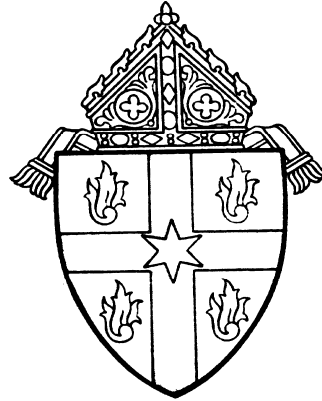


Catholic Diocese of
Saginaw
Centralized
Programs and
Administration



Years Ended
June 30,
2025 and 2024

Financial
Statements
and
Supplementary
Information

Rehmann

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

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INDEPENDENT AUDITORS' REPORT

April 6, 2026

The Most Reverend Robert D. Gruss
Roman Catholic Bishop
Catholic Diocese of Saginaw
Saginaw, Michigan

Opinion

We have audited the accompanying financial statements of the **Catholic Diocese of Saginaw Centralized Programs and Administration** (the "Diocese"), which comprise the statements of financial position as of June 30, 2025 and 2024, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the **Catholic Diocese of Saginaw Centralized Programs and Administration** 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 Qualified Opinion

As explained in Note 1 to the financial statements, the Diocese follows the financial reporting policy of expensing property and equipment at the time of purchase. In our opinion, accounting principles generally accepted in the United States of America require capitalization of property and equipment acquired and depreciation of such assets over their estimated useful lives. The effects of this departure from generally accepted accounting principles on the accompanying financial statements and notes thereto have not been determined.

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



Emphasis of Matters

As discussed in Note 1 to the financial statements, the financial statements being presented are only for funds for which the ***Catholic Diocese of Saginaw Centralized Programs and Administration*** retains operational control and do not reflect the assets, liabilities, and results of operations of parishes, schools, and other diocesan organizations. Accordingly, the accompanying financial statements are not intended to present the financial position of the parishes, schools, and other diocesan organizations as of June 30, 2025 and 2024 or the changes in their net assets, statements of functional expenses, and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Responsibilities of Management 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.

In preparing the 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 financial statements are available to be issued.

Independent Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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 financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Diocese's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

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**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Statements of Financial Position

	June 30	
	2025	2024
ASSETS		
Cash and cash equivalents	\$ 4,773,076	\$ 9,855,736
Michigan no fault self insurance loss reserve	17,272	13,440
Christ's Mission Appeal receivable	689,037	387,939
Other pledges receivable	300,000	-
Accounts receivable, less allowance for credit losses of \$458,475 at 2025 (\$0 in 2024)	77,890	321,544
Investment in the National Catholic Investment Pool	41,982,783	31,998,884
Other assets	467,727	128,064
Notes receivable, less allowance for credit losses of \$1,138,519 (\$54,921 in 2024)	182,115	164,474
Total assets	<u>\$ 48,489,900</u>	<u>\$ 42,870,081</u>
LIABILITIES AND NET ASSETS		
Accounts payable	\$ 247,944	\$ 404,599
Accrued expenses and other liabilities	319,817	234,223
Grants payable	-	172,805
Michigan no fault self insurance loss reserve	17,272	13,440
Funds held for others	287,708	254,741
Total liabilities	<u>872,741</u>	<u>1,079,808</u>
Net assets		
Without donor restrictions	42,627,495	37,163,378
With donor restrictions restricted for specific purpose	4,989,664	4,626,895
Total net assets	<u>47,617,159</u>	<u>41,790,273</u>
Total liabilities and net assets	<u>\$ 48,489,900</u>	<u>\$ 42,870,081</u>

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

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Statement of Activities and Changes in Net Assets

	Year Ended June 30, 2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support			
Contributions	\$ 374,495	\$ 1,350,541	\$ 1,725,036
Christ's Mission Appeal (Appeal)	3,879,557	-	3,879,557
Net investment income	2,972,176	-	2,972,176
Workshops and tuition	105,464	-	105,464
Parish and other services	2,996,128	-	2,996,128
Related services	1,413	-	1,413
Gain on sale of St. Francis Home	5,865,360	-	5,865,360
Other	86,088	-	86,088
Net assets released			
Satisfaction of purpose restrictions	987,772	(987,772)	-
Total revenues, gains, and other support	17,268,453	362,769	17,631,222
Expenses and transfers			
Program	11,169,213	-	11,169,213
Administration	589,423	-	589,423
Fundraising	45,020	-	45,020
Transfer to CCFMM	680	-	680
Total expenses and transfers	11,804,336	-	11,804,336
Change in net assets	5,464,117	362,769	5,826,886
Net assets - beginning of year	37,163,378	4,626,895	41,790,273
Net assets - end of year	\$ 42,627,495	\$ 4,989,664	\$ 47,617,159

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

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Statement of Activities and Changes in Net Assets

	Year Ended June 30, 2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains, and other support			
Contributions	\$ 173,569	\$ 632,958	\$ 806,527
Christ's Mission Appeal (Appeal)	3,493,677	-	3,493,677
Net investment income	3,136,148	-	3,136,148
Workshops and tuition	151,381	-	151,381
Parish and other services	424,526	-	424,526
Related services	994	-	994
Distribution of Protected Loss Fund assets	8,670,200	-	8,670,200
Other	346,710	-	346,710
Net assets released			
Satisfaction of purpose restrictions	1,174,659	(1,174,659)	-
Total revenues, gains, and other support	17,571,864	(541,701)	17,030,163
Expenses and transfers			
Program	6,727,944	-	6,727,944
Administration	471,994	-	471,994
Fundraising	33,998	-	33,998
Transfer to CCFMM	8,311	-	8,311
Total expenses and transfers	7,242,247	-	7,242,247
Change in net assets	10,329,617	(541,701)	9,787,916
Net assets - beginning of year	26,833,761	5,168,596	32,002,357
Net assets - end of year	\$ 37,163,378	\$ 4,626,895	\$ 41,790,273

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

CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION

Statement of Functional Expenses

	Year Ended June 30, 2025			
	Program Services	Administration	Fundraising	Total
Grant and scholarship awards	\$ 1,724,341	\$ -	\$ -	\$ 1,724,341
Salaries and wages	3,730,269	207,146	-	3,937,415
Payroll taxes	160,362	11,426	-	171,788
Employee benefits	1,774,719	54,385	-	1,829,104
Travel, meals, and entertainment	78,759	29,695	-	108,454
Dues and staff development	137,009	80,204	-	217,213
Public relations and community development	9,437	1,484	-	10,921
Events (presenters, refreshments, venue, and supplies)	256,204	52,405	43,034	351,643
Professional fees	419,330	56,597	1,110	477,037
Office supplies and expenses	123,490	29,525	876	153,891
Occupancy	941,648	59,460	-	1,001,108
Furnishings and equipment	54,883	682	-	55,565
Insurance	199,551	6,414	-	205,965
Cost of service income	17,123	-	-	17,123
Credit loss and bad debt expense	1,542,073	-	-	1,542,073
Other	15	-	-	15
Total expenses	\$ 11,169,213	\$ 589,423	\$ 45,020	\$ 11,803,656

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

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Statement of Functional Expenses

	Year Ended June 30, 2024			
	Program Services	Administration	Fundraising	Total
Grant and scholarship awards	\$ 1,159,993	\$ -	\$ -	\$ 1,159,993
Salaries and wages	2,681,424	205,037	-	2,886,461
Payroll taxes	167,789	11,320	-	179,109
Employee benefits	746,167	53,855	-	800,022
Travel, meals, and entertainment	179,063	29,060	10	208,133
Dues and staff development	157,526	41,225	-	198,751
Public relations and community development	7,877	5,266	466	13,609
Events (presenters, refreshments, venue, and supplies)	131,688	32,746	31,860	196,294
Professional fees	506,881	24,201	1,050	532,132
Office supplies and expenses	118,771	15,363	612	134,746
Occupancy	642,945	49,508	-	692,453
Furnishings and equipment	104,837	381	-	105,218
Insurance	109,098	4,032	-	113,130
Cost of service income	13,505	-	-	13,505
Other	380	-	-	380
Total expenses	\$ 6,727,944	\$ 471,994	\$ 33,998	\$ 7,233,936

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

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Statements of Cash Flows

	Year Ended June 30	
	2025	2024
Cash flows from operating activities		
Change in net assets	\$ 5,826,886	\$ 9,787,916
Adjustments to reconcile change in net assets to net cash from operating activities		
Net realized and unrealized appreciation on investments	(2,077,491)	(2,440,309)
Credit losses for accounts receivable	458,475	352
Credit losses for notes receivable	1,083,598	-
Acquisition of collateralized vehicle for satisfaction of a note receivable	21,161	10,108
Issuance of notes receivable in exchange for vehicles	(50,227)	(45,679)
Changes in operating assets and liabilities which (used) provided cash		
Appeal pledges receivable	(419,254)	155,990
Other pledges receivable	(300,000)	-
Accounts receivable	(214,821)	(109,915)
Other assets	(339,663)	121,053
Accounts payable	(156,655)	188,329
Accrued expenses and other liabilities	85,594	(35,974)
Grants payable	(172,805)	(282,700)
Funds held for others	32,967	81,579
Net change in cash from operating activities	3,777,765	7,430,750
Cash flows from investing activities		
Proceeds from sales and maturities of investments	115,103	1,875,120
Purchases of investments	(8,021,511)	(64,241)
Issuance of notes receivable	(1,141,364)	(67,219)
Collections of notes receivable	187,347	155,419
Net change in cash from investing activities	(8,860,425)	1,899,079
Net change in cash and cash equivalents	(5,082,660)	9,329,829
Cash and cash equivalents, beginning of year	9,855,736	525,907
Cash and cash equivalents, end of year	\$ 4,773,076	\$ 9,855,736

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

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

1. MISSION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The accompanying financial statements report the Centralized Programs and Administration ("Centralized Programs") assets, liabilities, activities, functional expenses and cash flows of the **Catholic Diocese of Saginaw** (the "Diocese"). The Centralized Programs of the Diocese enable the Bishop of the Diocese of Saginaw to offer on-going monetary support, in the name of the Diocese, to charitable causes on a national and international level and to offer programs and activities on a diocesan and parochial level by way of the personnel and resources in his employment. The accompanying financial statements exclude the assets, liabilities, activities, functional expenses and cash flows of the parishes and related parish organizations, St. Francis Home, Holy Cross Services, Emmaus House, Catholic Family Service, Clergy Benefit Society, Bay Area Catholic Schools, Saginaw Area Catholic Schools, Catholic Community Foundation of Mid-Michigan ("CCFMM"), and Little Books. These excluded organizations are funded substantially from sources other than the Diocese. During the normal course of operations, the Diocese periodically makes cash and in-kind donations to these organizations. The Diocesan staff may also provide administrative support to these and other Catholic organizations. The support may be donated or provided for a fee.

