ARCHDIOCESE OF LOUISVILLE (PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINED FINANCIAL STATEMENTS

AND

SUPPLEMENTARY INFORMATION

JUNE 30, 2026 AND 2025

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

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REPORT OF INDEPENDENT AUDITORS

Archbishop Shelton Fabre and Finance Council
Archdiocese of Louisville (Pastoral Center and Certain Entities)
Louisville, KY

Report on the Audit of Combined Financial Statements

Opinion

We have audited the accompanying combined financial statements of Archdiocese of Louisville (Pastoral Center and Certain Entities) (the "Archdiocese"), a nonprofit organization, which comprise the combined statements of financial position as of June 30, 2026 and 2025, 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 combined financial statements referred to above present fairly, in all material respects, the financial position of the Archdiocese as of June 30, 2026 and 2025, 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Archdiocese 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 audit opinion.

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 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 Archdiocese's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the 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 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 substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the combined financial statements.

In performing an audit in accordance with 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 combined financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Archdiocese'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 Archdiocese'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.

Archbishop Shelton Fabre and Finance Council
Archdiocese of Louisville (Pastoral Center and Certain Entities)
Louisville, KY

Supplementary Information

The combining statements of financial position and combining statements of activities and changes in net assets are presented for the purpose of additional analysis of the financial statements rather than to present the financial position and changes in net assets of the individual entities, and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the 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 financial statements as a whole.

Blue & Co., LLC

Louisville, Kentucky
November 2, 2026

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2026 AND 2025

ASSETS

	2026	2025
Cash and cash equivalents	$ 13,198,080	$ 7,543,712
Restricted cash	492,674	1,490,009
Investments	284,944,535	249,043,773
Accrued interest receivable on investments	398,114	578,622
Accounts receivable, net of allowance for doubtful accounts of $2,702,426 in 2026 and $2,717,413 in 2025	2,246,354	2,518,456
Inventories	89,868	98,868
Prepaid expenses and other current assets	168,879	445,724
Grants receivable	2,519,882	3,250,039
Pledges receivable	17,251	38,244
Beneficial interest in third-party trusts	3,324,142	2,828,392
Operating lease right-of-use assets, net	213,457	289,383
Property and equipment, net	20,362,394	20,378,494
Mausoleums, columbaria, and lots	5,589,596	5,695,004
Cemetery lot development costs	499,667	360,661
Notes receivable - parishes and other related parties, net of allowance for doubtful accounts of $1,632,895 in 2026 and 2025	3,265,461	2,627,046
Accrued interest receivable on notes receivable	261,236	262,533
Total assets	$ 337,591,590	$ 297,448,960

See accompanying notes to financial statements.

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2026 AND 2025

LIABILITIES AND NET ASSETS

	2026	2025
Liabilities		
Accounts payable	$ 2,608,712	$ 3,408,991
Accrued personnel expenses	1,490,300	1,332,058
Deferred revenue	3,190,831	3,162,787
Grants payable	6,060,000	945,000
Operating lease liabilities	213,457	289,383
Long-term debt	1,898,794	1,956,324
Deposits payable - parishes and other related parties	92,418,038	88,322,263
Total liabilities	107,880,132	99,416,806
Net assets without donor restrictions		
Expendable net assets	160,993,307	132,789,609
Invested in property and equipment	18,463,600	18,422,170
Board designated net assets	26,493,609	24,581,366
Regulatory restricted - perpetual care fund	11,874,715	11,091,134
Total net assets without donor restrictions	217,825,231	186,884,279
Net assets with donor restrictions		
Restricted by time or purpose	8,325,217	7,810,202
Restricted in perpetuity	3,561,010	3,337,673
Total net assets with donor restrictions	11,886,227	11,147,875
Total net assets	229,711,458	198,032,154
Total liabilities and net assets	$ 337,591,590	$ 297,448,960

See accompanying notes to financial statements.

