or incorporated entities within the framework of the Diocese.

### Note 2 - Significant Accounting Policies

#### *Cash and Cash Equivalents*

The Diocese maintains cash in bank deposit accounts at financial institutions where balances may at times exceed federally insured limits. All highly liquid investments with a maturity of three months or less when purchased are reported as cash equivalents.

Restricted cash and cash equivalents include deposits held in the Deposit and Loan Trust, Health Benefits Trust, and Property and Casualty Trust.

#### *Receivables*

The Diocese carries parish assessments, insurance, and health care premium receivables equal to the unpaid amounts billed to the parishes based on net invoice amounts. An allowance for doubtful accounts is established for potentially uncollectible amounts. Management reviews the allowance on a yearly basis. Amounts are written off against the allowance in the year they are deemed uncollectible. See Note 10 for allowance amounts recorded.

Accounts receivable also include the subsidy provided by various parishes for Central City Ministries Fund. The Diocese also carries tuition receivables from the parents/guardians of the students based on net invoiced amounts, which are billed at the beginning of each semester. An allowance for doubtful accounts is determined in consultation with school principals based on experience and current collection efforts. No allowance for uncollectible accounts is considered necessary at June 30, 2025 and 2024. There was no balance of accounts receivable due from contracts with customers at June 30, 2025; June 30, 2024; and July 1, 2023.

#### *Loans and Notes Receivable and Notes Payable*

The Deposit and Loan Trust holds unsecured notes receivable from, net of allowance, and unsecured notes payable to diocesan parishes and related institutions, as described in Note 8. The Diocese holds unsecured notes receivable, which the Diocese deems fully collectible.

#### *Investments*

Investments are reported at fair value, based on quoted market prices. The appreciation or depreciation in market value is recognized as a change in nonoperating income, except for investments classified as restricted net assets. For restricted investments, changes in market value are recognized in operating income as the restrictions relate directly to operational activities. Gains and losses on sales of investments are determined based on the specific security sold. Interest and dividends are recorded on the accrual basis as part of operating income. Investments in certain cash equivalents (i.e., money market accounts) are classified as investments.

Investments in trusts and other funds include investments held in the Deposit and Loan Trust, Health Benefits Trust, Property and Casualty Trust, Central City Ministries Fund, and Catholic Investment Trust.

**Note 2 - Significant Accounting Policies (Continued)**

***Property and Equipment***

Property and equipment are recorded at cost. Assets are depreciated over their estimated useful lives using the straight-line method. Estimated useful lives of office equipment and vehicles range from 3 to 10 years, and buildings and land improvements range from 15 to 30 years. Costs of maintenance and repairs are charged to expense when incurred.

***Reserve for Claims and Claim Expenses***

The reserve for claims and claim expenses is based on the accumulation of case estimates for losses reported and estimates of incurred but unreported losses based on past history of claims for the health care program, the PSI program, the unemployment program, and the workers' compensation program. Because of the inherent uncertainties in estimating the outcome of these claims, it is at least reasonably possible that these estimates will change.

***Catastrophic Losses***

The Health Benefits Trust and Property and Casualty Trust retain the first layer of loss activity up to the excess insurance coverage or specific stop-loss coverage amounts. These excess and specific stop-loss coverages are used to reduce the risk of loss; however, the Health Benefits Trust and Property and Casualty Trust remain liable in the event the reinsurance company is unable to meet its obligations assumed under the reinsurance agreement. Premiums and losses ceded under reinsurance contracts are reported as reductions of premiums earned and losses incurred.

The PSI program provides for catastrophic losses through the purchase of excess insurance coverage, which limits losses of the PSI program to \$250,000 per casualty (fire or theft) and \$150,000 per general liability claim, and coverage insures property up to approximately \$1.5 billion for the years ended June 30, 2025 and 2024 on a blanket basis and \$10 million per liability claim, with the program being liable for any remaining excess.

The workers' compensation program has catastrophic loss excess insurance coverage. The deductible for each accident is \$600,000 for the years ended June 30, 2025 and 2024. The deductible for a claim related to disease is \$600,000 for the years ended June 30, 2025 and 2024. The coverage for each type of claim (accident or disease) is statutory (no limit).

The unemployment program is required to maintain a State of Ohio Unemployment Bond. The bond is computed by the State of Ohio and is based on payroll; total coverage for the bond is \$811,800 for the periods ended November 1, 2023 and October 31, 2025.

The health care program has specific stop-loss insurance coverage of up to \$250,000 per covered person, and the annual maximum per covered person is unlimited. The amount of claims expensed by the Health Benefits Trust under the plan was approximately \$19.6 million and \$15.0 million for the years ended June 30, 2025 and 2024, respectively.

***Classification of Net Assets***

Net assets are classified based on the presence or absence of donor-imposed restrictions limiting the ability to use or dispose of contributed assets or the economic benefits embodied in those assets.

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions or for which the donor-imposed restrictions have expired or been fulfilled. Net assets in this category may be expended for any purpose in performing the primary objectives of the Diocese, trusts, or incorporated entities.

**Note 2 - Significant Accounting Policies (Continued)**

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Diocese or by the passage of time. Other donor restrictions are perpetual in nature, where the donor has stipulated the funds be maintained in perpetuity.

Earnings, gains, and losses on donor-restricted net assets are classified as net assets without donor restrictions unless specifically restricted by the donor or by applicable state law.

***Revenue Recognition***

Parish assessments are levied annually and are calculated based on annual offertory collections times a fixed percentage of 6.5 percent for parishes that have a school and 11.5 percent for parishes that do not have a school. Parish assessments are recognized over the fiscal year as billed.

The Diocese sponsors various educational and other programs that are necessary to fulfill its mission. The Diocese earns revenue from fees collected for such programs. Revenue is recognized and recorded when activities occur.

Central City Ministries Fund revenue includes contributions and tuition and fee revenue, which is derived from students attending the school during the year and is recognized ratably over the school year. Central City Ministries Fund has various programs of financial aid to students, including scholarships and other and employee discounts, which are reported net of contractual tuition and fees. During the years ended June 30, 2025 and 2024, tuition and fee revenue recognized within Central City Ministries Fund revenue was \$1,628,746 and \$1,572,349, respectively.

The Deposit and Loan Trust and Catholic Investment Trust record revenue, including interest and investment income, as it is earned.

Participation charges are billed to parishes and related institutions for the health care program, the protective self-insurance program, workers' compensation program, and unemployment program for the same fiscal year used in accounting for the Health Benefits Trust and the Property and Casualty Trust and are recognized in the period in which they are billed and earned. The protective self-insurance program, workers' compensation, and unemployment programs are invoiced monthly by the management company for the fiscal year, and the health care program is invoiced monthly by a third-party administrator.

***Contract Liabilities***

Contract liabilities include fees for programs and tuition that are paid in advance. Revenue is recognized when the activities occur. The balance of contract liabilities at July 1, 2023 was \$597,774.

***Contributions***

Unconditional promises to give cash and other assets to the Diocese are reported at fair value on the date the promise is received. Conditional promises to give and indications of intentions to give are reported at fair value on the date the gift becomes unconditional or is received. The gifts are reported as contributions with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or the 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 as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the year in which the gift is received are reported as contributions without donor restrictions in the accompanying financial statements.

**Note 2 - Significant Accounting Policies (Continued)**

***Use of Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles 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 financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

***Income Taxes***

The Diocese is a not-for-profit corporation and is exempt from tax under the provisions of Internal Revenue Code Section 501(c)(3); therefore, a provision for income taxes has not been included in the financial statements.

***Functional Allocation of Expenses***

Costs of providing program and support services have been reported on a functional basis in Note 12. Costs have been allocated between the various program and support services based on estimates determined by management. Salaries and related expenses are allocated on the basis of time and effort. Depreciation is allocated on the basis of the program or supportive service, which uses the fixed asset. Occupancy expenses are assigned on floor space, utilization, and other services directly subscribed within the financial statements. Although the methods of allocation used are considered appropriate, other methods could be used that would produce different amounts.

***Subsequent Events***

The financial statements and related disclosures include evaluation of events up through and including December 1, 2025, which is the date the financial statements were available to be issued.