The accompanying financial statements also exclude the assets, liabilities, activities, functional expenses and cash flows of the Catholic Diocese of Saginaw's Interparish Deposit and Loan Program (the "Program") and the Catholic Diocese of Saginaw Catholic Cemeteries (the "Cemeteries"). Accordingly, these financial statements do not present the consolidated financial position of the Diocese and related organizations under its control.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles ("GAAP") requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Basis of Presentation

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

*Net Assets Without Donor
Restrictions:*

Net assets available for use in general operations and are not subject to donor (or certain grantor) restrictions. The Diocese has designated net assets, which are net assets without donor restrictions that have been set aside for specific purposes by the Finance Council or the Bishop. See Note 9 for additional information regarding designated net assets.

*Net Assets With Donor
Restrictions:*

Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both, and are reported as net assets released from restrictions in the consolidated statements of activities. The Diocese does not have any net assets with donor-imposed restrictions that are perpetual in nature as of June 30, 2025 and 2024.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents expenses by function and natural classification. Expenses directly attributable to a specific program of the Diocese are reported as expenses in those functional areas. Other expenses attributable to more than one functional expense category are allocated using reasonable cost allocation techniques. Expenses have been allocated based on estimated time and effort. Although the methods of allocation are considered reasonable, other methods could be used that would produce different amounts.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, demand deposits with banks or other financial institutions, and investments with original maturities of less than three months.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

The Diocese maintains cash accounts with insured financial institutions and short-term investment funds with the Michigan Catholic Conference National Catholic Investment Pool. Some of these accounts exceed federally insured limits resulting in uninsured balances of approximately \$4,217,000 and \$9,282,000 at June 30, 2025 and 2024, respectively. Management does not believe the Diocese is exposed to any significant interest, credit, or other financial risk as a result of these deposits.

Fair Value Measurements

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

- Level 1: This level is defined as observable inputs, such as quoted prices in active markets for identical assets and liabilities.
- Level 2: This level is defined as observable inputs other than Level 1 prices for similar assets or liabilities, such as quoted prices in active markets, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.
- Level 3: This level is defined as unobservable inputs in which little or no market data exists, therefore requiring an entity to develop its own valuation methodology and assumptions.

See Note 4 for additional information regarding fair value measurements.

Investments

The Diocese reports its investment in the net assets of the Pool of investments at fair value. Realized and unrealized gains and losses and investment dividends and interest are reflected in the statements of activities and changes in net assets within net investment income. Purchases and sales of investments are recorded on a trade-date basis. Investment income is reported net of direct investment expenses.

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 such changes could materially affect the amounts reported in these financial statements.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Revenue Recognition

Revenue from Contracts with Customers

Workshops, tuition, and parish and other service revenue are recorded at the amount expected to be received. Payments in advance are considered contract liabilities and are recorded as accrued expenses and other liabilities in the accompanying statements of financial position. The Diocese satisfies its performance obligation over time as the workshop, program, or service is provided. Revenue is recognized in the month the performance obligation is met.

Contributions and Appeals

Contributions and appeals are recognized as support when the donor makes a promise to give that is, in substance, unconditional. Conditional promises to give include a measurable performance or other barrier and a right of return or right of release and are not recognized until the conditions on which they depend have been met. The Diocese reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of donated assets.

Contribution and Appeal receivables

The Diocese records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give expected to be collected in future years are initially recorded at fair value using present value techniques incorporating risk-adjusted discount rates designed to reflect the assumptions market participants would use in pricing the asset. In subsequent years, amortization of the discounts is included in contribution revenue in the statements of activities. Allowance for uncollectable promises to give is determined based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Promises to give are written off when deemed uncollectable. No allowance of promises is considered necessary for the fiscal years ended June 30, 2025 and 2024.

Contributed Services

Support arising from contributed services of certain religious and lay personnel has not been recorded in the financial statements as the rendering of such services does not involve creation of non-financial assets, and such services would not typically need to be procured if not provided by donation. Contributed services are immaterial to the overall financial statements.

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Notes to Financial Statements

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from balances outstanding at year-end. Payments on outstanding receivables vary based on the nature of the receivable, but they are generally due within one year. Management estimates an allowance for expected credit losses based on the amount it expects to collect from customers or pledgors, based on the length of time the receivables have been outstanding, historical collection experience, current market conditions and forecasted economic and business environments. Amounts that are deemed to be uncollectible are written off against the allowance for credit losses. The expense associated with the allowance for credit losses for accounts receivable of \$458,475 and \$352 for the fiscal years ended June 30, 2025 and 2024, respectively, is recognized in program expenses. At June 30, 2025 and 2024, the allowance for credit losses related to accounts receivable was \$458,475 and \$0. At June 30, 2025 and 2024, The allowance related to pledges receivable was not material.

Accounts receivable were as follows for the years ended June 30:

	2025	2024
Accounts receivable, net, beginning of year	\$ 321,544	\$ 211,981
Accounts receivable, net, end of year	77,890	321,544

Notes Receivable

Notes receivable consist of unsecured cash advances made to seminarians, Catholic organizations and schools within the Diocese, and Catholic parishes, primarily regarding receivables related to the Appeal, and vehicle loans made to priests. Notes receivable are stated at their principal amount outstanding adjusted for any charge-offs and the allowance for credit losses. Collection terms vary and the notes bear interest at rates ranging from 0% to 4.5% as of June 30, 2025 and 2024. Accrued interest receivable was not material at June 30, 2025, and is excluded from the estimate of credit losses.

Nonperforming notes receivable are comprised of accruing notes receivable contractually past due 90 days or more as to interest or principal payments with the borrower not making regular payments, as well as notes receivable modified to borrowers experiencing financial difficulty (See Note 5).

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Allowance for Credit losses - Notes Receivable

The allowance for credit losses on notes receivable ("allowance") is a valuation account that is deducted from, or added to, the notes' amortized cost bases to present the net amount expected to be collected on the notes. The allowance is established through a provision for credit losses which is charged to expense. Additions to the allowance are expected to maintain the appropriateness of the total allowance after losses on notes receivable. Losses on notes receivable are charged off against the allowance when the Diocese determines the notes receivable balance to be uncollectible. Cash received on previously charged off amounts is recorded as a recovery to the allowance.

Notes receivable in the amount of \$1,138,519 were entirely reserved for through an allowance for credit losses during fiscal 2025. Notes receivable in the amount of \$52,419, which were entirely reserved for, were written off through a charge to the valuation allowance during fiscal 2024, (see Note 5).

Management estimates the allowance using relevant available information, from internal and external sources, related to past events, current conditions, and reasonable supportable forecasts. Notes receivable that share similar risk characteristics are evaluated on a pooled basis. Allowances for impaired receivables are generally determined based on the present value of estimated cash flows. In management's judgment, the allowance for credit losses is maintained at a level adequate to provide for estimated losses inherent in the notes receivable portfolio. However, because of uncertainties inherent in the estimation process, it is possible that the allowance for losses may change in the near term.

Notes that do not share risk characteristics are evaluated on an individual basis, which primarily consist of impaired notes. A note is considered impaired when, based on current information and events, it is probable that the Diocese will be unable to collect the scheduled payments of principal or interest when due according to the contractual terms of the note receivable agreement. Factors considered by management in determining impairment include payment status, collateral value, and the probability of collecting scheduled principal and interest payments when due. Notes receivable that experience insignificant payment delays and payment shortfalls generally are not classified as impaired. Management determines the significance of payment delays and payment shortfalls on a case-by-case basis, taking into consideration all of the circumstances surrounding the note receivable and the borrower, including the length of the delay, the reasons for the delay, the borrower's prior payment record, and the amount of the shortfall in relation to the principal and interest owed. Impairment is measured on a note-by-note basis by either the present value of expected future cash flows discounted at the note receivable's effective interest rate, or the note receivable's obtainable market price.

For borrowers that are in financial distress, the Diocese may provide relief to the borrower by modifying the loan to provide concessions, such as a reduction in the interest rate on the loan, payment extensions, forgiveness of principal, forbearance, or other actions intended to maximize collection. These types of modified notes typically present an elevated level of credit risk as the borrowers are not able to perform according to the original contractual terms. Notes receivable that are reported as modified notes to borrowers that are in financial distress may be considered impaired and individually evaluated as described above.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Property and Equipment

Property and equipment purchased by the Diocese are consistently charged to operations during the year purchased. Generally accepted accounting principles require capitalization of property and equipment purchases that exceed a specific threshold and one year of service and depreciation of those assets over their estimated useful lives.

Donated Assets

Donated marketable securities and other non-cash donations are recorded as contributions at their estimated fair values at the date of donation.

Grant and Scholarship Awards

Unconditional grants are recorded as an expense at the time of formal approval by the Finance Committee, regardless of the year in which the grant is paid. Conditional grants, if any, are expensed when such conditions are met. Payments made in advance to charitable organizations for which conditions have not yet been satisfied are classified as third-party advances in the statements of financial position.

Income Taxes

The Diocese is a not-for-profit organization that is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and is a religious entity exempt from tax filing requirements. It is exempt from similar state and local taxes. Although the Diocese was granted income tax exemption by the Internal Revenue Service, such exemption does not apply to "unrelated business taxable income".

The Diocese analyzes its income tax filing positions in the federal and state jurisdictions where it is required to file income tax returns, as well as all open tax years in these jurisdictions, to identify potential uncertain tax positions. The Diocese treats interest and penalties attributable to income taxes, and reflects any charges for such, to the extent they arise, as a component of its administrative expenses.

The Diocese has evaluated its income tax filing positions for the fiscal years 2022 through 2025, the years which remain subject to examination by major tax jurisdictions as of June 30, 2025. The Diocese concluded that there are no significant uncertain tax positions requiring recognition in the Diocese's financial statements. The Diocese does not expect the total amount of unrecognized tax benefits ("UTB") (e.g., tax deductions, exclusions, or credits claimed or expected to be claimed) to significantly change in the next twelve months. The Diocese does not have any amounts accrued for interest and penalties related to UTBs at June 30, 2025 or 2024, and it is not aware of any claims for such amounts by federal or state income tax authorities.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Subsequent Events

In preparing these financial statements, management has evaluated, for potential recognition or disclosure, significant events or transactions that occurred during the period subsequent to the most recent statement of financial position presented herein, through the date these financial statements were available to be issued.