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2026 AND 2025

	2026	2025
Changes in net assets without donor restrictions		
Support and revenues		
Donations, bequests, and grants	$ 36,348,613	$ 64,324,807
In-kind contributions	2,141,012	1,315,646
Parish assessments	10,937,499	10,382,100
Special collections	452,061	380,092
Burial sales, net	3,852,399	3,354,687
Catholic Services Appeal	4,668,888	4,518,354
Fee income	3,421,296	3,115,863
Program and activity income	573,220	230,974
Rental income	237,802	197,844
Advertising income	309,230	367,325
Investment income, net	6,762,208	5,187,331
Investment gains, net	28,352,875	21,728,208
Other income	2,303,088	69,142
Net assets released from restrictions	2,201,227	1,964,903
Total revenues, support, and gains	102,561,418	117,137,276
Expenses		
Salaries and wages	14,952,795	15,301,586
Employee benefits	4,064,284	4,119,493
Clergy retirement benefits	1,801,954	1,823,765
Mileage and expense allowance	511,749	582,642
Education	1,568,593	1,231,788
Rent	294,270	245,405
Office supplies and services	1,660,090	1,781,480
Plant and grounds expense	1,966,598	1,795,406
Auto	161,755	128,265
Public relations, donations, and grants	233,901	615,519
Advertising	220,983	264,979
Contract interpreters	1,070,981	1,288,253
Professional fees and services	1,856,381	2,053,632
Program and activities	3,578,242	2,140,591
Broadcasting and press	295,739	379,629
Archdiocesan support	391,006	338,657
Education grants	6,468,203	1,303,745
Cost of sales	633,024	661,302
Papal and national organizations	163,438	167,181
Other grants and direct aid	25,402,571	52,877,095
Other restricted expense payments	597,569	412,385
Interest expense	2,221,479	1,304,207
Depreciation expense	1,128,981	1,055,484
Credit loss expense	23,482	189,648
Miscellaneous expense	355,773	369,794
Total expenses	71,623,841	92,431,931
Gain (loss) on disposal of property and equipment	3,375	(23,127)
Change in net assets without donor restrictions	$ 30,940,952	$ 24,682,218

See accompanying notes to financial statements.

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
YEARS ENDED JUNE 30, 2026 AND 2025

	2026	2025
Changes in net assets with donor restrictions		
Net assets released from restrictions	$ (2,201,227)	$ (1,964,903)
Donations, bequests, and grants	2,342,634	2,817,472
Investment income, net	101,195	101,091
Increase in value of beneficial interest in third-party trusts	495,750	223,061
Change in net assets with donor restrictions	738,352	1,176,721
Change in net assets	31,679,304	25,858,939
Net assets, beginning of year	198,032,154	172,173,215
Net assets, end of year	$ 229,711,458	$ 198,032,154

See accompanying notes to financial statements.

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2026 AND 2025

	2026	2025
Operating activities		
Change in net assets	$ 31,679,304	$ 25,858,939
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation	1,128,981	1,055,484
Credit losses	23,482	189,648
(Gain) loss on disposal of property and equipment	(3,375)	23,127
Net realized gains and losses and unrealized gains and losses on investments	(28,352,875)	(21,728,208)
Increase in beneficial interest in third-party trusts	(495,750)	(223,061)
Contributions restricted for long-term purposes	(1,166)	(358,564)
Changes in assets and liabilities:		
Accrued interest receivable on investments	180,508	(80,693)
Accounts receivable	248,620	(91,876)
Inventories	9,000	60,882
Prepaid expenses and other current assets	276,845	(307,031)
Grants and other receivables	730,157	1,109,446
Pledges receivable	20,993	5,454
Mausoleums, columbaria, and lots	105,408	(657,024)
Cemetery lot development costs	(139,006)	734,812
Accrued interest receivable on notes receivable	1,297	(4,998)
Accounts payable	(800,279)	(670,198)
Accrued personnel expenses	158,242	(120,973)
Deferred revenue	28,044	612,408
Grants payable	5,115,000	(495,000)
Net cash flows from operating activities	9,913,430	4,912,574
Investing activities		
Purchases of property and equipment	(1,109,506)	(674,143)
Changes in investments	(7,547,887)	(3,486,488)
Issuance of notes receivable	(1,025,102)	(1,600,498)
Payments received on notes receivable	386,687	1,601,600
Net cash flows from investing activities	(9,295,808)	(4,159,529)
Financing activities		
Principal payments on notes payable	(57,530)	(43,676)
Deposits from parishes and others, net	4,095,775	1,964,062
Contributions restricted for investment in endowment	1,166	358,564
Net cash flows from financing activities	4,039,411	2,278,950
Net change in cash, restricted cash, and cash equivalents	4,657,033	3,031,995
Cash, restricted cash, and cash equivalents, beginning of year	9,033,721	6,001,726
Cash, restricted cash, and cash equivalents, end of year	$ 13,690,754	$ 9,033,721

See accompanying notes to financial statements.

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2026 AND 2025

	2026	2025
Reconciliation of cash, restricted cash, and cash equivalents		
Cash and cash equivalents	$ 13,198,080	$ 7,543,712
Restricted cash	492,674	1,490,009
Total	$ 13,690,754	$ 9,033,721
Supplemental disclosures of noncash operating and capital and related financing activities		
Cash paid for interest	$ 2,221,479	$ 1,304,207

See accompanying notes to financial statements.