## The Roman Catholic Diocese of Toledo in America

# Notes to Combined Financial Statements

June 30, 2025 and 2024

### Note 3 - Liquidity and Availability of Resources

The following reflects the Diocese's financial assets as of June 30, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the combined statement of financial position:

	2025	2024
Cash and cash equivalents	\$ 4,614,401	\$ 3,857,218
Restricted cash and cash equivalents	11,416,159	14,989,801
Accounts and interest receivable	2,409,154	1,795,417
Beneficial interest in perpetual trusts	410,717	385,032
Interest in the Foundations	885,377	734,511
Loans and notes receivable	8,056,905	10,092,289
Diocese investments	9,895,125	9,946,661
Other trusts and funds investments	187,346,169	153,029,842
Financial assets - At year end	225,034,007	194,830,771
Less those unavailable for general expenditures within one year due to contractual or donor-imposed restrictions:		
Restricted by donor with time or purpose restrictions	9,445,398	8,646,921
Subject to appropriation and satisfaction of donor restrictions	23,208,268	20,279,484
Beneficial interest in perpetual trusts and interest in foundations	1,296,095	1,119,543
Assets held in Deposit and Loan Trust and Catholic Investment Trust	156,751,237	133,440,440
Board designations - Less Deposit and Loan Trust designations	13,961,522	17,424,699
Total unavailable for general expenditures	204,617,299	180,911,087
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 20,371,487</u>	<u>\$ 13,919,684</u>

None of these financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenditure within one year of the combined statement of financial position date.

The Diocese has a goal to maintain financial assets, which consist of cash and short-term investments, on hand to meet 90 days of normal operating expenses, which are, on average, approximately \$9.8 million and \$8.6 million at June 30, 2025 and 2024, respectively. The Diocese has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Diocese invests cash in excess of daily requirements in various short-term investments, including certificates of deposit and short-term treasury instruments.

The Diocese also realizes there could be unanticipated liquidity needs.

The Diocese has a committed line of credit in the amount of \$2.5 million at June 30, 2025 and 2024, which it could draw upon if needed, as further described in Note 17.

### Note 4 - Investments

Certain investments are held in a custody trust account (the "Master Trust") administered or held by Key Bank. During the year ended June 30, 2025, investments held in a custody trust account with Comerica were moved to Key Bank, with the same Master Trust. The Master Trust was established to hold the assets of the Diocese and its related entities. The investments of the Deposit and Loan Trust are held in a separate custody trust account administered by The Trust Company of Toledo, Ohio N.A., as trustee. The investments of the Catholic Investment Trust and the remainder of the investments of the Diocese are held by Key Bank. Investments are under the control of investment managers who have authority for purchases and sales of investments subject to compliance with the diocesan investment policy statement and oversight of the Diocesan Investment Committee.

# The Roman Catholic Diocese of Toledo in America

## Notes to Combined Financial Statements

June 30, 2025 and 2024

### Note 4 - Investments (Continued)

The total investments described above include those classified as diocese investments and other trusts and funds investments on the combined statement of financial position. Investments in the trusts include investments from the Catholic Investment Trust, Deposit and Loan Trust, Health Benefits Trust, and Property and Casualty Trust. Investments of \$120.8 million and \$93.9 million from the Catholic Investment Trust and \$57.8 million and \$49.6 million from the Deposit and Loan Trust at June 30, 2025 and 2024, respectively, are invested on behalf of parishes and other related institutions.

The Diocese invests in various investment securities. Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the combined statement of financial position.

### Note 5 - Beneficial Interest in Perpetual Trusts

The Diocese is named as a beneficiary of several perpetual trusts. The trusts are held by third parties that manage the assets and distribute the earnings to parties, as defined in the trusts. Under a perpetual term arrangement, the Diocese receives the income (a portion as defined by the trust) earned by the assets but never gains use of the trust corpus. The income received from these trusts has donor-imposed restrictions and, accordingly, has been reported on the combined statement of activities and changes in net assets as income with donor restrictions.

The beneficial interest has been recognized at the present value of a perpetual stream of income from the assets. Assuming a perfect market for investments, the fair market value will equal the present value of a perpetual stream of income from the assets. Therefore, the trusts have been recognized at fair market value.

### Note 6 - Interest in the Foundations

This Diocese holds interest in the Greater Toledo Community Foundation and Monsignor Jerome Schmit Charitable Foundation (collectively, the "Foundations"). These investments were placed by donors in the Foundations but to be used for the benefit of the Diocese. All investments and funds generated through the Foundations are held and managed in commingled funds by the Foundations. Income is paid quarterly to the Diocese. An asset, interest in the Foundations, has been recorded for the present value of future cash flows of \$885,377 and \$734,511 at June 30, 2025 and 2024, respectively. Changes in this interest are reported on the combined statement of activities and changes in net assets in the net realized and unrealized gains (losses) on investments.

### Note 7 - Property and Equipment

Property and equipment are summarized as follows as of June 30, 2025 and 2024:

	2025	2024
Land	\$ 597,607	\$ 597,607
Land improvements	436,260	436,260
Buildings	11,628,217	10,848,296
Office equipment	85,297	80,297
Transportation equipment	95,334	77,905
Construction in progress	1,595,701	1,581,924
Total cost	14,438,416	13,622,289
Accumulated depreciation	9,094,973	8,725,406
Net property and equipment	\$ 5,343,443	\$ 4,896,883

June 30, 2025 and 2024

### Note 7 - Property and Equipment (Continued)

Depreciation expense for 2025 and 2024 was \$369,567 and \$371,663, respectively. Construction in progress is made up primarily of restoration to the cathedral organ and other smaller projects on the cathedral campus.

Subsequent to year end, the Diocese sold its main administrative building for \$2.5 million. This will require the Diocese to relocate its offices temporarily to a yet to be determined location while construction of a new pastoral center is completed on land already owned by the Diocese across from Our Lady, Queen of the Most Holy Rosary Cathedral on Collingwood Boulevard. Diocesan and Catholic Charities services will not be interrupted during the transition. The transaction will be recorded in fiscal year 2026 and is not reflected in the June 30, 2025 financial statements.

### Note 8 - Notes to and from Parishes and Related Institutions

The Deposit and Loan Trust holds unsecured notes receivable from and unsecured notes payable to the Diocese's parishes and related institutions, with the notes payable due on demand and the notes receivable maturing at various dates. The notes receivable have a variable interest rate equal to the prime rate. In an effort to provide relief in a rapidly rising interest rate environment, effective April 1, 2023, the interest rate was capped at 7.0 percent until the prime rate reaches 8.0 percent or higher, at which time the interest rate will be equal to prime minus 1.0 percent. The interest rate on notes payable was 3.75 percent at June 30, 2025 and 2024. Interest is due on a semiannual basis. The allowance for uncollectible notes is approximately \$1.5 and \$1.0 million as of June 30, 2025 and 2024, respectively. The Diocese has the authority to liquidate assets of the parishes and related institutions to collect notes receivable.

The Deposit and Loan Trust has extended financing to various parishes and Catholic high schools in the form of construction notes. The Deposit and Loan Trust has also extended financing to a parish and a related entity under lines of credit. There are no commitments at June 30, 2025 and 2024 to extend additional financing.

Interest income and expense on the above notes receivable and payable for the year ended June 30, 2025 are \$627,139 and \$2,568,596, respectively. Interest income and expense on the above notes receivable and payable for the year ended June 30, 2024 are \$630,254 and \$2,391,574, respectively. Interest income and expenses are included in the combined statement of activities and changes in net assets.

In some instances, financing notes receivable are placed on nonaccrual (deferred status) to provide additional time for the parishes, schools, and other organizations to achieve financial stability and repay their loans. Accrual of interest is resumed when such entities are in a position to repay the loans. There was no investment in loans on nonaccrual status as of June 30, 2025 and 2024.

The Deposit and Loan Trust considers a financing loan receivable to be impaired when, based on current information and events, it is probable that the Deposit and Loan Trust will be unable to collect all amounts due according to the contractual terms of the loan agreement. Individual loans are assessed for impairment based on the following factors: (1) changes in borrower-specific financial condition, (2) failure to adhere to repayment schedules, and (3) negative loan-to-asset ratios. No loans balances were written off during the years ended June 30, 2025 and 2024. There were no loans considered to be impaired at June 30, 2025 and 2024.