2. LIQUIDITY AND AVAILABILITY

The following table provides the Diocese financial assets on June 30, reduced by the amount not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations:

	2025	2024
Assets, at year end	\$ 48,489,900	\$ 42,870,081
Reduced by the following		
Funds with donor restriction	(4,989,664)	(4,626,895)
Designated funds	(17,453,765)	(12,663,776)
Insurance loss reserve	(17,272)	(13,440)
Other assets	(467,727)	(128,064)
Notes receivable, net	<u>(182,115)</u>	<u>(164,474)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 25,379,357</u>	<u>\$ 25,273,432</u>

CATHOLIC DIOCESE OF SAGINAW

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The Organization has \$25,379,357 and \$25,273,432 of financial assets available within one year of June 30, 2025 and 2024, respectively, to meet cash needs for general expenditures. The Diocese manages its liquidity required to meet its operating needs while also trying to maximize its available funds. The cash balances include demand deposits with banks and other financial institutions and cash on hand which are not subject to any compensating balance restrictions. Designated funds include the Budget Excess/Discretionary Fund, which has a balance of \$9,533,078 and \$10,629,714 as of June 30, 2025 and 2024, respectively, and the St. Francis Home Fund, which has a balance of \$5,865,360 as of June 30, 2025. While these funds are designated by the Finance Council or the Bishop, these funds could be undesignated by the Finance Council or the Bishop and available for general operations. While a portion of notes receivable, net, could be collected in the next fiscal year, there is no formal repayment schedule, so they were excluded from financial assets available to meet cash needs for general expenditures within one year.

3. INVESTMENTS

The Diocese is invested in the National Catholic Investment Pool ("Pool"). Total net interest in investments in the Pool by the Diocese, at fair value, was \$41,982,783 and \$31,998,884 at June 30, 2025 and 2024, respectively. Total net interest in cash in the Pool by the Diocese was \$9,801 and \$43,374 at June 30, 2025 and 2024, respectively. Michigan Catholic Conference ("MCC") is the administrator of the Pool. The assets of the Pool are held by Northern Trust Company, the custodian of the Pool, and are managed by independent investment managers. At June 30, 2025 and 2024, the fair value of the Diocese's interest in the net assets of the Pool is based on the beginning of the year value of the Diocese's interest in the Pool, plus contributions and allocated investment income and appreciation/depreciation, less withdrawals and expenses.

Underlying investments held by the Pool are stated at fair value, as determined by Northern Trust Company, generally based on quoted market prices. Investment income for each investment manager is allocated to the individual investors based upon average monthly balances invested by each investor. Investors are responsible for asset allocation decisions among the investment managers. Purchases and sales of investments are recorded on a trade-date basis.

4. FAIR VALUE MEASUREMENTS

The Diocese utilizes fair value measurements to record fair value adjustments to its investment securities and to determine fair value disclosures. Investment securities are recorded at fair value on a recurring basis. Additionally, from time to time, the Diocese may be required to record at fair value other assets on a nonrecurring basis such as notes receivable. These nonrecurring fair value adjustments typically involve the application of lower of cost or market accounting or write-downs of individual assets. The Diocese had no assets or liabilities recorded at fair value on a nonrecurring basis at June 30, 2025 or 2024.

The assets' fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurements. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

CATHOLIC DIOCESE OF SAGINAW

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Notes to Financial Statements

Following is a description of the valuation methodology and key inputs used to measure financial assets recorded at fair value and an indication of the level of the fair value hierarchy in which the assets are classified.

National Catholic Investment Pool: The fair value measurement of the investment held is estimated based on the fair value of the underlying assets. The investments in the Pool as of June 30, 2025 and 2024 consist of investments in U.S. equities, International equities, U.S. fixed-income, International fixed-income, Alternatives, and Real Estate. The Diocese has an interest in the investments of the Pool of \$41,982,783 and \$31,998,884 as of June 30, 2025 and 2024, respectively. As the underlying investments in the Pool are primarily Level 1 and Level 2, such asset is classified Level 2. The Diocese has an interest in cash and cash equivalents in the Pool of \$9,801 and \$7,043,374 as of June 30, 2025 and 2024, respectively. As many of these funds are held within money market funds, they are classified as Level 1.

The preceding method described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Diocese believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

5. NOTES RECEIVABLE AND ALLOWANCE FOR CREDIT LOSSES

The Diocese grants notes receivable to seminarians, Catholic organizations and schools within the Diocese, and Catholic parishes primarily regarding receivables related to the Appeal receivables, and vehicle loans made to priests. Notes receivable are substantially unsecured and all are evaluated individually for impairment.

Notes receivable are summarized as follows at June 30:

	2025	2024
Priest and seminarian	\$ 161,706	\$ 118,071
Parish and other organizations	1,138,519	54,921
Parish - Appeal	20,409	46,403
	<hr/>	<hr/>
Total notes	1,320,634	219,395
Allowance for credit losses	1,138,519	54,921
	<hr/>	<hr/>
Notes receivable, net	<u>\$ 182,115</u>	<u>\$ 164,474</u>

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Notes to Financial Statements

The allowance for credit losses on notes receivable is as follows for the years ended June 30:

2025	Seminarian	Parish and Other Organizations	Total
Allowance for losses			
Balance at beginning of year	\$ -	\$ 54,921	\$ 54,921
Provision for credit losses	-	1,083,598	1,083,598
Balance at end of year	\$ -	\$ 1,138,519	\$ 1,138,519

2024	Seminarian	Parish and Other Organizations	Total
Allowance for losses			
Balance at beginning of year	\$ 52,419	\$ 54,921	\$ 107,340
Write-off	(52,419)	-	(52,419)
Balance at end of year	\$ -	\$ 54,921	\$ 54,921

The following tables show the notes receivable allocated by payment activity as of June 30:

2025	Credit Risk Profile by Payment Activity			
	Priest and Seminarian	Parish and Other Organizations	Parish - Appeal	Total
Payment activity				
Performing	\$ 161,706	\$ -	\$ 20,409	\$ 182,115
Non-performing	-	1,138,519	-	1,138,519
Total	\$ 161,706	\$ 1,138,519	\$ 20,409	\$ 1,320,634

2024	Credit Risk Profile by Payment Activity			
	Priest and Seminarian	Parish and Other Organizations	Parish - CSA	Total
Payment activity				
Performing	\$ 118,071	\$ -	\$ 46,403	\$ 164,474
Non-performing	-	54,921	-	54,921
Total	\$ 118,071	\$ 54,921	\$ 46,403	\$ 219,395

**CATHOLIC DIOCESE OF SAGINAW
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Notes to Financial Statements

The following tables show an aging analysis of the notes receivable portfolio by time past due as of June 30:

2025	Accruing Interest All Current	Current Nonaccrual	Nonaccrual Nonperforming	Total Nonaccrual	Total Loans
Priest and seminarian	\$ 119,731	\$ 41,975	\$ -	\$ 41,975	\$ 161,706
Parish and other organizations	-	-	1,138,519	1,138,519	1,138,519
Parish - Appeal	-	20,409	-	20,409	20,409
Total	\$ 119,731	\$ 62,384	\$ 1,138,519	\$ 1,200,903	\$ 1,320,634

2024	Accruing Interest All Current	Current Nonaccrual	Nonaccrual Nonperforming	Total Nonaccrual	Total Loans
Priest and seminarian	\$ 76,096	\$ 41,975	\$ -	\$ 41,975	\$ 118,071
Parish and other organizations	-	-	54,921	54,921	54,921
Parish - Appeal	-	46,403	-	46,403	46,403
Total	\$ 76,096	\$ 88,378	\$ 54,921	\$ 143,299	\$ 219,395

The following tables present information related to impaired notes receivable as of June 30:

2025	Unpaid Principal Balance	Related Allowance	Average Unpaid Principal Balance
Notes receivable with an allowance recorded			
Parish and other organizations	\$ 1,138,519	\$ 1,138,519	\$ 1,138,519

2024	Unpaid Principal Balance	Related Allowance	Average Unpaid Principal Balance
Notes receivable with an allowance recorded			
Parish and other organizations	\$ 54,921	\$ 54,921	\$ 54,921

CATHOLIC DIOCESE OF SAGINAW

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Notes to Financial Statements

Interest income recognized on impaired loans was not significant in fiscal 2025 or 2024.

The Diocese does not have material commitments to lend additional funds to borrowers whose loans are classified as nonaccrual.

There were no loans modified due to financial distress during 2025 or 2024.

6. MULTI-EMPLOYER DEFINED BENEFIT PENSION PLAN

Michigan Catholic Conference Lay Employees Retirement Plan

The Diocese participates in the Michigan Catholic Conference Lay Employees Retirement Plan (the Plan), a multi-employer defined benefit pension plan. The Plan Number and Employer Identification Number of the Plan is 38-1971920. Contributions to the Plan were \$205,039 and \$211,334 in fiscal 2025 and 2024, respectively. Based on information as of June 30, 2025, the year-end of the Plan, the Diocese's contributions to the Plan did not represent more than 5% of the total contributions received by the Plan.

The amount of the Diocese's contributions to the Plan was 8.6% of all full-time employees' wages in 2025 and 2024. Specific Plan information for the Diocese is not available from the Plan's administrator. A covered unit which is under the control of an Archbishop or Bishop of Michigan Diocese may not withdraw from participation in the Plan. The following information is based on the financial statements of the Plan as of:

	Michigan Catholic Conference Lay Employees Retirement Plan	
	July 1, 2024	July 1, 2023
Total Plan assets	\$ 1,365,599,863	\$ 1,330,470,951
Actuarial present value of accumulated Plan benefits	1,496,796,727	1,500,115,867
Total contribution received by the Plan	31,754,946	30,157,396
Indicated level of funding	91.20%	88.70%

Diocese of Saginaw Priests' Retirement Plan

The Diocese participates in the Diocese of Saginaw Priests' Retirement Plan (the "Priests' Plan"), a church defined benefit pension plan as defined in Internal Revenue Code Section 414(e). As a church plan, it is not subject to the Employee Retirement Income Security Act of 1974 or the minimum funding requirements of Code Section 430. The Priests' Plan is noncontributory and can be terminated at any time at the direction of the Bishop of Saginaw, upon written consent of the Board of Directors of the Priests' Retirement Association.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Benefits are based on months of credited service and compensation prior to retirement. Annually, the Priests' Plan actuary determines the amount of employer contributions necessary to provide benefits under the Priests' Plan and based on this information the Bishop determines and approves the amount each participating employer shall contribute to the Plan for each Priests' Plan year.