1. NATURE OF ORGANIZATION

The Archdiocese of Louisville (Pastoral Center and Certain Entities) (the "Archdiocese") is a religious organization affiliated with the Roman Catholic Church. The Pastoral Center provides support for the administration of pastoral, vocational, educational, and other services to the parish communities of central Kentucky. The Pastoral Center derives its revenue mainly from donations, parish assessments, Catholic Services Appeal, and investment returns. The Pastoral Center also provides financing and investing services to various parishes and other organizations through the Deposit and Loan Fund. Catholic Cemeteries administers four of the cemeteries in the Archdiocese of Louisville. Catholic Charities of Louisville, Inc. ("Catholic Charities") administers the migration and refugee program, among other social service activities. Catholic Foundation of Louisville, Inc. (the "Foundation") administers funds for the following initiatives: Seminarian Education, Priest Retirement, Parish Assistance, Legacy Fund, Urban Parish Repair, Niemann Family Fund, Catholic Charities, and Catholic Cemeteries. The Foundation also maintains investments for various parishes that elect to invest through them.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed by the Archdiocese in the preparation of the combined financial statements (hereafter, the "financial statements") are summarized below:

Reporting Entity and Combination Policy

The financial statements include the accounts of the Pastoral Center, Deposit and Loan Fund, Catholic Cemeteries, the Foundation, and Catholic Charities, all of which are under common control. All significant intercompany accounts and transactions have been eliminated in combination.

The financial statements do not include the parishes, elementary schools, four Archdiocesan sponsored secondary schools, and Catholic institutions owned and operated by religious communities.

Financial Statement Presentation

The Financial Accounting Standards Board ("FASB") is the independent, private-sector organization that establishes accounting and financial reporting standards for public and private companies and not-for-profit organizations that follow accounting principles generally accepted in the United States of America ("GAAP"). The Archdiocese follows FASB accounting and financial reporting standards in the preparation of its financial statements.

Basis of Accounting

The Archdiocese prepares its financial statements using the accrual basis of accounting. Accrual accounting requires the recognition of revenues when its performance obligations are satisfied, and the recognition of expenses in the period in which they occur.

Management's Estimates

Management uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. Those estimates and assumptions affect the reported amounts of assets and liabilities and the reported support, revenues and expenses. Actual results could vary from the estimates that were used.

Net Assets

The Archdiocese has reported information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

- *Net Assets Without Donor Restrictions* are those that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Archdiocese. These net assets may be used at the discretion of the Archdiocese's management and the Finance Council.

  Net Assets Without Donor Restrictions include the following:

  - *Expendable Net Assets* – These net assets represent the portion of expendable funds available for support in the operations of the Archdiocese.

  - *Invested in Property and Equipment* – These net assets represent cumulative resources expended for property and equipment, less accumulated depreciation recorded on the property and equipment and net of related debt.

  - *Board Designated Net Assets* – These net assets represent funds without donor restrictions that are designated for specific purposes by the Archbishop. Although the Archbishop could release or revise the designations in the future, to the extent not externally restricted, there is no intent to do so.

  - *Regulatory Restricted – Perpetual Care Fund* – See notes 11 and 21.

- *Net Assets with Donor Restrictions* are subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature. Those restrictions will be met by actions of the Archdiocese or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

The Archdiocese recognizes contributions of cash and other assets as donor-restricted support when such gifts are accompanied by stipulations that limit the use of the donated resources. Upon fulfillment of the donor-imposed restrictions – whether through the passage of time or accomplishment of the specified purpose – these amounts are reclassified from net assets with donor restrictions to net assets without donor restrictions. The reclassification is reported in the statement of activities and changes in net assets as net assets released from restrictions.

Cash, Restricted Cash, and Cash Equivalents

Cash and cash equivalents include investments in highly liquid assets with maturity dates of 90 days or less when purchased. Restricted cash includes net assets with donor restrictions amounts not included in investments, third-party trusts, and pledges receivable.

Pledges Receivable

Pledges receivable represent amounts committed in support of Catholic Charities' Building a Brighter Future Campaign. Pledges expected to be collected within one year are recorded at the present value of their estimated cash flows.

The Archdiocese estimates an allowance for doubtful pledges receivable based on an evaluation of historical losses, current economic conditions, and other factors unique to the Archdiocese's donors. Allowance for uncollectible pledges at both June 30, 2026 and 2025 was $4,249.

Grants Receivable

Revenues from grants are recognized according to the specific grant agreements. The Archdiocese determines whether a grant is conditional on the basis of whether an agreement includes a barrier that must be overcome and either a right of return of assets transferred or a right of release of a grantor's obligation to transfer assets. Revenues from cost reimbursement and performance grants are recognized to the extent of project expenses incurred. Grants are subject to audit by the awarding agency. Based on prior experience, management believes that costs ultimately disallowed, if any, would not materially affect the Archdiocese's financial position. Certain restricted grant and contribution revenues received and earned within the same period are recorded as revenues without donor restrictions in the accompanying statements of

activities and changes in net assets. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met. Management has not recorded an allowance for uncollectible amounts, as all outstanding balances are expected to be fully collected.