#### ***Credit Quality Indicators***

The Deposit and Loan Trust takes into account the borrower's need, ability to raise funds for repayment (i.e., capital campaigns or other fundraising), and financial history. The Bishop of the Diocese of Toledo makes final loan determinations. All credit quality indicators have been updated through June 30, 2025 and 2024. Credit monitoring is done by evaluation of loan payment history and periodic financial statement review.

## The Roman Catholic Diocese of Toledo in America

### Notes to Combined Financial Statements

June 30, 2025 and 2024

#### Note 9 - Trust Funds Held for Others

Transactions in the Catholic Investment Trust funds held for others are summarized below for the years ended June 30, 2025 and 2024:

	2025	2024
Balance in trust funds held for others - Beginning of year	\$ 63,576,624	\$ 55,321,366
Additional deposits - Parishes and other organizations	17,550,382	5,871,954
Investment income - Net	3,159,239	7,331,017
Distributions - Parishes and other organizations	(2,569,016)	(4,947,713)
Balance in trust funds held for others - End of year	<u>\$ 81,717,229</u>	<u>\$ 63,576,624</u>

#### Note 10 - Related Party Transactions

Related party activities as of and for the years ended June 30, 2025 and 2024 are as follows:

	2025	2024
Parish assessment receivable - Net of allowance	\$ 1,123,711	\$ 403,721
Catholic Community Foundation - Ohio receivable (Note 19)	22,823	17,412
Parish receivable for support of Central City Ministries Fund	179,593	260,340
Parish health care premium receivable - Net of allowance	351,892	214,590
Parish protective self-insurance premium receivables - Net of allowance	198,645	220,306
Parish workers' compensation and unemployment premium receivables - Net of allowance	73,391	56,636
Total	<u>\$ 1,950,055</u>	<u>\$ 1,173,005</u>
Due to agency fund - Catholic Youth Organization (CYO)	\$ 449,062	\$ 447,356
Due to agency fund - Global Concern	7,224	6,959
Total due to agency funds	<u>\$ 456,286</u>	<u>\$ 454,315</u>
Due to parishes and other organizations	\$ 81,717,229	\$ 63,576,624
Parish assessment income	3,955,592	3,675,318
Parish health care premium income	18,720,450	16,733,943
Parish protective self-insurance fund premium income	3,630,068	3,118,773
Parish workers' compensation and unemployment premium income	545,340	596,326
Distributions paid to Catholic Community Foundation - Ohio	208,953	-
Subsidy paid to Catholic Charities for operations	740,199	735,999

Amounts due to agency funds are due on demand to the respective funds and relate to net income earned on their respective activities.

The Catholic Investment Trust holds investments that are due to parishes and other organizations on demand. Net distributions of realized and unrealized gains and losses on investments made to parishes and other organizations were \$27.0 million and \$14.1 million at June 30, 2025 and 2024, respectively.

The Diocese charged assessments, as detailed above, to related parishes, and amounts outstanding related to these assessments are included in parish assessments receivable net of an allowance of \$406,200 at June 30, 2025 and 2024, respectively. The respective trusts also charged health care premiums and self-insurance premiums to parishes, as detailed above and in Note 18. The allowances for health care premiums and self-insurance fund premiums were \$234,204 and \$268,523, respectively, at June 30, 2025. At June 30, 2024, the allowances for health care premiums and self-insurance fund premiums were \$222,495 and \$200,317, respectively.

## The Roman Catholic Diocese of Toledo in America

### Notes to Combined Financial Statements

June 30, 2025 and 2024

#### Note 10 - Related Party Transactions (Continued)

Contributions from the Annual Catholic Appeal were made to support various diocesan ministries. The Diocese also subsidized Catholic Charities, and the amount is included within the apostolates and ministry programs expense on the combined statement of activities and changes in net assets.

#### Note 11 - Net Assets

Net assets without donor restrictions consist of the following as of June 30, 2025 and 2024:

	2025	2024
Board-designated net assets:		
Designations:		
Special needs of retired and infirmed priests	\$ 1,952,667	\$ 2,030,105
Child and youth protection	1,529,924	1,791,153
Central City Ministries Fund long-term operations	2,004,505	1,959,284
Closed parish maintenance fund	887,700	998,334
Total designations	6,374,796	6,778,876
Trust designations:		
Deposit and Loan	3,839,268	2,936,308
Health Benefits	1,127,350	4,187,171
Property and Casualty	6,459,376	6,458,652
Total trust designations	11,425,994	13,582,131
Total board-designated net assets	17,800,790	20,361,007
Undesignated net assets	27,103,162	23,642,431
Total net assets without donor restrictions	\$ 44,903,952	\$ 44,003,438

## The Roman Catholic Diocese of Toledo in America

### Notes to Combined Financial Statements

June 30, 2025 and 2024

#### Note 11 - Net Assets (Continued)

Net assets with donor restrictions as of June 30, 2025 and 2024 are available for the following purposes:

	<u>2025</u>	<u>2024</u>
Subject to expenditures for a specified purpose:		
Social services	\$ 4,094,645	\$ 2,746,120
Ministry endowment	4,545,195	4,148,332
Healthy Beginnings	-	1,260,643
Seminararian and religious education	294,751	272,103
Support for operations of Queen of Apostles School	13,059	13,059
Other	497,748	740,014
Total subject to expenditures for a specified purpose	<u>9,445,398</u>	<u>9,180,271</u>
Subject to the Diocese's spending policy and appropriation:		
Funds restricted in perpetuity to investments, the income from which is expendable to support various programs	20,729,177	18,768,121
Funds deficiency from continued appropriation for programs (Note 16)	2,479,091	1,511,363
Total subject to spending policy and appropriation	<u>23,208,268</u>	<u>20,279,484</u>
Not subject to the Diocese's spending policy:		
Beneficial interest in perpetual trusts	410,717	385,032
Interest in Monsignor Jerome Schmit Charitable Foundation	899,077	630,025
Total not subject to the Diocese's spending policy	<u>1,309,794</u>	<u>1,015,057</u>
Total net assets with donor restrictions	<u>\$ 33,963,460</u>	<u>\$ 30,474,812</u>
Purpose restrictions accomplished:		
Social services	\$ -	\$ 67,571
Healthy Beginnings	197,616	32,625
Other	314,076	62,732
Total purpose restrictions accomplished	<u>511,692</u>	<u>162,928</u>
Release of amounts not subject to the Diocese's spending policy	92,733	103,075
Release of appropriated endowment amounts with purpose restrictions	447,697	411,827
Total net assets released from restrictions	<u>\$ 1,052,122</u>	<u>\$ 677,830</u>

# The Roman Catholic Diocese of Toledo in America

## Notes to Combined Financial Statements

June 30, 2025 and 2024

### Note 12 - Functional Expenses

The Diocese provides various services to its members. Expenses related to providing these services are as follows as of June 30:

	2025						Total
	Personnel Costs	Occupancy Costs	Ministries Support	Professional Services	Travel/ Professional Development	Grants/ Other Assistance	
Administrative expenses:							
Salaries and benefits	\$ 3,367,867	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,367,867
Apostolates and ministry programs	-	57,455	312,476	20,688	19,929	298,538	709,086
Other administrative expenses	4,000	605,632	548,650	230,772	108,994	107,538	1,605,586
Central City Ministries Fund operating costs	-	-	-	51,573	-	-	51,573
<b>Total administrative expenses</b>	<b>3,371,867</b>	<b>663,087</b>	<b>861,126</b>	<b>303,033</b>	<b>128,923</b>	<b>406,076</b>	<b>5,734,112</b>
Program expenses:							
Salaries and benefits	3,760,048	-	-	251	-	-	3,760,299
Apostolates and ministry programs	19,142	407,445	772,598	226,423	200,599	1,586,320	3,212,527
Insurance premiums and claims	-	-	20,997,239	-	-	-	20,997,239
Other administrative expenses	-	126,152	640,786	1,142,793	8,346	88,530	2,006,607
Central City Ministries Fund operating costs	-	236,568	157,658	-	101	97,030	491,357
Interest expense	-	-	2,568,596	-	-	-	2,568,596
Depreciation	-	369,567	-	-	-	-	369,567
<b>Total program expenses</b>	<b>3,779,190</b>	<b>1,139,732</b>	<b>25,136,877</b>	<b>1,369,467</b>	<b>209,046</b>	<b>1,771,880</b>	<b>33,406,192</b>
Fundraising expenses:							
Salaries and benefits	135,783	-	-	-	-	-	135,783
Central City Ministries Fund operating costs	-	7,222	34,650	-	2,364	-	44,236
<b>Total fundraising expenses</b>	<b>135,783</b>	<b>7,222</b>	<b>34,650</b>	<b>-</b>	<b>2,364</b>	<b>-</b>	<b>180,019</b>
<b>Total</b>	<b>\$ 7,286,840</b>	<b>\$ 1,810,041</b>	<b>\$ 26,032,653</b>	<b>\$ 1,672,500</b>	<b>\$ 340,333</b>	<b>\$ 2,177,956</b>	<b>\$ 39,320,323</b>