Contributions to the Priests' Plan were \$220,058 and \$4,706 in fiscal 2025 and 2024, respectively, by the Diocese on behalf of the Priests employed directly by the Diocese. The following information is based on the financial statements of the Priests' Plan as of:

	Saginaw Priests' Retirement Plan	
	July 1, 2024	July 1, 2023
Total Plan assets	\$ 11,146,085	\$ 11,138,653
Actuarial present value of accumulated Plan benefits	12,691,702	11,112,094
Total contribution received by the Plan	555,233	573,007
Indicated level of funding	87.80%	100.20%

7. RELATED PARTY TRANSACTIONS

Transactions with the Catholic Diocese of Saginaw Interparish Deposit and Loan Program

On July 1, 2021, the Diocese provided the Program with a line of credit, with a maximum limit of \$9,000,000 at the applicable short term federal rate. The line of credit expires on July 1, 2031, with an option to extend for an additional five years. The line of credit is collateralized by substantially all assets of the Program. There were no amounts outstanding in fiscal 2025 or 2024. The allowance for credit losses on this unfunded commitment was not material.

The Program pays management fees to the Diocese. These management fees amounted to \$87,000 and \$102,150 for fiscal years 2025 and 2024, respectively, and are included in rental and other services of revenues, gains and other support in the accompanying statements of activities and changes in net assets. Accounts receivable from the Program was \$571 and \$6,603 at June 30, 2025 and 2024, respectively.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Transactions with CCFMM

CCFMM has received pledges to fund two large construction projects that commenced in fiscal 2011 and were completed in 2013 at two of the high schools within the Saginaw and Bay City Area Catholic Schools. The Diocese paid the construction costs upfront and the proceeds of this fund raising effort were to be provided to the Diocese to pay the construction costs in future periods. As of July 1, 2023, construction costs paid by the Diocese in excess of contributions received from CCFMM amounted to approximately \$1,808,000. In fiscal 2024, management elected to transfer the deficit balances to the Budget Excess/Discretionary Fund, as they no longer expect to receive repayment of the deficit balances through future fundraising and pledges.

CCFMM pays management fees to the Diocese. These management fees amounted to approximately \$24,775 and \$20,000 for fiscal 2025 and 2024, respectively, and are included in rental and other services of revenues, gains and other support in the accompanying statements of activities and changes in net assets. Accounts receivable from CCFMM was \$494 and \$101 at June 30, 2025 and 2024, respectively.

Transactions with Cemeteries

The Diocese received rent and a management fee from Cemeteries in the amount of \$58,600 and \$58,000 for fiscal 2025 and 2024, respectively. Accounts receivable from Cemeteries was \$12,329 and \$34 at June 30, 2025 and 2024, respectively.

Transactions with Little Books

The Diocese received rent and a management fee from Little Books in the amount of \$87,000 for fiscal years 2025 and 2024. Accounts receivable from Little Books was \$407 and \$8,048 at June 30, 2025 and 2024, respectively.

Transactions with Catholic Family Services

Accounts receivable from Catholic Family Services was \$1,388 and \$1,318 at June 30, 2025 and 2024, respectively.

Catholic Family Services provides counseling, Victim Assistance Coordinator services and Safe Environment Training for the Diocese. Reimbursement for services paid was \$4,410 and \$6,750 for fiscal 2025 and 2024, respectively.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Transactions with Saginaw Area Catholic Schools ("SACS")

In fiscal 2023, the Diocese pledged to make an unconditional grant to SACS in the amount of \$638,205. During fiscal 2024 and 2023, the Diocese paid \$232,700 of the grant payable; the remaining \$172,805, which is reported as grants payable in the 2024 statement of financial position was repaid in in fiscal 2025. As of June 30, 2025, no additional pledges were committed to SACS.

During 2025, the Diocese provided additional support in the form of a loan receivable totaling \$321,896. Under the terms of the unfinalized agreement, interest is due quarterly at 1% of the unpaid balance beginning July 2026. The agreement has a 10 year term (June 2035), at which time any unpaid or unforgiven balances are due in full. An allowance for credit losses of \$321,896 was recorded as of June 30, 2025, due to the uncertainty of future collection.

The Diocese leases portions of the Diocesan Center to SACS. The current lease agreement is renegotiated on an annual basis. Lease revenue was \$1 for fiscal 2025 and 2024. Accounts receivable related to this lease and other receivables from SACS were \$469,565 and \$276,657 at June 30, 2025 and 2024, respectively. An allowance for credit losses of \$458,475 was recorded as of June 30, 2025, due to the uncertainty of future collection of these receivables.

Transactions with Bay Area Catholic Schools

On June 1, 2023 the Diocese committed in theory to support Bay Area Catholic Schools in the amount of \$1,100,000 over five years. The approval of such grant was contingent on a detailed plan being developed and agreed to by the Diocese and Bay Area Catholic Schools. For the years ended June 30, 2025 and 2024, the Diocese provided \$892,595 and \$220,000 in unconditional support to the School, respectively. As of June 30, 2025, no additional funds were committed under this plan.

During 2025, the Diocese provided additional support in the form of a loan receivable totaling \$761,702. Under the terms of the unfinalized agreement, interest is due quarterly at 1% of the unpaid balance beginning July 2025. The agreement has a 10 year term (June 2035), at which time any unpaid balances are due in full. An allowance for credit losses of \$761,702 was recorded as of June 30, 2025, due to the uncertainty of future collection.

Transactions with St. Elizabeth Area Catholic School

The Diocese committed to supporting St. Elizabeth Area Catholic School (the "School"). During fiscal 2025 and 2024, the Diocese provided unconditional support to the School of \$150,000 in each year.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Transactions with Parishes

Effective on July 1, 2024, the Diocese implemented a centralized payroll system for priests serving in the parishes of the Diocese of Saginaw. Under this arrangement, the Diocese is responsible for administering and paying priest compensation, including salaries, housing allowances, health and dental insurance, auto insurance, and pension contributions. Parishes with an assigned priest are billed monthly by the Diocese for these services. For fiscal 2025, the standard annual amount billed per parish was \$67,800, which was used to cover expenses incurred by the Diocese on behalf of the parishes.

Transaction related to St. Francis Home

In fiscal 2025, St. Francis Home, a nursing home, was sold to an unrelated party. Proceeds from the sale of \$5,865,360, are included in revenues, gains, and other support on the accompanying 2025 Statement of Activities and Changes in Net Assets. As of June 30, 2025, \$5,462,745 of the proceeds had been collected by the Diocese, with an additional \$402,615 recorded in other assets on the accompanying statement of financial position, which were received in fiscal 2026. Management has not yet determined the designated purpose for these funds.

Subsequent donations to parishes and other related organizations

Subsequent to July 1, 2025, the Diocese provided funds to parishes and other related organizations within the Diocese of Saginaw totaling approximately \$7,450,000.

8. COMMITMENTS AND CONTINGENCIES (INCLUDING RELATED PARTY)

General

As indicated in Note 1, the assets, liabilities, activities and cash flows of the parishes, several other Catholic organizations and the Catholic Diocese of Saginaw Interparish Deposit and Loan Program are excluded from the accompanying financial statements. The Diocese incorporated the parishes within the Diocese on July 1, 2021, transferring real, personal and mixed property to each parish corporation. The Interparish Deposit and Loan (IPDL) was established as a formal trust on July 1, 2021 and the accounts of each parish were transferred from the IPDL Program to the IPDL Trust.

The Diocese may be contingently liable for any claims against the parishes and certain other Catholic organizations arising from legal actions and other claims incidental to normal operations of these organizations. It is believed that the amount of any uninsured liability would not have a material impact on the financial position of the Diocese.

CATHOLIC DIOCESE OF SAGINAW

CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

Legal Matters

The Diocese is party to various legal claims arising in the normal course of carrying out its activities. Management believes that the financial responsibility that may be incurred in settlement of such claims would not be material to the Diocese's financial position or results of operations.

Self-Insurance

The Diocese participates in the Michigan Catholic Conference Risk Management Program ("RMP"), formerly the Protected Loss Fund Program ("PLFP"). Coverage includes losses resulting from damage to property, from liability claims and for employee benefit coverage after a self-insurance retention is reached by the participant for each occurrence. Insurance expense representing the Diocesan contribution to the Program for Centralized Programs and Administration was \$191,146 and \$141,447 for fiscal 2025 and 2024, respectively.

In June 2024, the Diocese received a distribution in the amount of \$8,670,200, which represented the Diocese's excess portion of the PLFP fund. The distribution is included on the accompanying 2024 statement of activities and changes in net assets. Beginning in fiscal 2025, excess funds will no longer be available from the PLFP and any uninsured claims will be paid from the assets of the Diocese.

The Diocese is authorized by the Michigan Department of Insurance and Financial Services to self-insure no-fault risk for its vehicles for the 12-month certification period ending June 30, 2025. An authorized self-insurer is required to establish a fully funded loss reserve to pay claims which are anticipated in, and/or submitted for payment during, the certification period, as well as to pay claims which have been incurred and submitted before then but have not yet been paid. The loss reserve for the Diocese has been determined by a qualified actuary and is fully funded as of the commencement of the current certification period.