Inventories

Inventories consist of monuments and supplies for Catholic Cemeteries as well as bus passes, gift cards, and housewares for Catholic Charities, and are valued at the lower of cost or net realizable value, with cost being determined on the first-in, first-out method.

Investments

Investments in equity securities with readily determinable fair value and all investments in debt securities are measured at fair market value in the statements of financial position. Investment income or loss, including unrealized gains and losses on securities, interest, and dividends is included in support and revenues of net assets without donor restrictions, unless the income is restricted by donor or law.

Net appreciation/depreciation on endowed fund investments, whose income is unrestricted as to use, is reported as net assets without donor restrictions. In cases where the donor has placed time or purpose restrictions on the use of the income from endowed gifts, net appreciation/depreciation is reported as part of net assets with donor restrictions until the restriction has been met.

Accounts Receivables, net

The Archdiocese extends credit to its customers and does not require collateral. The Archdiocese reduces the carrying amount of receivables by an allowance for credit losses that reflects the Archdiocese's best estimate of the amounts that will not be collected. Based on the Archdiocese's assessment of the customer's current creditworthiness, historical payment experience, and the age of outstanding receivables, the Archdiocese estimates the portion, if any, of the balance that will not be collected. See Note 4 within the combined financial statements for specific allowance for credit losses determined by management. The net accounts receivable balance as of July 1, 2024 was $2,611,979.

Beneficial Interest in Third-Party Trusts

The beneficial interest is stated at the fair value of the underlying investments held in third-party trusts, which is estimated to approximate the present value of future cash flows.

Property and Equipment

Property and equipment are recorded at cost. Property and equipment include expenditures for additions and repairs which substantially increase the useful lives of existing property and equipment. Maintenance, repairs, and minor improvements are expensed as incurred. The property and equipment are depreciated using the straight-line method over their estimated useful lives.

Archdiocese evaluates the recoverability of the carrying value of long-lived assets whenever events or circumstances indicate the carrying amount may not be recoverable. If a long-lived asset is tested for recoverability and the undiscounted estimate future cash flows expected to result from the use and eventual disposition of the asset is less than the carrying amount of the asset, the asset cost is adjusted to fair value and an impairment loss is recognized as the amount by which the carrying amount of a long-lived asset exceeds its fair value. Archdiocese did not recognize a loss on impairment of property and equipment for the years ended June 30, 2026 and 2025, respectively.

Cemetery Lot Development Costs

Lot development costs represent actual costs incurred in development of mausoleums, columbaria, and gravesites which are in the process of being completed.

Mausoleums, Columbaria, and Lots

Mausoleums, columbaria, and lots represent completed burial sites. As burial sites are sold, an allocated portion of the actual costs are expenses through cost of sales.

Advertising and Marketing Costs

Advertising and marketing costs are charged to operations when incurred. Advertising and marketing costs charged to operations were $220,983 and $264,979 for 2026 and 2025 , respectively, and are included in advertising expenses in the combined statements of activities and changes in net assets.

Deferred Revenue

Deferred revenue consists mainly of prepaid interments and lot maintenance fees, as well as advances on grants. Revenues are reported in the fiscal year in which they are earned. The deferred revenue balance as of July 1, 2024 was $2,549,901.

Collections Payable

Collections payable represent special collections conducted by parishes throughout the Archdiocese to meet particular pastoral needs. The Archdiocese remits these collections to local and national charitable organizations on behalf of the parishes. This balance is included within accounts payable on the statements of financial position.

Donated Goods and Services

Donated materials and equipment are shown as gifts, valued at their estimated fair value at the date of receipt. Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Archdiocese. A large number of volunteers have given significant amounts of their time for the operation of the Archdiocese throughout the years June 30, 2026 and 2025 that are not recognized as contributions in the financial statements since the recognition criteria were not met.

Revenue Recognition

The Archdiocese generates the majority of its revenue from Catholic Services Appeal, parish assessment revenue, contributions, investment income, and cost-reimbursement grants. Catholic Services Appeal, parish assessment revenue, contributions, and investment income are outside the scope of Accounting Standards Codification ("ASC") Topic 606 (Revenue from Contract with Customers) and are recognized when cash, securities, or other assets are received; when an unconditional promise to give is made; or upon notification of a beneficial interest. Conditional promises to give – those subject to measurable performance barriers or a right of return – are not recognized until the conditions are substantially met. See Note 16 for further description of parish assessment revenue.