**The Roman Catholic Diocese of Toledo in America**

**Notes to Combined Financial Statements**

**June 30, 2025 and 2024**

**Note 12 - Functional Expenses (Continued)**

	2024						
	Personnel Costs	Occupancy Costs	Ministries Support	Professional Services	Travel/ Professional Development	Grants/Other Assistance	Total
Administrative expenses:							
Salaries and benefits	\$ 3,107,002	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,107,002
Apostolates and ministry programs	1,500	56,549	281,578	21,018	10,814	306,749	678,208
Other administrative expenses	4,030	623,333	450,316	239,306	118,950	154,640	1,590,575
Central City Ministries Fund operating costs	-	-	-	3,001	-	-	3,001
Interest expense	-	-	3,886	-	-	-	3,886
<b>Total administrative expenses</b>	<b>3,112,532</b>	<b>679,882</b>	<b>735,780</b>	<b>263,325</b>	<b>129,764</b>	<b>461,389</b>	<b>5,382,672</b>
Program expenses:							
Salaries and benefits	3,144,987	-	-	2,704	-	-	3,147,691
Apostolates and ministry programs	15,080	363,527	688,612	1,933,460	323,323	1,672,753	4,996,755
Insurance premiums and claims	-	-	15,773,308	-	-	-	15,773,308
Other administrative expenses	-	68,959	188,748	1,189,911	7,322	349,422	1,804,362
Central City Ministries Fund operating costs	-	274,328	100,282	-	310	124,473	499,393
Interest expense	-	-	2,391,574	-	-	-	2,391,574
Depreciation	-	371,663	-	-	-	-	371,663
Cathedral organ project Building fund	-	-	(121,200)	-	-	-	(121,200)
	-	-	-	-	-	910	910
<b>Total program expenses</b>	<b>3,160,067</b>	<b>1,078,477</b>	<b>19,021,324</b>	<b>3,126,075</b>	<b>330,955</b>	<b>2,147,558</b>	<b>28,864,456</b>
Fundraising expenses:							
Salaries and benefits	141,217	-	-	-	-	-	141,217
Central City Ministries Fund operating costs	-	6,295	13,962	-	548	-	20,805
<b>Total fundraising expenses</b>	<b>141,217</b>	<b>6,295</b>	<b>13,962</b>	<b>-</b>	<b>548</b>	<b>-</b>	<b>162,022</b>
<b>Total</b>	<b>\$ 6,413,816</b>	<b>\$ 1,764,654</b>	<b>\$ 19,771,066</b>	<b>\$ 3,389,400</b>	<b>\$ 461,267</b>	<b>\$ 2,608,947</b>	<b>\$ 34,409,150</b>

**Note 13 - Multiple-employer Defined Benefit Pension Plan**

The Diocese established the Retirement Plan for Lay Employees in the Catholic Diocese of Toledo (the "Retirement Plan"), a multiple-employer defined benefit pension plan. The employer identification number of the Retirement Plan is 34-4428233. For the years ended June 30, 2025 and 2024, the Diocese contributed 6.5 percent of each participating employee's compensation to the Retirement Plan, and each employee contributed 5 percent of compensation. Benefits under the Retirement Plan are generally based on compensation levels and years of service.

**Notes to Combined Financial Statements**

**June 30, 2025 and 2024**

**Note 13 - Multiple-employer Defined Benefit Pension Plan (Continued)**

The financial risks of participating in multiple-employer plans are different from single-employer defined benefit pension plans in the following respects:

- Assets contributed to the multiple-employer plan by one employer may be used to provide benefits to employees of other participating employers.
- If a participating employer discontinues contributions to a plan, the unfunded obligations of the plan may be borne by the remaining participating employers.
- If a participating employer chooses to stop participating in a plan, a withdrawal liability may be created based on the unfunded vested benefits for all employees in the plan.

The Diocese contributed approximately \$248,000 and \$216,000 to the Retirement Plan for the years ended June 30, 2025 and 2024, respectively. The Diocese's contributions do not represent more than 5 percent of total contributions received by the Retirement Plan.

The Retirement Plan is not required to file Form 5500; therefore, certain information is not required to be made available publicly and is unavailable. If the Diocese withdraws its participation in the Retirement Plan, the Diocese could, under the terms of the Retirement Plan, be subject to a penalty. In addition to the extent that the Retirement Plan is underfunded, the Diocese's future contributions to the Retirement Plan may increase to cover retirement benefits of employees of other participants in the Retirement Plan.

The following information is based on the most recent available actuarial valuation of the Retirement Plan as of July 1, 2025 and 2024:

	2025 Retirement Plan for Lay Employees in the Catholic Diocese of Toledo	2024 Retirement Plan for Lay Employees in the Catholic Diocese of Toledo
Net plan assets available for benefits	\$ 218,030,620	\$ 201,717,845
Actuarial present value of accumulated plan benefits	\$ 206,341,543	\$ 207,153,060
Total contributions received by the plan	\$ 9,696,687	\$ 8,978,270
Indicated level of funding	105.66 %	97.38 %

**Note 14 - Contingencies**

From time to time, the Diocese and its related trusts and entities are subject to various disputes and legal proceedings arising in the ordinary course of business. Management is of the opinion, based upon information presently available, that it is unlikely that any liability would be significant in relation to the Diocese's financial position, results of operations, or cash flows.

**Note 15 - Fair Value Measurements**

Accounting standards require certain assets or liabilities be reported at fair value in the financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

Fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Diocese has the ability to access.

## The Roman Catholic Diocese of Toledo in America

### Notes to Combined Financial Statements

June 30, 2025 and 2024

#### Note 15 - Fair Value Measurements (Continued)

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets in active markets and other inputs, such as interest rates and yield curves, that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Diocese's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

The following tables present information about the Diocese and related entities' assets measured at fair value on a recurring basis at June 30, 2025 and 2024 and the valuation techniques used to determine those fair values:

	Assets Measured at Fair Value on a Recurring Basis at June 30, 2025			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at June 30, 2025
<b>Assets</b>				
U.S. corporate bonds	\$ -	\$ 241,577	\$ -	\$ 241,577
Mutual funds - Fixed income	7,595,411	-	-	7,595,411
Mutual funds - Equity	10,715,070	-	-	10,715,070
Money market funds	307,683	9,460,262	-	9,767,945
U.S. government obligations	-	54,272,005	-	54,272,005
Brokered CD	-	1,264,051	-	1,264,051
Common/collective funds	-	111,387,714	-	111,387,714
Interest in the Foundations	-	-	885,377	885,377
Beneficial interest in perpetual trusts	-	-	410,717	410,717
Real estate mortgage	-	1,997,521	-	1,997,521
<b>Total assets</b>	<b>\$ 18,618,164</b>	<b>\$ 178,623,130</b>	<b>\$ 1,296,094</b>	<b>\$ 198,537,388</b>