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Notes to Financial Statements

9. NET ASSETS WITHOUT DONOR RESTRICTIONS

Certain net assets without donor restrictions have been designated by the Finance Council or the Bishop for the following purposes as of June 30:

	2025	2024
Adoration Sisters	\$ 136	\$ 99
Bishop Untener Memorial Education Fund	-	705
Bishop's Discretionary Fund	668,213	756,889
Bishop's Retirement Fund	365,067	350,067
Bishop's Vocational Fund	12,237	23,880
Black and Native American Grant	611	315
Budget Excess / Discretionary Fund	9,533,078	10,629,714
Campus Ministry	-	23
Capital Campaign	15,374	15,374
Cathedral Capital Fund	10,327	224
Cathedral Maintenance	3,902	2,337
Cathedral Vestments	312	182
Catholic Education	205,309	154,081
Catholic Heritage Museum	2,679	1,960
Catholic Schools	997	-
CCFMM Donations Fund	418	89
Center for Ministry	285,744	292,071
CFM Chapel Fund	116,095	115,417
Charles Keho Trust Fund	37,295	37,295
CMU Ministry Fund	56	-
Communications & Evangelization	147	-
Development Fund	4	-
Facilities & Construction Services	-	2
Grief Ministry	3	-
Hispanic & Multicultural Ministry	-	3
Insurance Reimbursement Fund	31,899	31,899
Lay Ministry	32	-
Lay Ministry Assembly	239	187
Legacies	4,543	1,461
Little Books Donation Fund	208,695	166,524
Major Computer Replacement	-	4,476
Migrant Assistance Fund	2,860	1,648
Missiondell Archive Records	5,838	8,810
Missions, CRS and CHD	48,837	43,460
Mother Teresa	-	420

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**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Notes to Financial Statements

	2025	2024
NCC Chapel Fund	\$ 941	\$ 574
Parish Mission Projects	624	341
Parish Outreach	61	15
Pastoral & Finance Council Leadership Training	-	7
Poor Parish Fund	19	-
Priest Continuing Education Fund	8,863	11,030
Priest & Religious Retirement and Seminarian & Religious Education	522	-
Rachel's Vineyard Scholarship Fund	86	25
Religious Education for Children with Special Needs	4,759	3,493
Religious Liberty Fund	507	293
Respect Life Initiatives	2	-
Rural School Tuition Assistance	1,739	1,011
School Internship	576	137
Schools Certification/PD	1,015	253
Schools Grant Funds	1	-
Schools Scholarships	36	20
Schools Teacher Awards	337	435
Scripture Scholarships	27	15
Special Donations & Subsidies	95	1
SPRED Program	1,503	873
St. Francis Home Fund	5,865,360	-
Strasel Endowment Fund	5	-
Tribunal	50	14
Walking with Moms	257	91
Youth Encounter Saginaw	10	10
Youth Event	5,423	5,526
Total designated net assets without donor restrictions	<u>\$ 17,453,765</u>	<u>\$ 12,663,776</u>

The Christ's Mission Appeal ("Appeal") Fund drive is used to fund Diocesan operations and programs and to provide for local and national charitable contributions. Appeal donations are recorded as revenue when promised. Appeal donations for the 2024-2025 drive are recorded as Appeal donation income, assets without donor restrictions, as of June 30, 2025. Appeal donations for the 2023-2024 drive are recorded as Appeal donation income, assets without donor restrictions, as of June 30, 2024. The outstanding Appeal balance is recorded as Christ's Mission Appeal receivable; all balances are due within one year.

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Notes to Financial Statements

10. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes at June 30:

	2025	2024
Adoration Sisters	\$ 1,214	\$ 1,214
Black and Native American Grant	11,382	9,882
Campus Ministry	-	2,500
Cathedral Maintenance Fund	52,165	52,165
Cathedral Vestments	4,360	4,360
Catholic Education Fund	2,015,977	1,841,959
Catholic Heritage Museum	23,974	23,974
Catholic Schools	64,945	-
CCFMM Donations Fund	10,771	9,250
CFM-Chapel Fund	22,610	22,610
CMU Ministry Fund	5,000	-
Development	380	50
Facilities and Construction Services	-	50
Grief Ministry	798	-
Hispanic and Multicultural Ministry	-	250
Lay Ministry Fund	5,349	-
Lay Ministry Assembly	1,742	1,742
Legacies	102,755	102,755
Little Books Donation Fund	1,708,415	1,648,635
Liturgical Assistance or Training	-	20
Marriage and Family Ministry	-	15
Migrant Assistance Fund	44,072	39,652
Missions, CRS and CHD	603,582	584,057
Mother Teresa	-	11,025
NCC Chapel Fund	12,250	12,250
Parish Mission Projects	9,435	9,435
Parish Outreach	1,912	1,059
Pastoral & Finance Council Leadership Training	-	500
Poor Parish Fund	120	-
Priest Continuing Education Fund	82,669	56,563
Priest & Religious Retirement and Seminarian & Religious Education Fund	27,833	-

(continued)

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Notes to Financial Statements

	2025	2024
Rachael Vineyard Scholarship Fund	\$ 2,987	\$ 1,300
Religious Ed / Children of Special Needs	42,218	42,218
Religious Liberty Fund	7,138	7,138
Respect Life Initiatives	100	-
Rural School Tuition Assistance	24,260	24,260
School Internship	12,000	15,000
Schools Certification/PD	21,808	27,640
Schools Grant Fund	350	-
Schools Scholarships	519	519
Schools Teacher Awards	3,553	3,159
Scripture Scholarships	386	386
Special Donations and Subsidies	5,000	-
SPRED Program	21,022	21,022
Strasel Endowment	631	-
Tribunal	1,500	1,500
Vocation Ministry Fund	1,287	6,719
Walking with Moms	2,365	7,132
Youth Event	28,830	32,930
	<u>28,830</u>	<u>32,930</u>
Total net assets with donor restrictions	<u>\$ 4,989,664</u>	<u>\$ 4,626,895</u>

Net assets with donor restrictions were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors as follows during the years ended June 30:

	2025	2024
Purpose restrictions accomplished		
Catholic education	\$ 751,488	\$ 929,311
Cathedral needs	99,257	1,420
General diocesan needs	83,619	166,226
Missions	53,408	77,702
	<u>53,408</u>	<u>77,702</u>
Total net assets with donor restrictions released	<u>\$ 987,772</u>	<u>\$ 1,174,659</u>

CATHOLIC DIOCESE OF SAGINAW CENTRALIZED PROGRAMS AND ADMINISTRATION

Notes to Financial Statements

12. SUPPLEMENTAL CASH FLOWS INFORMATION

Non-Cash Investing Activities

During fiscal years 2025 and 2024, uncollected Appeal pledges receivable totaling \$118,156 and \$123,802, respectively, were reclassified as notes receivable.



INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

April 6, 2026

The Most Reverend Robert D. Gruss
Roman Catholic Bishop
Catholic Diocese of Saginaw
Saginaw, Michigan

We have audited the financial statements of the ***Catholic Diocese of Saginaw Centralized Programs and Administration*** for the years ended June 30, 2025 and 2024, and have issued our report thereon dated April 6, 2026 which appears on page 1. In that report, our opinion was qualified because the Catholic Diocese of Saginaw follows the financial reporting policy of expensing property and equipment at the time of purchase rather than the capitalization of property and equipment acquired and depreciation of such assets over their estimated useful lives in accordance with accounting principles generally accepted in the United States of America. The supplementary financial information contained in the accompanying Exhibits 1 through 5, which is the responsibility of management, is presented for purposes of additional analysis and is not a required part of the financial statements. Information within Exhibits 1 through 5 has not been subjected to the auditing procedures applied in the audits of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Rehmann Lobson LLC



**SUPPLEMENTARY FINANCIAL INFORMATION
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024**

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Changes in Net Assets Without Donor Restrictions

Year Ended June 30, 2025

Net Assets Beginning of Year	Revenues, Gain or Other Support						Total Revenues, Gains, and Other Support	
	Contributions	Interest and Investment Income	Workshops and Tuition	Rental and Other Services	Related Services	Other		
Office of Administrative Services	\$ 450	\$ -	\$ -	\$ 102,140	\$ -	\$ 58,772	\$ 161,362	
Office of Chancellor and Canonical & Civil Affairs	-	-	-	20,526	-	-	20,526	
Office of Chief of Staff	227,875	-	28,170	55,412	-	2,161	313,618	
Office of Finance	-	2,837,954	-	172,741	-	-	3,010,695	
Office of Vicar General and Moderator of the Curia	7,629	1	12,850	2,644,760	-	24,855	2,690,095	
Office of Parish Life and Evangelization	5,211	-	64,444	549	1,344	300	71,848	
Office of Judicial Vicar and Tribunal	-	-	-	-	-	-	-	
Office of Catholic School Education	1,345	-	-	-	-	-	1,345	
Total Undesignated	\$ 24,499,602	242,510	2,837,955	105,464	2,996,128	1,344	86,088	6,269,489
Adoration Sisters	99	-	37	-	-	-	37	
Bishop Untener Memorial Education Fund	705	-	-	-	69	-	69	
Bishop's Discretionary Fund	756,889	121,883	-	-	-	-	121,883	
Bishop's Retirement Fund	350,067	-	-	-	-	-	-	
Bishop's Vocational Fund	23,880	-	239	-	-	-	239	
Black and Native American Grant	315	-	296	-	-	-	296	
Budget Excess / Discretionary Fund	10,629,714	3,879,556	-	-	-	-	3,879,556	
Campus Ministry	23	-	35	-	-	-	35	
Capital Campaign	15,374	-	-	-	-	-	-	
Cathedral Capital Fund	224	10,103	-	-	-	-	10,103	
Cathedral Maintenance	2,337	-	1,565	-	-	-	1,565	
Cathedral Vestments	182	-	130	-	-	-	130	
Catholic Education	154,081	-	55,725	-	-	-	55,725	
Catholic Heritage Museum	1,960	-	719	-	-	-	719	
Catholic Schools	-	-	1,219	-	-	-	1,219	
CCFMM Donations Fund	89	-	329	-	-	-	329	
Center for Ministry	292,071	-	-	-	-	-	-	
CFM Chapel Fund	115,417	-	678	-	-	-	678	
Charles Keho Trust Fund	37,295	-	-	-	-	-	-	
CMU Ministry Fund	-	-	56	-	-	-	56	
Communications and Evangelization Development Fund	-	-	147	-	-	-	147	
Facilities and Construction Services	2	-	4	-	-	-	4	
Grief Ministry	-	-	1	-	-	-	1	
Hispanic & Multicultural Ministry	-	-	3	-	-	-	3	
Insurance Reimbursement Fund	31,899	-	-	-	-	-	-	
Lay Ministry	-	-	71	-	-	-	71	
Lay Ministry Assembly	187	-	52	-	-	-	52	
Legacies	1,461	-	3,082	-	-	-	3,082	
Little Books Donation Fund	166,524	-	42,171	-	-	-	42,171	
Major Computer Replacement	4,476	-	-	-	-	-	-	
Migrant Assistance Fund	1,648	-	1,212	-	-	-	1,212	
Missiondell Archive Records	8,810	-	-	-	-	-	-	
Missions, CRS and CHD	43,460	-	17,466	-	-	-	17,466	
Mother Teresa	420	-	106	-	-	-	106	
NCC Chapel Fund	574	-	367	-	-	-	367	
Parish Mission Projects	341	-	283	-	-	-	283	
Parish Support	15	-	46	-	-	-	46	
Pastoral & Finance Council Leadership Training	7	-	7	-	-	-	7	
Poor Parish Fund	-	-	37	-	-	-	37	
Priest Continuing Education Fund	11,030	-	2,350	-	-	-	2,350	
Priest & Religious Retirement and Seminarian and Religious Education	-	-	522	-	-	-	522	
Rachel's Vineyard Scholarship Fund	25	-	61	-	-	-	61	
Religious Education for Children with Special Needs	3,493	-	1,266	-	-	-	1,266	
Religious Liberty Fund	293	-	214	-	-	-	214	
Respect Life Initiative	-	-	2	-	-	-	2	
Rural School Tuition Assistance	1,011	-	728	-	-	-	728	
School Internship	137	-	439	-	-	-	439	
Schools Certification/PD	253	-	762	-	-	-	762	
Schools Grant Funds	-	-	1	-	-	-	1	
Schools Scholarships	20	-	16	-	-	-	16	

(continued)

See independent auditors' report on supplementary information.