A portion of Catholic Charities' revenue is derived from cost-reimbursable federal and state contracts and grants. These agreements are contingent upon the fulfillment of specific performance obligations and/or the incurrence of allowable, qualifying expenditures. Revenue from such grants is recognized in the period in which the related expenditures are incurred, in accordance with the terms of the grant or contract. Revenue based on contractually agreed-upon rates is recognized as services are rendered.

Catholic Charities' also derives a portion of its revenue from fee income. Charities recognizes revenue from fee-based services when the underlying services are rendered, and collectibility is reasonably assured. Language Services revenue is recognized at the time interpretation or translation services are delivered, based on established fee schedules. These services typically generate surplus revenue that supports the broader mission of the Archdiocese. Immigration

Legal Services revenue is recognized upon completion of legal consultations or filings, in accordance with Catholic Legal Immigration Network, Inc. guidelines.

Catholic Cemeteries' revenue is generated through the sale of cemetery interment rights (primarily grave sites, lawn crypts, mausoleum spaces, and niches), merchandise, and services. Cemetery services and products are provided on both an at-need and pre-need basis.

Cemetery arrangements sold at the time of death are referred to as at-need cemetery contracts. The performance obligations on these at-need contracts for cemetery property, merchandise, and services are distinct. The performance obligations from the time of death to the disposition of the remains include delivering cemetery property, unearthing the ground, interring remains, and installing merchandise on the cemetery grounds. Each item on the contract is recognized as a distinct good or service. The performance obligation is satisfied and revenue is recognized on the purchase date of the interment right, on the date of the cemetery service, and on the date of delivery of the merchandise. Payment is due at or before time of transfer.

Cemetery arrangements sold prior to death occurring are referred to as pre-need cemetery contracts. For pre-need cemetery interment rights, the performance obligation is the sale of the interment right and revenue is recognized at the time the contract is signed. Control of cemetery interment rights is transferred to the customer upon execution of the contract as customers select a specific location and space for their interment right, restricting the transfer of the contracted cemetery property. The interment right is deeded to the customer when the contract is paid in full. For pre-need cemetery merchandise and service, the performance obligation occurs at the time of need (when death occurs) and revenue is recognized on the date of delivery of merchandise or performance of service. Merchandise and services on pre-need contracts are not provided prior to the time of death. The performance obligation for pre-need cemetery merchandise and service is similar to the elements of the performance obligation of at-need cemetery merchandise and service.

Income Taxes

The Archdiocese is organized as a not-for-profit corporation under Section 501(c)(3) of the United States Internal Revenue Code, and therefore, no provision for federal or state income taxes has been recorded.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Archdiocese and recognize a tax liability if the organization has taken an uncertain position that more likely than not would not be sustained upon examination by various federal and state taxing authorities. Management has analyzed the tax positions taken by the Archdiocese, and has concluded that as of June 30, 2026 and 2025, there are no uncertain positions taken or expected to be taken that would require recognition of a

liability or disclosure in the accompanying financial statements. Archdiocese is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

Going Concern Evaluations

Management evaluates whether there are conditions or events that raise substantial doubt about the entity's ability to continue as a going concern for a period of one year from the date the financial statements were available to be issued.

Reclassifications

Certain 2025 amounts have been reclassified to provide for consistency with reporting of 2026 information. These reclassifications have no effect on the previously reported total change in net assets or net assets.

Subsequent Events

The Archdiocese has evaluated events or transactions occurring subsequent to the combined statement of financial position date for recognition and disclosure in the accompanying combined financial statements through the date the financial statements are available to be issued, which is November 2, 2026.

3. INVESTMENTS

Investments consist of the following as of June 30, 2026 and 2025:

	2026	2025
Cash and cash equivalents	$ 3,733,591	$ 2,793,716
Certificates of deposit	428,332	-0-
Money market funds	8,370,655	5,283,923
Common stocks	23,946,766	44,724,041
Preferred stocks	2,101,413	-0-
Corporate bonds	3,242,517	4,655,726
Treasury bonds	996,731	970,691
Mutual funds	152,611,879	135,266,934
Equity exchange traded funds	35,646,792	29,634,367
Agency bonds	323,473	270,696
Convertible bonds	-0-	186,872
Private investment fund	53,542,386	25,256,807
	$ 284,944,535	$ 249,043,773

Fair Value Measurements and Disclosures

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) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described as follows:

- Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Archdiocese has the ability to access.

- Level 2: Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

- Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's 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 measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2026 and 2025.