## The Roman Catholic Diocese of Toledo in America

# Notes to Combined Financial Statements

June 30, 2025 and 2024

### Note 15 - Fair Value Measurements (Continued)

	Assets Measured at Fair Value on a Recurring Basis at June 30, 2024			
	Quoted Prices in			Balance at June 30, 2024
	Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Other Significant Unobservable Inputs (Level 3)	
<b>Assets</b>				
U.S. corporate bonds	\$ -	\$ 230,007	\$ -	\$ 230,007
Mutual funds - Fixed income	8,280,828	-	-	8,280,828
Mutual funds - Equity	11,084,346	-	-	11,084,346
Money market funds	104,075	3,310,142	-	3,414,217
U.S. government obligations	-	44,220,648	-	44,220,648
Brokered CD	-	2,989,681	-	2,989,681
Common/collective funds	-	90,551,962	-	90,551,962
Interest in the Foundations	-	-	734,511	734,511
Beneficial interest in perpetual trusts	-	-	385,032	385,032
Real estate mortgage	-	2,204,814	-	2,204,814
Total assets	<u>\$ 19,469,249</u>	<u>\$ 143,507,254</u>	<u>\$ 1,119,543</u>	<u>\$ 164,096,046</u>

The fair value of U.S. corporate bonds, U.S. government bonds, brokered CD, real estate mortgage, and money market funds at June 30, 2025 and 2024 was determined based on Level 2 inputs. The Diocese estimates the fair value of these investments using other inputs, such as interest rates and yield curves at commonly quoted intervals. The fair value of common/collective funds at June 30, 2025 and 2024 was determined primarily based on Level 2 inputs. The Catholic Investment Trust estimates the fair value of these investments, the fair value of the underlying securities, and allocated ownership interests in the units of the pooled funds. The investments consist of a pooled investment portfolio, which consists of commonly traded mutual funds and stocks, for which an active and liquid market exists.

Certain investments in Level 3 assets arose from the transfer in of the Catholic Community Foundation - Ohio's net assets. The Diocese's policy is to recognize transfers in and transfers out of Level 1, 2, and 3 fair value classifications as of the actual date of the event.

Both observable and unobservable inputs may be used to determine the fair value of positions classified as Level 3 assets. As a result, the unrealized gains and losses for these assets presented in the tables above may include changes in fair value that were attributable to both observable and unobservable inputs.

## The Roman Catholic Diocese of Toledo in America

### Notes to Combined Financial Statements

June 30, 2025 and 2024

#### Note 15 - Fair Value Measurements (Continued)

The following tables summarize the valuation methods and inputs used to determine fair value at June 30, 2025 and 2024 for assets measured at fair value on a recurring basis using unobservable inputs (Level 3 inputs):

	Fair Value at June 30, 2025	Valuation Technique	Unobservable Inputs
Assets:			
Beneficial interest in perpetual trusts	\$ 410,717	Percentage of ownership interest in the perpetual trusts, which consist of equity securities that are publicly traded and a small portion of hedge funds and common collective funds that are valued at net assets value per share	Perpetual trusts' investment statements containing the detail of the underlying assets held
Interest in the Foundations	885,377	Percentage of ownership interest in the Foundations, which consist of fixed-income, real estate, and equity securities that are publicly traded	The Foundations' investment statements containing the detail of the underlying assets held
	Fair Value at June 30, 2024	Valuation Technique	Unobservable Inputs
Assets:			
Beneficial interest in perpetual trusts	\$ 385,032	Percentage of ownership interest in the perpetual trusts, which consist of equity securities that are publicly traded and a small portion of hedge funds and common collective funds that are valued at net asset value per share	Perpetual trusts' investment statements containing the detail of the underlying assets held
Interest in the Foundations	734,511	Percentage of ownership interest in the Foundations, which consist of fixed-income, real estate, and equity securities that are publicly traded	The Foundations' investment statements containing the detail of the underlying assets held

#### Note 16 - Donor-restricted Endowments

The Diocese's endowments includes donor-restricted endowment funds. Net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Notes to Combined Financial Statements

June 30, 2025 and 2024

Note 16 - Donor-restricted Endowments (Continued)

*Interpretation of Relevant Law*

The Diocese is subject to the State Prudent Management of Institutional Funds Act (SPMIFA) and, thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because those net assets are time restricted until the Diocese appropriates such amounts for expenditures. Most of those net assets also are subject to purpose restrictions that must be met before reclassifying those net assets to net assets without donor restrictions. Management of the Diocese had interpreted SPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to an endowment fund unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Diocese considers a fund to be underwater if the fair value of the fund is less than the sum of (a) the original value of initial and subsequent gift amounts donated to the fund and (b) any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Diocese has interpreted SPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law. Additionally, in accordance with SPMIFA, the Diocese considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purpose of the Diocese and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Diocese
- The investment policies of the Diocese

Endowment Net Asset Composition by Type of Fund  
as of June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by the donor	\$ -	\$ 15,626,439	\$ 15,626,439
Accumulated investment gains	-	5,102,737	5,102,737
Appropriated funds	-	2,479,092	2,479,092
Total	<u>\$ -</u>	<u>\$ 23,208,268</u>	<u>\$ 23,208,268</u>

Changes in Endowment Net Assets for the Fiscal  
Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets - Beginning of year	\$ -	\$ 20,279,484	\$ 20,279,484
Investment return:			
Investment income	-	633,613	633,613
Net appreciation (realized and unrealized)	-	1,718,541	1,718,541
Total investment return	-	2,352,154	2,352,154
Contributions	-	1,024,327	1,024,327
Appropriation of endowment assets for expenditure	-	(447,697)	(447,697)
Endowment net assets - End of year	<u>\$ -</u>	<u>\$ 23,208,268</u>	<u>\$ 23,208,268</u>

Notes to Combined Financial Statements

June 30, 2025 and 2024

Note 16 - Donor-restricted Endowments (Continued)

	Endowment Net Asset Composition by Type of Fund as of June 30, 2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by the donor	\$ -	\$ 14,612,112	\$ 14,612,112
Accumulated investment gains	-	4,156,009	4,156,009
Appropriated funds	-	1,511,363	1,511,363
Total	\$ -	\$ 20,279,484	\$ 20,279,484
	Changes in Endowment Net Assets for the Fiscal Year Ended June 30, 2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets - Beginning of year	\$ -	\$ 17,026,230	\$ 17,026,230
Investment return:			
Investment income	-	618,822	618,822
Net appreciation (realized and unrealized)	-	1,425,032	1,425,032
Total investment return	-	2,043,854	2,043,854
Contributions	-	1,621,227	1,621,227
Appropriation of endowment assets for expenditure	-	(411,827)	(411,827)
Endowment net assets - End of year	\$ -	\$ 20,279,484	\$ 20,279,484

**Underwater Endowment Funds**

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SPMIFA requires the Diocese to retain as a fund of perpetual duration.

As of June 30, 2025 and 2024, there were no funds with deficiencies.

**Return Objectives and Risk Parameters**

The Diocese has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the organization must hold in perpetuity. Under this policy, as approved by the bishop, in consultation with the diocesan investment committee, the endowment assets are invested in a manner that is intended to produce results that reflect the price and yield results of the S&P 500 Index while assuming a moderate level of investment risk. The Diocese expects its endowment funds, over time, to provide an average rate of return of approximately 6 percent annually. Actual returns in any given year may vary from this amount.

**Strategies Employed for Achieving Objectives**

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 greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

# The Roman Catholic Diocese of Toledo in America

## Notes to Combined Financial Statements

June 30, 2025 and 2024

### Note 16 - Donor-restricted Endowments (Continued)

#### *Spending Policy and How the Investment Objectives Relate to Spending Policy*

The Diocese has a policy of appropriating for distribution each year 5 percent of its endowment funds' December 31 balance. In establishing this policy, the Diocese considered the long-term expected rate of return on its endowments. This is consistent with the Diocese's objective to maintain the purchasing power of the endowment assets held in perpetuity, as well as to provide additional real growth through new gifts and investment return.

### Note 17 - Line of Credit

Under a line of credit agreement with a bank, the Diocese has available borrowings of \$2,500,000 with interest charged at the 30-day Secured Overnight Financing Rate (SOFR) plus 2.05 percent. The line of credit is collateralized by marketable securities held at Comerica Bank, which may be sold in the event of a default. Under the term of the agreement, borrowings under the line of credit cannot exceed 80 percent of the balance of the marketable securities pledged as collateral included in diocese investments on the combined statement of financial position. There were no outstanding draws on the line of credit at June 30, 2025 and 2024. The current agreement expires on December 31, 2025.