EXHIBIT 1

Expenses							
Salary and Benefits	Operational Costs	Donations	Membership Conferences	Services	Total Expenses	Transfers	Net Assets End of Year
\$ 462,764	\$ 169,525	\$ -	\$ (39,238)	\$ 188,694	\$ 781,745	\$ 620,383	
151,174	88,576	25	1,406	69,737	310,918	290,392	
786,243	343,664	32,267	301,426	230,646	1,694,246	1,380,628	
752,200	176,937	408,850	4,782	231,467	1,574,236	(762,331)	
2,763,806	170,165	136,050	92,921	42,372	3,205,314	515,219	
730,376	193,187	104,046	86,697	4,811	1,119,117	1,047,269	
114,621	19,389	-	740	2,363	137,113	137,113	
255,855	1,606,855	1,043,103	13,858	61,976	2,981,647	2,980,302	
6,017,039	2,768,298	1,724,341	462,592	832,066	11,804,336	6,208,975	\$ 25,173,730
-	-	-	-	-	-	-	136
-	-	-	-	-	-	(774)	-
-	-	-	-	-	-	(210,559)	668,213
-	-	-	-	-	-	15,000	365,067
-	-	-	-	-	-	(11,882)	12,237
-	-	-	-	-	-	-	611
-	-	-	-	-	-	(4,976,192)	9,533,078
-	-	-	-	-	-	(58)	-
-	-	-	-	-	-	-	15,374
-	-	-	-	-	-	-	10,327
-	-	-	-	-	-	-	3,902
-	-	-	-	-	-	-	312
-	-	-	-	-	-	(4,497)	205,309
-	-	-	-	-	-	-	2,679
-	-	-	-	-	-	(222)	997
-	-	-	-	-	-	-	418
-	-	-	-	-	-	(6,327)	285,744
-	-	-	-	-	-	-	116,095
-	-	-	-	-	-	-	37,295
-	-	-	-	-	-	-	56
-	-	-	-	-	-	-	147
-	-	-	-	-	-	-	4
-	-	-	-	-	-	(3)	-
-	-	-	-	-	-	-	3
-	-	-	-	-	-	(6)	-
-	-	-	-	-	-	-	31,899
-	-	-	-	-	-	(39)	32
-	-	-	-	-	-	-	239
-	-	-	-	-	-	-	4,543
-	-	-	-	-	-	-	208,695
-	-	-	-	-	-	(4,476)	-
-	-	-	-	-	-	-	2,860
-	-	-	-	-	-	(2,972)	5,838
-	-	-	-	-	-	(12,089)	48,837
-	-	-	-	-	-	(526)	-
-	-	-	-	-	-	-	941
-	-	-	-	-	-	-	624
-	-	-	-	-	-	-	61
-	-	-	-	-	-	(14)	-
-	-	-	-	-	-	(18)	19
-	-	-	-	-	-	(4,517)	8,863
-	-	-	-	-	-	-	522
-	-	-	-	-	-	-	86
-	-	-	-	-	-	-	4,759
-	-	-	-	-	-	-	507
-	-	-	-	-	-	-	2
-	-	-	-	-	-	-	1,739
-	-	-	-	-	-	-	576
-	-	-	-	-	-	-	1,015
-	-	-	-	-	-	-	1
-	-	-	-	-	-	-	36

(continued)

See independent auditors' report on supplementary information.

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Changes in Net Assets Without Donor Restrictions

Year Ended June 30, 2025

	Net Assets Beginning of Year	Revenues, Gain or Other Support						Total Revenues, Gains, and Other Support
		Contributions	Interest and Investment Income	Workshops and Tuition	Rental and Other Services	Related Services	Other	
Schools Teacher Awards	\$ 435	\$ -	\$ 137	\$ -	\$ -	\$ -	\$ -	\$ 137
Scripture Scholarships	15	-	12	-	-	-	-	12
Special Donations & Subsidies	1	-	94	-	-	-	-	94
SPRED Program	873	-	630	-	-	-	-	630
St Francis Home Fund	-	-	-	-	-	-	5,865,360	5,865,360
Strasel Endowment Fund	-	-	12	-	-	-	-	12
Tribunal	14	-	36	-	-	-	-	36
Walking with Moms	91	-	166	-	-	-	-	166
Youth Encounter Saginaw	10	-	-	-	-	-	-	-
Youth Event	5,526	-	687	-	-	-	-	687
Total Management Designated	12,663,776	4,011,542	134,221	-	-	69	5,865,360	10,011,192
Total Net Assets Without Donor Restrictions	\$ 37,163,378	\$ 4,254,052	\$ 2,972,176	\$ 105,464	\$ 2,996,128	\$ 1,413	\$ 5,951,448	\$ 16,280,681

See independent auditors' report on supplementary information.

EXHIBIT 1

Expenses							
Salary and Benefits	Operational Costs	Donations	Membership Conferences	Services	Total Expenses	Transfers	Net Assets End of Year
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (235)	\$ 337
-	-	-	-	-	-	-	27
-	-	-	-	-	-	-	95
-	-	-	-	-	-	-	1,503
-	-	-	-	-	-	-	5,865,360
-	-	-	-	-	-	(7)	5
-	-	-	-	-	-	-	50
-	-	-	-	-	-	-	257
-	-	-	-	-	-	-	10
-	-	-	-	-	-	(790)	5,423
-	-	-	-	-	-	(5,221,203)	17,453,765
<u>\$ 6,017,039</u>	<u>\$ 2,768,298</u>	<u>\$ 1,724,341</u>	<u>\$ 462,592</u>	<u>\$ 832,066</u>	<u>\$ 11,804,336</u>	<u>\$ 987,772</u>	<u>\$ 42,627,495</u>

See independent auditors' report on supplementary information.

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Changes in Net Assets Without Donor Restrictions

Year Ended June 30, 2024

Net Assets Beginning of Year	Revenues, Gain or Other Support						Total Revenues, Gains, and Other Support
	Contributions	Interest and Investment Income	Workshops and Tuition	Rental and Other Services	Related Services	Other	
Office of Administrative Services	\$ -	\$ -	\$ -	\$ 132,841	\$ -	\$ 321,914	\$ 454,755
Office of Chancellor and Canonical & Civil Affairs	-	-	-	30,586	-	-	30,586
Office of Chief of Staff	109,993	-	320	58,386	-	5,052	173,751
Office of Finance	-	3,035,473	-	169,462	-	8,670,200	11,875,135
Office of Vicar General and Moderator of the Curia	1,573	49	26,530	2,200	-	19,744	50,096
Office of Parish Life and Evangelization	9,816	4	124,531	2,108	693	-	137,152
Office of Judicial Vicar and Tribunal	-	-	-	-	-	-	-
Office of Catholic School Education	15,400	-	-	28,943	-	-	44,343
Total Undesignated	\$ 22,575,786	136,782	3,035,526	151,381	693	9,016,910	12,765,818
Administration - General	7	-	3	-	-	-	3
Adoration Sisters	73	-	26	-	-	-	26
Bishop Untener Memorial Education Fund	404	-	-	-	301	-	301
Bishop's Ball Proceeds Fund	86,231	-	-	-	-	-	-
Bishop's Discretionary Fund	679,105	26,303	-	-	-	-	26,303
Bishop's Retirement Fund	335,067	-	-	-	-	-	-
Bishop's Vocational Fund	33,512	-	144	-	-	-	144
Black and Native American Grant	135	-	180	-	-	-	180
Budget Excess / Discretionary Fund	5,654,462	3,493,677	-	-	-	-	3,493,677
Campus Ministry	-	-	23	-	-	-	23
Capital Campaign	37,660	-	153	-	-	-	153
Cathedral Capital Fund	26,653	10,234	-	-	-	-	10,234
Cathedral Clinic	-	-	38	-	-	-	38
Cathedral Maintenance	1,206	-	1,131	-	-	-	1,131
Cathedral Renovation	(2,259,624)	-	-	-	-	-	-
Cathedral Support	45	-	12	-	-	-	12
Cathedral Vestments	87	-	95	-	-	-	95
Catholic Education	121,630	-	37,451	-	-	-	37,451
Catholic Heritage Museum	1,441	-	519	-	-	-	519
Catholic Schools	1,705	-	-	-	-	-	-
CCFMM Donations Fund	-	-	89	-	-	-	89
Center for Ministry	325,730	-	-	-	-	-	-
CFM Chapel Fund	114,927	-	490	-	-	-	490
Charles Keho Trust Fund	38,472	-	-	-	-	-	-
Diocesan Contingency Fund	-	-	-	-	-	-	-
Legacy of Faith	(1,807,685)	-	-	-	-	-	-
Other	482,419	-	-	-	-	-	-
Facilities and Construction Services	1	-	1	-	-	-	1
Hispanic & Multicultural Ministry	-	-	3	-	-	-	3
Insurance Reimbursement Fund	31,899	-	-	-	-	-	-
Lay Ministry	134	-	-	-	-	-	-
Lay Ministry Assembly	156	-	31	-	-	-	31
Legacies	-	-	1,461	-	-	-	1,461
Little Books Donation Fund	128,231	-	38,293	-	-	-	38,293
Major Computer Replacement	4,476	-	-	-	-	-	-
Migrant Assistance Fund	870	-	778	-	-	-	778
Missiondell Archive Records	-	-	-	-	-	-	-
Missions, CRS and CHD	30,786	-	12,674	-	-	-	12,674
Mother Teresa	264	-	156	-	-	-	156
NCC Chapel Fund	250	-	324	-	-	-	324
Parish Clergy Assignments Fund	108,730	-	-	-	-	-	-
Parish Mission Projects	189	-	152	-	-	-	152
Parish Support	-	-	15	-	-	-	15
Pastoral & Finance Council Leadership Training	-	-	7	-	-	-	7
Pfaff Fund	1,159	-	155	-	-	-	155
Poor Parish Fund	53	-	-	-	-	-	-
Priest Continuing Education Fund	28,899	-	1,565	-	-	-	1,565
Rachel's Vineyard Scholarship Fund	13	-	12	-	-	-	12
Religious Education for Children with Special Needs	2,578	-	915	-	-	-	915
Religious Liberty Fund	138	-	155	-	-	-	155
Rural School Tuition Assistance	485	-	526	-	-	-	526
School Internship	-	-	137	-	-	-	137
Schools Certification/PD	-	-	253	-	-	-	253
Schools Marketing Funds	317	-	-	-	-	-	-
Schools Scholarships	9	-	11	-	-	-	11