- *Money market funds*: Generally transact subscription and redemption activity at a $1 stable net asset value (NAV). However, on a daily basis the funds are valued at their daily NAV calculated using the amortized cost of the securities held in the fund

- *Common stocks and preferred stocks*: Valued at the closing price reported on the active market on which the individual securities are traded.

- *Corporate bonds*: Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings.

- *Treasury bonds*: Valued using pricing models that prioritize observable inputs from actively traded government securities. This includes basing value on yields currently available on comparable U.S. Treasury instruments with similar maturities, reflecting market-based interest rates and liquidity characteristics.

- *Mutual funds*: Valued at the daily closing price as reported by the fund. Mutual funds held by the Archdiocese are open-end mutual funds that are registered with the Securities and Exchange Commission. These funds are required to publish their daily NAV and to transact at that price. The mutual funds held by the Archdiocese are deemed to be actively traded.

- *Exchange-traded funds (ETFs):* Valued at the closing price on the active exchange on which the individual securities are traded. Unlike mutual funds, ETFs trade like common stocks and are not required to publish and transact their daily NAV. The ETFs held by the Archdiocese are deemed to be actively traded.

- *Agency bonds*: Valued using pricing models that emphasize observable market inputs from securities issued by U.S. government-sponsored enterprises (GSEs) or federal agencies. This includes basing value on yields currently available on comparable agency securities with similar structures, maturities, and credit characteristics, reflecting prevailing market conditions and liquidity.

- *Convertible bonds:* Valued using pricing models that incorporate the value of the underlying debt and the embedded option to convert into equity. This includes basing value on observable market inputs such as the issuer's stock price, stock price volatility, interest rates, and credit spreads, considering contractual terms and reflecting prevailing market conditions and liquidity.

- *Private investment funds*: valued using pricing models that incorporate observable inputs where available, supplemented by unobservable inputs when necessary. This includes basing value on reported net asset values (NAVs) provided by fund managers, which reflect the estimated fair value of underlying investments, adjusted for market conditions, liquidity, and the fund's specific valuation policies.

- *Beneficial interest in third-party trusts*: Valued at the present value of the estimated future cash flows expected to be received.

Assets and liabilities measured at fair value on a recurring basis as of June 30, 2026 are as follows:

	Level 1	Level 2	Level 3	Total
Money market funds	$ -0-	$ 8,370,655	$ -0-	$ 8,370,655
Corporate bonds	-0-	3,242,517	-0-	3,242,517
Treasury bonds	-0-	996,731	-0-	996,731
Agency bonds	-0-	323,473	-0-	323,473
Private investment fund	-0-	-0-	53,542,386	53,542,386
Exchange traded funds	35,646,792	-0-	-0-	35,646,792
Preferred stocks	2,101,413	-0-	-0-	2,101,413
Common stocks	23,946,766	-0-	-0-	23,946,766
Mutual funds				
Diversified emerging markets	10,208,463	-0-	-0-	10,208,463
Foreign large blend	18,045,942	-0-	-0-	18,045,942
Foreign large growth	640,383	-0-	-0-	640,383
Global real estate	6,335,427	-0-	-0-	6,335,427
High yield bond	310,566	-0-	-0-	310,566
Infrastructure	7,440,079	-0-	-0-	7,440,079
Intermediate core bond	3,201,054	-0-	-0-	3,201,054
Intermediate core-plus bond	31,162,471	-0-	-0-	31,162,471
Large blend	72,368,827	-0-	-0-	72,368,827
Large growth	376,740	-0-	-0-	376,740
Large value	735,784	-0-	-0-	735,784
Mid-cap value	94,262	-0-	-0-	94,262
Nontraditional bond	600,218	-0-	-0-	600,218
Short-term bond	983,938	-0-	-0-	983,938
Small growth	107,725	-0-	-0-	107,725
Total mutual funds	152,611,879	-0-	-0-	152,611,879
Beneficial interest in third-party trusts	-0-	-0-	3,324,142	3,324,142
Total assets at fair value	$ 214,306,850	$ 12,933,376	$ 56,866,528	$ 284,106,754
Cash and cash equivalents				3,733,591
Accrued interest receivable				398,114
Certificates of deposit				428,332
				$ 288,666,791

Assets and liabilities measured at fair value on a recurring basis as of June 30, 2025 are as follows:

	Level 1	Level 2	Level 3	Total
Money market funds	$ -0-	$ 5,283,923	$ -0-	$ 5,283,923
Corporate bonds	-0-	4,655,726	-0-	4,655,726
Treasury bonds	-0-	970,691	-0-	970,691
Agency bonds	-0-	270,696	-0-	270,696
Convertible bonds	-0-	186,872	-0-	186,872
Private investment fund	-0-	-0-	25,256,807	25,256,807
Exchange traded funds	29,634,367	-0-	-0-	29,634,367
Common stocks	44,724,041	-0-	-0-	44,724,041
Mutual funds				
Diversified emerging markets	524,380	-0-	-0-	524,380
Foreign large growth	531,203	-0-	-0-	531,203
High yield bond	221,119	-0-	-0-	221,119
Intermediate core bond	2,960,389	-0-	-0-	2,960,389
Intermediate core-plus bond	32,810,403	-0-	-0-	32,810,403
Large blend	74,008,233	-0-	-0-	74,008,233
Large growth	447,915	-0-	-0-	447,915
Large value	719,538	-0-	-0-	719,538
Mid blend	21,463,792	-0-	-0-	21,463,792
Mid-cap value	250,042	-0-	-0-	250,042
Nontraditional bond	415,407	-0-	-0-	415,407
Short-term bond	673,559	-0-	-0-	673,559
Small growth	240,954	-0-	-0-	240,954
Total mutual funds	135,266,934	-0-	-0-	135,266,934
Beneficial interest in third-party trusts	-0-	-0-	2,828,392	2,828,392
Total assets at fair value	$ 209,625,342	$ 11,367,908	$ 28,085,199	249,078,449
Cash and cash equivalents				2,793,716
Accrued interest receivable				578,622
				$ 252,450,787

The national and world-wide investment market conditions can be volatile. Investments are exposed to various risks such as interest rate, market, and credit. Due to the level of risk associated with these securities and the level of uncertainty related to changes in value, it is at least reasonable possible that changes in the various risk factors will occur in the near term that could materially affect the amounts reported in the accompanying financial statements. The Archdiocese's management is currently unable to determine the effect, if any, the decline in the market conditions may ultimately have on the Archdiocese's investment portfolio and ability to fund certain projects.

The following table reconciles the beginning of year and year end balances of the level 3 assets for the years ended June 30, 2026 and 2025, respectively.

	Beneficial interest in third-party trust	Private investment fund
Balance, June 30, 2024	$ 2,605,331	$ 23,761,672
Distributions	(78,568)	(2,705,209)
Realized and unrealized gains (loss	301,629	4,200,344
Balance, June 30, 2025	2,828,392	25,256,807
Balance, June 30, 2025	2,828,392	25,256,807
Distributions	(87,198)	(199,113)
Contributions	-0-	22,500,000
Realized and unrealized gains (loss	582,948	5,984,692
Balance, June 30, 2026	$ 3,324,142	$ 53,542,386

4. ACCOUNTS RECEIVABLE

The Archdiocese estimates an allowance for credit losses based on historical experience, the current economic environment, and management's expectations of future economic conditions based on reasonable and supportable forecasts. The Archdiocese also applies adjustments for specific factors and current economic conditions, as needed, at each reporting date.

Management utilizes aging schedules for estimating expected credit losses. In evaluating loss rates, accounts receivable are pooled into categories based on days past due. Significantly aged receivables are evaluated individually by credit worthiness and historical experiences. Account balances are written off against the allowance when management deems the amount is uncollectible.

The Archdiocese's accounts receivables and allowance for credit losses as of June 30, 2026 and 2025 was as follows:

	2026	2025
Accounts receivable	4,948,780	$ 5,235,869
Less: allowance for credit losses	(2,702,426)	(2,717,413)
Accounts receivable, net	$ 2,246,354	$ 2,518,456

The following table represents an analysis of the allowance for credit losses for the years ended June 30, 2026 and 2025:

	Beginning Balance	Charges (credits) to expense	Deductions	Ending Balance
Allowance for credit losses				
2025	$ 2,728,942	$ 189,648	$ (201,177)	$ 2,717,413
2026	2,717,413	23,482	(38,469)	$ 2,702,426

5. PLEDGES RECEIVABLE

Catholic Charities has a capital campaign for a new building and has received pledges in support of the new building from board members, related parties, and others:

Unconditional pledges receivable consist of the following at June 30, 2026 and 2025:

	2026	2025
Pledges receivable, beginning of year	$ 38,244	$ 47,947
Collections		
Others	(16,744)	(5,454)
Less: bad debt allowance	(4,249)	(4,249)
Accounts receivable, net	$ 17,251	$ 38,244

Net pledges receivable due:	
Less than one year	$ 4,500
One to five years	12,751
Total	$ 17,251

6. PROPERTY AND EQUIPMENT

A summary of property and equipment at June 30, 2026 and 2025 is as follows:

	2026	2025
Land and land improvements	$ 7,694,142	$ 7,608,813
Buildings	22,099,392	21,519,920
Automobiles	899,498	758,047
Furniture and equipment	5,755,735	5,517,969
	36,448,767	35,404,749
Less accumulated depreciation	(16,086,373)	(15,026,255)
	$ 20,362,394	$ 20,378,494

7. LEASES

The Archdiocese recognizes right-of-use ("ROU") assets and lease liabilities for leases with terms greater than 12 months or leases that contain a purchase option that is reasonably certain to be exercised. ROU assets represent the Archdiocese's right to use an underlying asset for the lease term and lease liabilities represent the Archdiocese's obligation to make lease payments arising from the lease. Leases are classified as either finance or operating leases. This classification dictates whether lease expense is recognized based on an effective interest method or on a straight-line basis over the term of the lease.