### Note 18 - Reinsurance

The following is a summary of the effects of reinsurance on the Diocese's financial statements as of June 30, 2025 and 2024:

	2025	2024
Premiums earned:		
Direct	\$ 22,895,858	\$ 20,449,042
Ceded	<u>(4,475,326)</u>	<u>(3,954,099)</u>
Net premiums earned	<u>\$ 18,420,532</u>	<u>\$ 16,494,943</u>
Losses and loss adjustment expenses incurred:		
Direct	\$ 22,836,422	\$ 17,361,475
Ceded	<u>(1,839,183)</u>	<u>(1,588,167)</u>
Net losses and loss adjustment expenses incurred	<u>\$ 20,997,239</u>	<u>\$ 15,773,308</u>

### Note 19 - Capital Campaign

In August 2021, the Diocese engaged a third-party fundraising firm to conduct a diocesan-wide capital campaign titled the Living Christ Campaign (the "Campaign"). In September 2021, the Diocese created the Catholic Community Foundation - Ohio (CCF), a nonprofit charitable tax-exempt organization under Section 501(C)(3) of the Internal Revenue Code, to support the various ministries of the Diocese and its related ecclesiastical organizations. The Diocese is utilizing CCF to collect, distribute, and account for all campaign funds raised and to hold selected funds in endowment. All of the funds raised are contributed directly to CCF from donors.

As of and for the years ended June 30, 2025 and 2024, the Diocese recorded revenue of \$2,331,971 and \$2,979,918 and accounts receivable of \$22,823 and \$17,412, respectively, from CCF related to the Campaign for paid and unpaid distributions and reimbursable expenses.

More complete information on the Campaign as of June 30, 2025 can be found on the Diocese's website.

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## Supplemental Information

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## Independent Auditor's Report on Supplemental Information

To the Most Reverend Daniel E. Thomas,  
Bishop of the Diocese of Toledo,  
and Reverend Monsignor William Kubacki,  
Vicar General and Moderator of the Curia  
The Roman Catholic Diocese of Toledo in America

We have audited the combined financial statements of The Roman Catholic Diocese of Toledo in America as of and for the years ended June 30, 2025 and 2024 and have issued our report thereon dated December 1, 2025, which contained an unmodified opinion on those combined financial statements. Our audits were performed for the purpose of forming an opinion on the combined financial statements as a whole. The information in the accompanying combining statement of financial position at June 30, 2025 and 2024 and the combining statement of activities and changes in net assets for the years ended June 30, 2025 and 2024 is presented for the purpose of additional analysis rather than to present the financial position, changes in net assets, and cash flows of the individual entities and 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 information has been subjected to the auditing procedures applied in the audits 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 auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements as a whole.

*Plante & Moran, PLLC*

December 1, 2025

## The Roman Catholic Diocese of Toledo in America

# Combining Statement of Financial Position

June 30, 2025

	Diocese of Toledo in America Corporation	Diocese of Toledo Management Corporation	Central City Ministries Fund	Deposit and Loan Trust	Health Benefits Trust	Property and Casualty Trust	Catholic Investment Trust	Eliminating Entries	Total
<b>Assets</b>									
Cash and cash equivalents	\$ 4,055,038	\$ 92,114	\$ 467,249	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,614,401
Restricted cash and cash equivalents	-	-	-	10,589,029	81,831	745,299	-	-	11,416,159
Other designated cash and cash equivalents	4,975,181	-	279,923	-	-	-	-	(5,255,104)	-
Receivables - Net of allowances:									
Parish and other related entity receivables	1,146,534	-	179,593	-	351,892	272,036	-	-	1,950,055
Receivables from other combining entities	-	387,061	-	7,240	-	-	-	(394,301)	-
Other receivables	138,572	-	-	-	-	-	320,527	-	459,099
Total receivables - Net of allowances	1,285,106	387,061	179,593	7,240	351,892	272,036	320,527	(394,301)	2,409,154
Beneficial interest in perpetual trusts	410,717	-	-	-	-	-	-	-	410,717
Interest in the Foundations	770,398	-	114,979	-	-	-	-	-	885,377
Prepaid expenses and other assets	31,986	55,371	-	447,002	34,873	827,645	-	-	1,396,877
Loans and notes receivable - Net of allowance	1,209,299	-	-	6,847,606	-	-	-	-	8,056,905
Diocese investments	9,895,125	-	-	-	-	-	-	-	9,895,125
Other trusts and funds investments	-	-	-	57,775,154	2,938,460	5,784,579	120,847,976	-	187,346,169
Investments in other combining entities	37,865,893	-	1,609,603	-	-	-	-	(39,475,496)	-
Property and equipment - Net	4,865,815	-	477,628	-	-	-	-	-	5,343,443
<b>Total assets</b>	<b>\$ 65,364,558</b>	<b>\$ 534,546</b>	<b>\$ 3,128,975</b>	<b>\$ 75,666,031</b>	<b>\$ 3,407,056</b>	<b>\$ 7,629,559</b>	<b>\$ 121,168,503</b>	<b>\$ (45,124,901)</b>	<b>\$ 231,774,327</b>

## The Roman Catholic Diocese of Toledo in America

### Combining Statement of Financial Position (Continued)

June 30, 2025

	Diocese of Toledo in America Corporation	Diocese of Toledo Management Corporation	Central City Ministries Fund	Deposit and Loan Trust	Health Benefits Trust	Property and Casualty Trust	Catholic Investment Trust	Eliminating Entries	Total
<b>Liabilities and Net Assets</b>									
<b>Liabilities</b>									
Accounts payable	\$ 565,401	\$ 107,153	\$ 12,096	\$ 226,785	\$ 471,996	\$ 29,909	\$ -	\$ (418,523)	\$ 994,817
Contract liabilities	296,385	-	68,739	-	221,956	-	-	-	587,080
Payables to other funds and related parties	-	-	-	5,255,104	-	-	-	(5,255,104)	-
Intercompany payables	-	-	-	-	-	-	39,451,274	(39,451,274)	-
Due to agency funds	456,286	-	-	-	-	-	-	-	456,286
Accrued liabilities	56,325	23,906	370	-	-	8	-	-	80,609
Reserve for claims and claim expenses	-	-	-	-	1,585,754	1,140,266	-	-	2,726,020
Notes payable	-	-	-	66,344,874	-	-	-	-	66,344,874
Due to parishes and other organizations	-	-	-	-	-	-	81,717,229	-	81,717,229
<b>Total liabilities</b>	<b>1,374,397</b>	<b>131,059</b>	<b>81,205</b>	<b>71,826,763</b>	<b>2,279,706</b>	<b>1,170,183</b>	<b>121,168,503</b>	<b>(45,124,901)</b>	<b>152,906,915</b>
<b>Net Assets</b>									
Without donor restrictions:									
Undesignated	25,669,469	403,487	1,030,206	-	-	-	-	-	27,103,162
Board designated	4,370,291	-	2,004,505	3,839,268	1,127,350	6,459,376	-	-	17,800,790
<b>Total without donor restrictions</b>	<b>30,039,760</b>	<b>403,487</b>	<b>3,034,711</b>	<b>3,839,268</b>	<b>1,127,350</b>	<b>6,459,376</b>	<b>-</b>	<b>-</b>	<b>44,903,952</b>
With donor restrictions	33,950,401	-	13,059	-	-	-	-	-	33,963,460
<b>Total net assets</b>	<b>63,990,161</b>	<b>403,487</b>	<b>3,047,770</b>	<b>3,839,268</b>	<b>1,127,350</b>	<b>6,459,376</b>	<b>-</b>	<b>-</b>	<b>78,867,412</b>
<b>Total liabilities and net assets</b>	<b>\$ 65,364,558</b>	<b>\$ 534,546</b>	<b>\$ 3,128,975</b>	<b>\$ 75,666,031</b>	<b>\$ 3,407,056</b>	<b>\$ 7,629,559</b>	<b>\$ 121,168,503</b>	<b>\$ (45,124,901)</b>	<b>\$ 231,774,327</b>