(continued)

EXHIBIT 2

Expenses								
Salary and Benefits	Operational Costs	Donations	Membership Conferences	Services	Total Expenses	Transfers	Net Assets End of Year	
\$ 534,166	\$ 142,315	\$ -	\$ (26,737)	\$ 93,060	\$ 742,804	\$ 288,049		
270,590	84,044	-	7,558	118,624	480,816	450,230		
700,072	306,576	120,815	114,609	224,667	1,466,739	1,292,988		
738,943	138,148	433,825	4,985	244,319	1,560,220	(8,391,099)		
470,097	141,943	135,000	57,182	23,744	827,966	777,870		
792,688	227,187	100,354	111,581	1,388	1,233,198	1,096,046		
109,267	11,702	-	500	1,338	122,807	122,807		
323,143	67,280	370,000	18,639	28,635	807,697	763,354		
3,938,966	1,119,195	1,159,994	288,317	735,775	7,242,247	(3,599,755)	\$ 24,499,602	
-	-	-	-	-	-	(10)	-	
-	-	-	-	-	-	-	99	
-	-	-	-	-	-	-	705	
-	-	-	-	-	-	(86,231)	-	
-	-	-	-	-	-	51,481	756,889	
-	-	-	-	-	-	15,000	350,067	
-	-	-	-	-	-	(9,776)	23,880	
-	-	-	-	-	-	-	315	
-	-	-	-	-	-	1,481,575	10,629,714	
-	-	-	-	-	-	-	23	
-	-	-	-	-	-	(22,439)	15,374	
-	-	-	-	-	-	(36,663)	224	
-	-	-	-	-	-	(38)	-	
-	-	-	-	-	-	-	2,337	
-	-	-	-	-	-	2,259,624	-	
-	-	-	-	-	-	(57)	-	
-	-	-	-	-	-	-	182	
-	-	-	-	-	-	(5,000)	154,081	
-	-	-	-	-	-	-	1,960	
-	-	-	-	-	-	(1,705)	-	
-	-	-	-	-	-	-	89	
-	-	-	-	-	-	(33,659)	292,071	
-	-	-	-	-	-	-	115,417	
-	-	-	-	-	-	(1,177)	37,295	
-	-	-	-	-	-	1,807,685	-	
-	-	-	-	-	-	(482,419)	-	
-	-	-	-	-	-	-	2	
-	-	-	-	-	-	-	3	
-	-	-	-	-	-	-	31,899	
-	-	-	-	-	-	(134)	-	
-	-	-	-	-	-	-	187	
-	-	-	-	-	-	-	1,461	
-	-	-	-	-	-	-	166,524	
-	-	-	-	-	-	-	4,476	
-	-	-	-	-	-	-	1,648	
-	-	-	-	-	-	8,810	8,810	
-	-	-	-	-	-	-	43,460	
-	-	-	-	-	-	-	420	
-	-	-	-	-	-	-	574	
-	-	-	-	-	-	(108,730)	-	
-	-	-	-	-	-	-	341	
-	-	-	-	-	-	-	15	
-	-	-	-	-	-	-	7	
-	-	-	-	-	-	(1,314)	-	
-	-	-	-	-	-	(53)	-	
-	-	-	-	-	-	(19,434)	11,030	
-	-	-	-	-	-	-	25	
-	-	-	-	-	-	-	3,493	
-	-	-	-	-	-	-	293	
-	-	-	-	-	-	-	1,011	
-	-	-	-	-	-	-	137	
-	-	-	-	-	-	-	253	
-	-	-	-	-	-	(317)	-	
-	-	-	-	-	-	-	20	

(continued)

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Changes in Net Assets Without Donor Restrictions

Year Ended June 30, 2024

	Net Assets Beginning of Year	Revenues, Gain or Other Support						Total Revenues, Gains, and Other Support
		Contributions	Interest and Investment Income	Workshops and Tuition	Rental and Other Services	Related Services	Other	
Schools Sustainability	\$ 36,121	\$ 250	\$ 1,170	\$ -	\$ -	\$ -	\$ -	\$ 1,420
Schools Teacher Awards	326	-	109	-	-	-	-	109
Scripture Scholarships	7	-	8	-	-	-	-	8
Special Donations & Subsidies	-	-	1	-	-	-	-	1
SPRED Program	418	-	455	-	-	-	-	455
Strasel Endowment Fund	17	-	2	-	-	-	-	2
SVSU Ministry	118	-	5	-	-	-	-	5
Tribunal	-	-	14	-	-	-	-	14
Walking with Moms	58	-	163	-	-	-	-	163
World Youth Day	2,792	-	-	-	-	-	-	-
Youth Encounter Saginaw	7	-	3	-	-	-	-	3
Youth Event	4,812	-	714	-	-	-	-	714
Total Management Designated	4,257,975	3,530,464	100,622	-	-	301	-	3,631,387
Total Net Assets Without Donor Restrictions	\$ 26,833,761	\$ 3,667,246	\$ 3,136,148	\$ 151,381	\$ 424,526	\$ 994	\$ 9,016,910	\$ 16,397,205

See independent auditors' report on supplementary information.

EXHIBIT 2

Expenses							
Salary and Benefits	Operational Costs	Donations	Membership Conferences	Services	Total Expenses	Transfers	Net Assets End of Year
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (37,541)	\$ -
-	-	-	-	-	-	-	435
-	-	-	-	-	-	-	15
-	-	-	-	-	-	-	1
-	-	-	-	-	-	-	873
-	-	-	-	-	-	(19)	-
-	-	-	-	-	-	(123)	-
-	-	-	-	-	-	-	14
-	-	-	-	-	-	(130)	91
-	-	-	-	-	-	(2,792)	-
-	-	-	-	-	-	-	10
-	-	-	-	-	-	-	5,526
-	-	-	-	-	-	4,774,414	12,663,776
\$ 3,938,966	\$ 1,119,195	\$ 1,159,994	\$ 288,317	\$ 735,775	\$ 7,242,247	\$ 1,174,659	\$ 37,163,378

See independent auditors' report on supplementary information.

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Changes in Net Assets With Donor Restrictions

Year Ended June 30, 2025

Trusts	Revenues, Gains, and Other Support					Net Assets With Donor Restrictions End of Year
	Net Assets With Donor Restrictions at Beginning of Year	Contributions	Interest Income	Total Revenues, Gains, and Other Support	Inter-Fund Transfers	
Berberovich Scholarship Fund	\$ 19,587	\$ -	\$ -	\$ -	\$ -	\$ 19,587
Kozak Trust	29,066	6,975	-	6,975	(26,421)	9,620
Bishop Carlson Seminarian Fund	1,680,702	108,055	-	108,055	(6,097)	1,782,660
Total Trusts	1,729,355	115,030	-	115,030	(32,518)	1,811,867
Administration - General	-	10	-	10	(10)	-
Adoration Sisters	1,214	-	-	-	-	1,214
Bishop's Charity Fund	-	300	-	300	(300)	-
Black and Native American Grant	9,882	1,500	-	1,500	-	11,382
Campus Ministry	2,500	-	-	-	(2,500)	-
Cathedral Clinic	-	10,606	-	10,606	(10,606)	-
Cathedral Maintenance Fund	52,165	99,207	-	99,207	(99,207)	52,165
Cathedral Support	-	50	-	50	(50)	-
Cathedral Vestments	4,360	-	-	-	-	4,360
Catholic Family Service	-	20	-	20	(20)	-
Catholic Education Fund	112,604	75	-	75	91,431	204,110
Catholic Heritage Museum	23,974	-	-	-	-	23,974
Catholic Schools	-	66,995	-	66,995	(2,050)	64,945
CCFMM Donations Fund	9,250	278,596	-	278,596	(277,075)	10,771
CFM-Chapel Fund	22,610	-	-	-	-	22,610
Christian Service - General	-	250	-	250	(250)	-
CMU Ministry Fund	-	5,000	-	5,000	-	5,000
Development	50	330	-	330	-	380
Facilities and Construction Services	50	-	-	-	(50)	-
Grief Ministry	-	798	-	798	-	798
Hispanic and Multicultural Ministry	250	-	-	-	(250)	-
Lay Ministry Fund	-	250	-	250	5,099	5,349
Lay Ministry Assembly	1,742	-	-	-	-	1,742
Legacies	102,755	-	-	-	-	102,755
Little Books Donation Fund	1,648,635	650,000	-	650,000	(590,220)	1,708,415
Liturgical Assistance or Training	20	-	-	-	(20)	-
Marriage and Family Ministry	15	30	-	30	(45)	-
Masses - Live Stream & Televised	-	60	-	60	(60)	-
Migrant Assistance Fund	39,652	9,155	-	9,155	(4,735)	44,072
Missions, CRS and CHD	584,057	72,873	-	72,873	(53,348)	603,582
Mother Teresa	11,025	5,950	-	5,950	(16,975)	-
NCC Chapel Fund	12,250	-	-	-	-	12,250
Parish Mission Projects	9,435	-	-	-	-	9,435
Parish Support	1,059	853	-	853	-	1,912
Pastoral & Finance Council						
Leadership Training	500	-	-	-	(500)	-
Poor Parish Fund	-	-	-	-	120	120
Priest Continuing Education Fund	56,563	-	-	-	26,106	82,669
Priest & Religious Retirement and Seminarian & Religious Education	-	-	-	-	27,833	27,833
Rachael Vineyard Scholarship Fund	1,300	1,687	-	1,687	-	2,987
Religious Ed/Children of Special Needs	42,218	-	-	-	-	42,218
Religious Liberty Fund	7,138	-	-	-	-	7,138
Religious Vocations & Support	-	-	-	-	-	-
Respect Life Initiatives	-	100	-	100	-	100
Rural School Tuition Assistance	24,260	-	-	-	-	24,260
School Internship	15,000	-	-	-	(3,000)	12,000
Schools Certification/PD	27,640	-	-	-	(5,832)	21,808

(continued)

See independent auditors' report on supplementary information.

CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION

Schedule of Changes in Net Assets With Donor Restrictions

Year Ended June 30, 2025

Trusts	Revenues, Gains, and Other Support					Net Assets With Donor Restrictions End of Year
	Net Assets With Donor Restrictions at Beginning of Year	Contributions	Interest Income	Total Revenues, Gains, and Other Support	Inter-Fund Transfers	
Schools Grant Fund	\$ -	\$ 350	\$ -	\$ 350	\$ -	\$ 350
Schools Scholarships	519	-	-	-	-	519
Schools Sustainability	-	8,337	-	8,337	(8,337)	-
Schools Teacher Awards	3,159	-	-	-	394	3,553
Scripture Scholarships	386	-	-	-	-	386
Special Donations and Subsidies	-	5,000	-	5,000	-	5,000
SPRED Program	21,022	-	-	-	-	21,022
Strasel Endowment	-	-	-	-	631	631
SVSU Ministry	-	2,500	-	2,500	(2,500)	-
Tribunal	1,500	-	-	-	-	1,500
Vocation Ministry Fund	6,719	2,430	-	2,430	(7,862)	1,287
Walking with Moms	7,132	12,199	-	12,199	(16,966)	2,365
Youth Encounter Saginaw	-	-	-	-	-	-
Youth Event	32,930	-	-	-	(4,100)	28,830
Youth, Young Adult, & Campus Ministry	-	-	-	-	-	-
	<u>\$ 4,626,895</u>	<u>\$ 1,350,541</u>	<u>\$ -</u>	<u>\$ 1,350,541</u>	<u>\$ (987,772)</u>	<u>\$ 4,989,664</u>

See independent auditors' report on supplementary information.

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Changes in Net Assets With Donor Restrictions

Year Ended June 30, 2024

Trusts	Revenues, Gains, and Other Support					Net Assets With Donor Restrictions End of Year
	Net Assets With Donor Restrictions at Beginning of Year	Contributions	Interest Income	Total Revenues, Gains, and Other Support	Inter-Fund Transfers	
Berberovich Scholarship Fund	\$ 19,587	\$ -	\$ -	\$ -	\$ -	\$ 19,587
Kozak Trust	43,931	-	-	-	(14,865)	29,066
Bishop Carlson Seminarian Fund	1,659,707	58,587	-	58,587	(37,592)	1,680,702
Total Trusts	1,723,225	58,587	-	58,587	(52,457)	1,729,355
Administration - General	300	-	-	-	(300)	-
Adoration Sisters	1,214	-	-	-	-	1,214
Bishop's Charity Fund	-	200	-	200	(200)	-
Black and Native American Grant	7,882	3,500	-	3,500	(1,500)	9,882
Campus Ministry	-	2,500	-	2,500	-	2,500
Cathedral Clinic	-	15,000	-	15,000	(15,000)	-
Cathedral Maintenance Fund	52,165	-	-	-	-	52,165
Cathedral Support	1,400	20	-	20	(1,420)	-
Cathedral Vestments	4,360	-	-	-	-	4,360
Catholic Education Fund	13,346	250	-	250	99,008	112,604
Catholic Heritage Museum	23,974	-	-	-	-	23,974
Catholic Schools	382	-	-	-	(382)	-
CCFMM Donations Fund	-	278,282	-	278,282	(269,032)	9,250
CFM-Chapel Fund	22,610	-	-	-	-	22,610
Christian Service - General	-	270	-	270	(270)	-
Development	-	50	-	50	-	50
Facilities and Construction Services	50	-	-	-	-	50
Hispanic and Multicultural Ministry	-	250	-	250	-	250
Lay Ministry Fund	2,248	40	-	40	(2,288)	-
Lay Ministry Assembly	2,602	-	-	-	(860)	1,742
Legacies	-	103,755	-	103,755	(1,000)	102,755
Little Books Donation Fund	2,235,052	50,000	-	50,000	(636,417)	1,648,635
Liturgical Assistance or Training	-	20	-	20	-	20
Marriage and Family Ministry	-	15	-	15	-	15
Masses - Live Stream & Televised	-	120	-	120	(120)	-
Migrant Assistance Fund	34,542	8,275	-	8,275	(3,165)	39,652
Missions, CRS and CHD	589,846	69,818	-	69,818	(75,607)	584,057
Mother Teresa	9,032	8,311	-	8,311	(6,318)	11,025
NCC Chapel Fund	20,000	-	-	-	(7,750)	12,250
Parish Mission Projects	9,435	-	-	-	-	9,435
Parish Support	-	1,059	-	1,059	-	1,059
Pastoral & Finance Council	-	-	-	-	-	-
Leadership Training	-	500	-	500	-	500
Pfaff Fund	30,886	-	-	-	(30,886)	-
Priest Continuing Education Fund	62,742	-	-	-	(6,179)	56,563
Rachael Vineyard Scholarship Fund	1,150	150	-	150	-	1,300
Religious Ed/Children of Special Needs	42,218	-	-	-	-	42,218
Religious Liberty Fund	7,138	-	-	-	-	7,138
Religious Vocations & Support	-	-	-	-	-	-
Rural School Tuition Assistance	24,260	-	-	-	-	24,260
School Internship	-	-	-	-	15,000	15,000
Schools Certification/PD	-	-	-	-	27,640	27,640
Schools Scholarships	469	50	-	50	-	519
Schools Sustainability	172,102	14,148	-	14,148	(186,250)	-
Schools Teacher Awards	2,997	-	-	-	162	3,159
Scripture Scholarships	386	-	-	-	-	386
Special Donations and Subsidies	-	-	-	-	-	-
SPRED Program	20,897	125	-	125	-	21,022
Strasel Endowment	523	-	-	-	(523)	-

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**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Changes in Net Assets With Donor Restrictions

Year Ended June 30, 2024

Trusts	Revenues, Gains, and Other Support					Net Assets With Donor Restrictions End of Year
	Net Assets With Donor Restrictions at Beginning of Year	Contributions	Interest Income	Total Revenues, Gains, and Other Support	Inter-Fund Transfers	
SVSU Ministry	\$ 1,837	\$ -	\$ -	\$ -	\$ (1,837)	\$ -
Tribunal	-	1,500	-	1,500	-	1,500
Vocation Ministry Fund	6,000	2,689	-	2,689	(1,970)	6,719
Walking with Moms	7,396	13,474	-	13,474	(13,738)	7,132
Youth Encounter Saginaw	975	-	-	-	(975)	-
Youth Event	32,930	-	-	-	-	32,930
Youth, Young Adult, & Campus Ministry	25	-	-	-	(25)	-
	<u>\$ 5,168,596</u>	<u>\$ 632,958</u>	<u>\$ -</u>	<u>\$ 632,958</u>	<u>\$ (1,174,659)</u>	<u>\$ 4,626,895</u>

See independent auditors' report on supplementary information.

**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Donations and Distributions from Special Events

Year Ended June 30, 2025

Apostolic Nunciature-Peter's Pence/Canon 1271	\$ 40,000
Auburn Area Catholic School	508
Ave Maria Radio	11,500
Bay Area Catholic Schools	892,595
Black & Indian Mission	15,000
Catholic Community Foundation of Mid-Michigan	3,000
Catholic Family Service	200,020
Catholic Media Association	217
Catholic Rural Life	2,100
Commissariat of the Holy Land	10,000
Emmaus House	7,000
It's All About the Cross Ministries	5,300
Migrant Donations & Goodwill	4,359
Miscellaneous Donations & Other Acts of Goodwill	2,423
Mother Teresa Donations	18,181
MyMichigan Medical Center Saginaw Foundation	1,500
National Catholic Bioethics Center	250
National Committee for a Human Life Amendment	2,380
Nativity of the Lord Parish	1,574
Operation Rice Bowl Grants	
*Assumption of the Blessed Virgin Mary Parish of Midland	500
*Center of Hope Food Pantry	1,000
*Chesaning Area Emergency Relief	1,000
*Community Compassion Network	1,000
*Cros-Lex Project Blessing	1,000
*First Presbyterian Church Food Pantry	1,000
*Holy Family Parish of Sandusky	1,000
*Home To Stay Housing Assistance Center	1,500
*Our Lady Consolata Parish of Cass City	1,000
*Our Lady of Czestochowa Parish of Bay City	800
*Our Lady of Perpetual Help Parish of Caseville	2,000
*Rosebush Emergency Assist Pantry	1,000
*Sacred Heart Mission for Gladwin County	1,700
*St. Agnes Parish of Freeland	500
*St. Christopher Food Pantry	1,513
*St. Dominic Parish of Saginaw	1,000
*St. Elizabeth of Hungary Parish of Reese	1,000
*St. Francis de Sales Parish of Bridgeport	500

(continued)

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**CATHOLIC DIOCESE OF SAGINAW
CENTRALIZED PROGRAMS AND ADMINISTRATION**

Schedule of Donations and Distributions from Special Events

Year Ended June 30, 2025

*St. John Paul II Parish of Carrollton	\$ 1,000
*St. Joseph Parish of Saginaw	600
*St. Mark Parish of AuGres	1,000
*St. Paul's Episcopal Church Feeding Ministry	1,525
*St. Vincent de Paul Bay City	1,000
*Vassar Food Pantry	1,500
Pontifical North American College	4,000
Reach the Forgotten	2,000
Rescue Ministries of Mid-Michigan	5,000
Right to Life of Michigan Educational Fund	5,000
Scholarships	2,780
St. Brigid of Kildare Parish	2,000
St. Elizabeth of Hungary Parish of Reese School	150,000
St. Mary Cathedral	120,000
St. Mary University Parish, Mt. Pleasant	150,000
Toni and Trish House	500
USCCB-Catholic Communications Campaign	4,250
USCCB-Catholic Home Missions	7,000
USCCB-Church in Africa	3,800
USCCB-Church in Latin America	7,500
Walking with Moms Donations	16,966
Total	\$ 1,724,341

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