## The Roman Catholic Diocese of Toledo in America

# Combining Statement of Financial Position

June 30, 2024

	Diocese of Toledo in America Corporation	Diocese of Toledo Management Corporation	Central City Ministries Fund	Deposit and Loan Trust	Health Benefits Trust	Property and Casualty Trust	Catholic Investment Trust	Eliminating Entries	Total
<b>Assets</b>									
Cash and cash equivalents	\$ 3,170,609	\$ 169,104	\$ 517,505	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,857,218
Restricted cash and cash equivalents	-	-	-	11,901,094	1,774,448	1,314,259	-	-	14,989,801
Deposits with affiliated entity	8,935,967	-	269,626	-	-	-	-	(9,205,593)	-
Receivables - Net of allowances:									
Parish and other related entity receivables	455,415	-	260,340	-	203,090	254,160	-	-	1,173,005
Related party receivable	-	345,918	-	79,021	11,500	22,782	-	(459,221)	-
Other receivables	392,081	(25,658)	-	-	-	-	255,989	-	622,412
Total receivables - Net of allowances	847,496	320,260	260,340	79,021	214,590	276,942	255,989	(459,221)	1,795,417
Beneficial interest in perpetual trusts	385,032	-	-	-	-	-	-	-	385,032
Interest in the Foundations	630,025	-	104,486	-	-	-	-	-	734,511
Prepaid expenses and other assets	39,534	9,022	-	355,930	36,789	143,003	-	-	584,278
Loans and notes receivable - Net of allowance	1,722,319	-	-	8,369,970	-	-	-	-	10,092,289
Diocese investments	9,946,661	-	-	-	-	-	-	-	9,946,661
Other trusts and funds investments	-	-	-	49,646,350	3,793,639	5,727,749	93,862,104	-	153,029,842
Investments in other combining entities	28,956,295	-	1,585,172	-	-	-	-	(30,541,467)	-
Property and equipment - Net	4,361,778	-	535,105	-	-	-	-	-	4,896,883
<b>Total assets</b>	<b>\$ 58,995,716</b>	<b>\$ 498,386</b>	<b>\$ 3,272,234</b>	<b>\$ 70,352,365</b>	<b>\$ 5,819,466</b>	<b>\$ 7,461,953</b>	<b>\$ 94,118,093</b>	<b>\$ (40,206,281)</b>	<b>\$ 200,311,932</b>

## The Roman Catholic Diocese of Toledo in America

### Combining Statement of Financial Position (Continued)

June 30, 2024

	Diocese of Toledo in America Corporation	Diocese of Toledo Management Corporation	Central City Ministries Fund	Deposit and Loan Trust	Health Benefits Trust	Property and Casualty Trust	Catholic Investment Trust	Eliminating Entries	Total
<b>Liabilities and Net Assets</b>									
<b>Liabilities</b>									
Accounts payable	\$ 888,902	\$ 5,065	\$ 41,964	\$ 220,763	\$ 36,544	\$ 243,554	\$ -	\$ (388,831)	\$ 1,047,961
Contract liabilities	241,422	-	83,807	-	174,506	-	-	-	499,735
Payables to other funds and related parties	70,389	-	-	9,205,592	-	-	-	(9,275,981)	-
Intercompany payables	-	-	-	-	-	-	30,541,469	(30,541,469)	-
Due to agency funds	454,315	-	-	-	-	-	-	-	454,315
Accrued liabilities	70,804	13,179	370	-	-	8	-	-	84,361
Reserve for claims and claim expenses	-	-	-	-	1,421,245	759,739	-	-	2,180,984
Notes payable	-	-	-	57,989,702	-	-	-	-	57,989,702
Due to parishes and other organizations	-	-	-	-	-	-	63,576,624	-	63,576,624
<b>Total liabilities</b>	<b>1,725,832</b>	<b>18,244</b>	<b>126,141</b>	<b>67,416,057</b>	<b>1,632,295</b>	<b>1,003,301</b>	<b>94,118,093</b>	<b>(40,206,281)</b>	<b>125,833,682</b>
<b>Net Assets</b>									
Without donor restrictions:									
Undesignated	21,988,539	480,142	1,173,750	-	-	-	-	-	23,642,431
Board designated	4,819,592	-	1,959,284	2,936,308	4,187,171	6,458,652	-	-	20,361,007
<b>Total without donor restrictions</b>	<b>26,808,131</b>	<b>480,142</b>	<b>3,133,034</b>	<b>2,936,308</b>	<b>4,187,171</b>	<b>6,458,652</b>	<b>-</b>	<b>-</b>	<b>44,003,438</b>
With donor restrictions	30,461,753	-	13,059	-	-	-	-	-	30,474,812
<b>Total net assets</b>	<b>57,269,884</b>	<b>480,142</b>	<b>3,146,093</b>	<b>2,936,308</b>	<b>4,187,171</b>	<b>6,458,652</b>	<b>-</b>	<b>-</b>	<b>74,478,250</b>
<b>Total liabilities and net assets</b>	<b>\$ 58,995,716</b>	<b>\$ 498,386</b>	<b>\$ 3,272,234</b>	<b>\$ 70,352,365</b>	<b>\$ 5,819,466</b>	<b>\$ 7,461,953</b>	<b>\$ 94,118,093</b>	<b>\$ (40,206,281)</b>	<b>\$ 200,311,932</b>

## The Roman Catholic Diocese of Toledo in America

# Combining Statement of Activities and Changes in Net Assets

Year Ended June 30, 2025

	Diocese of Toledo in America Corporation	Diocese of Toledo Management Corporation	Central City Ministries Fund	Deposit and Loan Trust	Health Benefits Trust	Property and Casualty Trust	Catholic Investment Trust	Eliminating Entries	Total
<b>Changes Net Assets without Donor Restrictions</b>									
Revenue, gains, and other support:									
Parish assessments	\$ 3,955,592	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,955,592
Annual Catholic Appeal	3,272,622	-	-	-	-	-	-	-	3,272,622
Central City Ministries Fund revenue	-	-	2,363,736	-	-	-	-	-	2,363,736
Catholic education - Fees and services	721,760	-	-	-	-	-	-	-	721,760
Other fees and services	1,573,741	365,132	60,028	-	-	-	-	(796,898)	1,202,003
Management fee income	-	2,261,600	-	-	-	-	-	(1,775,888)	485,712
Insurance premiums - Net	-	-	-	-	17,098,274	1,322,258	-	-	18,420,532
Capital campaign and other contributions	1,175,127	-	-	-	-	-	-	-	1,175,127
Interest income - Notes receivable	-	-	-	627,139	-	-	-	-	627,139
Catholic Community Foundation Distributions	157,994	50,959	-	-	-	-	-	-	208,953
Miscellaneous income	-	-	60,347	-	736	14,191	-	-	75,274
Estates and other gifts	52,721	-	-	-	-	-	-	-	52,721
Cathedral organ project	251,450	-	-	-	-	-	-	-	251,450
Interest income	854,620	-	-	1,976,314	123,954	191,745	-	(903,148)	2,243,485
Net assets released from restrictions	1,052,122	-	-	-	-	-	-	-	1,052,122
<b>Total revenue, gains, and other support</b>	<b>13,067,749</b>	<b>2,677,691</b>	<b>2,484,111</b>	<b>2,603,453</b>	<b>17,222,964</b>	<b>1,528,194</b>	<b>-</b>	<b>(3,475,934)</b>	<b>36,108,228</b>
Expenses:									
Salaries and benefits	3,479,808	1,829,513	1,954,628	-	-	-	-	-	7,263,949
Apostolates and ministry programs	3,921,613	-	-	-	-	-	-	-	3,921,613
Insurance claims	-	-	-	-	19,604,336	1,392,903	-	-	20,997,239
Other administrative expenses	1,159,233	781,108	-	497,881	820,166	353,805	-	-	3,612,193
Central City Ministries Fund operating costs	-	-	587,166	-	-	-	-	-	587,166
Interest expense	-	-	-	2,568,596	-	-	-	-	2,568,596
Depreciation	238,819	-	130,748	-	-	-	-	-	369,567
Management fees	1,208,897	-	47,415	115,430	146,381	257,765	-	(1,775,888)	-
Rent and occupancy	290,793	143,725	-	-	-	-	-	(434,518)	-
Annual Catholic Appeal and capital campaign expense	362,380	-	-	-	-	-	-	(362,380)	-
<b>Total expenses</b>	<b>10,661,543</b>	<b>2,754,346</b>	<b>2,719,957</b>	<b>3,181,907</b>	<b>20,570,883</b>	<b>2,004,473</b>	<b>-</b>	<b>(2,572,786)</b>	<b>39,320,323</b>

## The Roman Catholic Diocese of Toledo in America

# Combining Statement of Activities and Changes in Net Assets (Continued)

Year Ended June 30, 2025

	Diocese of Toledo in America Corporation	Diocese of Toledo Management Corporation	Central City Ministries Fund	Deposit and Loan Trust	Health Benefits Trust	Property and Casualty Trust	Catholic Investment Trust	Eliminating Entries	Total
<b>Increase (Decrease) in Net Assets without Donor Restrictions - Before nonoperating income</b>	\$ 2,406,206	\$ (76,655)	\$ (235,846)	\$ (578,454)	\$ (3,347,919)	\$ (476,279)	\$ -	\$ (903,148)	\$ (3,212,095)
<b>Nonoperating Income (Loss)</b>									
Net realized and unrealized gain on investments	3,283,163	-	137,523	1,481,414	288,098	477,003	27,050,410	(8,030,877)	24,686,734
Net change in due to parishes and other organizations of the Catholic Investment Trust	-	-	-	-	-	-	(27,050,410)	8,934,025	(18,116,385)
Total nonoperating income	3,283,163	-	137,523	1,481,414	288,098	477,003	-	903,148	6,570,349
<b>Increase (Decrease) in Net Assets without Donor Restrictions</b>	5,689,369	(76,655)	(98,323)	902,960	(3,059,821)	724	-	-	3,358,254
<b>Changes in Net Assets with Donor Restrictions</b>									
Contributions	1,156,844	-	-	-	-	-	-	-	1,156,844
Interest in earnings from custody trust account	926,186	-	-	-	-	-	-	-	926,186
Net assets released from restrictions	(1,052,122)	-	-	-	-	-	-	-	(1,052,122)
<b>Increase in Net Assets with Donor Restrictions</b>	1,030,908	-	-	-	-	-	-	-	1,030,908
<b>Increase (Decrease) in Net Assets</b>	6,720,277	(76,655)	(98,323)	902,960	(3,059,821)	724	-	-	4,389,162
<b>Net Assets - Beginning of year</b>	57,269,884	480,142	3,146,093	2,936,308	4,187,171	6,458,652	-	-	74,478,250
<b>Net Assets - End of year</b>	<b>\$ 63,990,161</b>	<b>\$ 403,487</b>	<b>\$ 3,047,770</b>	<b>\$ 3,839,268</b>	<b>\$ 1,127,350</b>	<b>\$ 6,459,376</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 78,867,412</b>

## The Roman Catholic Diocese of Toledo in America

# Combining Statement of Activities and Changes in Net Assets

Year Ended June 30, 2024

	Diocese of Toledo in America Corporation	Diocese of Toledo Management Corporation	Central City Ministries Fund	Deposit and Loan Trust	Health Benefits Trust	Property and Casualty Trust	Catholic Investment Trust	Eliminating Entries	Total
<b>Changes Net Assets without Donor Restrictions</b>									
Revenue, gains, and other support:									
Parish assessments	\$ 3,675,318	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,675,318
Annual Catholic Appeal	3,059,411	-	-	-	-	-	-	-	3,059,411
Central City Ministries Fund revenue	-	-	2,247,807	-	-	-	-	-	2,247,807
Catholic education - Fees and services	806,598	-	-	-	-	-	-	-	806,598
Other fees and services	1,211,219	388,831	-	-	-	-	-	(764,426)	835,624
Management fee income	-	2,123,586	-	-	-	-	-	(1,780,227)	343,359
Insurance premiums - Net	-	-	-	-	15,219,968	1,274,975	-	-	16,494,943
Capital campaign	1,224,284	-	-	-	-	-	-	-	1,224,284
Interest income - Notes receivable	-	-	-	630,254	-	-	-	-	630,254
Miscellaneous income	-	-	58,949	-	1,795	20,540	-	-	81,284
Estates and other gifts	24,261	-	-	-	-	-	-	-	24,261
Cathedral organ project	100,000	-	-	-	-	-	-	-	100,000
Building fund	16,250	-	-	-	-	-	-	-	16,250
Interest income	632,075	-	-	1,499,435	112,916	133,984	-	(803,519)	1,574,891
Net assets released from restrictions	677,830	-	-	-	-	-	-	-	677,830
<b>Total revenue, gains, and other support</b>	<b>11,427,246</b>	<b>2,512,417</b>	<b>2,306,756</b>	<b>2,129,689</b>	<b>15,334,679</b>	<b>1,429,499</b>	<b>-</b>	<b>(3,348,172)</b>	<b>31,792,114</b>
Expenses:									
Salaries and benefits	3,155,750	1,564,783	1,675,377	-	-	-	-	-	6,395,910
Apostolates and ministry programs	5,674,755	208	-	-	-	-	-	-	5,674,963
Insurance claims	-	-	-	-	15,034,060	739,248	-	-	15,773,308
Other administrative expenses	1,540,178	819,741	-	(187,416)	840,792	260,442	-	-	3,273,737
Central City Ministries Fund operating costs	-	-	523,199	-	-	-	-	-	523,199
Interest expense	3,886	-	-	2,391,574	-	-	-	-	2,395,460
Depreciation	222,383	-	149,280	-	-	-	-	-	371,663
Management fees	1,290,959	-	53,594	85,852	123,233	226,589	-	(1,780,227)	-
Rent and occupancy	252,742	122,853	-	-	-	-	-	(375,595)	-
Building fund	910	-	-	-	-	-	-	-	910
Annual Catholic Appeal and capital campaign expense	388,831	-	-	-	-	-	-	(388,831)	-
<b>Total expenses</b>	<b>12,530,394</b>	<b>2,507,585</b>	<b>2,401,450</b>	<b>2,290,010</b>	<b>15,998,085</b>	<b>1,226,279</b>	<b>-</b>	<b>(2,544,653)</b>	<b>34,409,150</b>

## The Roman Catholic Diocese of Toledo in America

### Combining Statement of Activities and Changes in Net Assets (Continued)

Year Ended June 30, 2024

	Diocese of Toledo in America Corporation	Diocese of Toledo Management Corporation	Central City Ministries Fund	Deposit and Loan Trust	Health Benefits Trust	Property and Casualty Trust	Catholic Investment Trust	Eliminating Entries	Total
<b>(Decrease) Increase in Net Assets without Donor Restrictions - Before nonoperating income (loss)</b>	\$ (1,103,148)	\$ 4,832	\$ (94,694)	\$ (160,321)	\$ (663,406)	203,220	\$ -	\$ (803,519)	\$ (2,617,036)
<b>Nonoperating Income (Loss)</b>									
Net realized and unrealized gain on investments	3,683,512	-	191,658	1,229,075	371,789	561,227	14,146,785	(5,120,847)	15,063,199
Net change in due to parishes and other organizations of the Catholic Investment Trust	-	-	-	-	-	-	(14,146,785)	5,924,366	(8,222,419)
Total nonoperating income	3,683,512	-	191,658	1,229,075	371,789	561,227	-	803,519	6,840,780
<b>Changes in Net Assets with Donor Restrictions</b>									
Contributions	1,755,634	-	-	-	-	-	-	-	1,755,634
Interest in earnings from custody trust account	861,865	-	-	-	-	-	-	-	861,865
Net assets released from restrictions	(677,830)	-	-	-	-	-	-	-	(677,830)
Increase in Net Assets with Donor Restrictions	1,939,669	-	-	-	-	-	-	-	1,939,669
<b>Increase (Decrease) in Net Assets</b>	4,520,033	4,832	96,964	1,068,754	(291,617)	764,447	-	-	6,163,413
<b>Net Assets - Beginning of year</b>	52,749,851	475,310	3,049,129	1,867,554	4,478,788	5,694,205	-	-	68,314,837
<b>Net Assets - End of year</b>	<b>\$ 57,269,884</b>	<b>\$ 480,142</b>	<b>\$ 3,146,093</b>	<b>\$ 2,936,308</b>	<b>\$ 4,187,171</b>	<b>\$ 6,458,652</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 74,478,250</b>