The Archdiocese has operating leases for various properties, such as warehouse and office space, expiring in various years through 2031. The interest rates used in determining the carrying value of lease liabilities are determined using the incremental borrowing rate based on the estimated rate of interest for collateralized borrowing. Leasing arrangements required fixed payments, and may also include an amount that is probable will be owed under residual value guarantees, if applicable. Lease payments also include payments related to purchase or termination options when the lessee is reasonably certain to exercise the option or is reasonably certain not to exercise the option, respectively.

The Archdiocese's lease agreements do not contain any material restrictive covenants. The leases have remaining terms of 1 to 5 years. Lease and nonlease components within any lease agreements the Archdiocese has are accounted for separately.

The components of the Organization's lease costs for the year ended June 30, 2026 and 2025 are as follows:

	2026	2025
Operating lease costs	$ 136,636	$ 193,714
Short-term lease costs	157,634	51,691
	$ 294,270	$ 245,405

The cost of property held under operating lease obligations at June 30, 2026 and 2025 is as follows:

	2026	2025
Right-of-use assets under operating leases	$ 454,758	$ 375,603
Less: accumulated depreciation	(241,301)	(86,220)
Right-of-use operating lease assets	$ 213,457	$ 289,383

Additional information regarding cash payments under the Organization's operating leases during 2026 and 2025, as well as the inputs used in determining the ROU assets and liabilities at June 30, 2026 and 2025 is as follows:

	2026	2025
Cash paid for amounts included in measurement of lease liabilities:		
Operating cash flows from operating leases	$ 136,636	$ 193,714
Weighted average remaining lease term - operating leases	2.87 years	1.67 years
Weighted average discount rate - operating leases	4.00%	4.06%

Future payments of operating lease liabilities as of June 30, 2026, are as follows:

Year ended June 30,	Operating leases
2027	$ 115,083
2028	36,000
2029	36,000
2030	36,000
2031	3,000
Total lease payments	226,083
Less imputed interest	(12,626)
Total lease payments	$ 213,457

8. BENEFICIAL INTEREST IN CHARITABLE TRUSTS

The Archdiocese is the beneficiary of certain funds held in five trusts.

Catholic Charities is an income beneficiary of three charitable trusts administered by third-party trustees. Two of these are irrevocable perpetual trusts and their net assets are permanently restricted in perpetuity.

The third trust is a term-limited charitable trust with assets held in trust for a 25-year period ending in October 2026. As such, its net assets are restricted by time. However, the income derived from this trust may be used at the discretion of management.

Combined distributions from the three charitable trusts totaled $61,669 and $54,309 for the years ended June 30, 2026 and 2025, respectively. The combined change in the value of the trusts resulted in an increase of $320,872 and $132,998 for the years then ended June 30, 2026 and 2025, respectively. These changes in trust value are reflected in the change in net assets within the statements of activities and changes in net assets.

The Archdiocese is a beneficiary and trustee of one irrevocable charitable trust. An asset has been recorded based on the fair value of the underlying assets as determined by the custodian. Income from the trust is remitted to an unrelated beneficiary for a period of twenty years, ending September 2028. After twenty years, the balance of the trust shall be transferred to the Archdiocese, without restrictions. The net change in value of the trust for the years ended June 30, 2026 and 2025 was an increase of $138,761 and $71,126, respectively, and is reflected in the change in net assets within the statements of activities and changes in net assets.

The Archdiocese is also a beneficiary of one charitable remainder uni-trust. The total estimated net present value of future cash flows from this trust as of June 30, 2026, assuming a 2.54% rate of return, is $554,912. The total estimated net present value of future cash flows from this trust as of June 30, 2025 assuming a 2.61% rate of return was $518,795. Distributions received from this trust for the years ended June 30, 2026 and 2025 were $25,529 and $24,259, respectively, and are restricted for seminarian education. The net change in value of the trust was an increase of $36,117 and $18,937 for the years ended June 30, 2026 and 2025, respectively, and is reflected in the change in net assets within the statements of activities and changes in net assets.

9. GRANTS RECEIVABLES

Grants receivables at June 30, 2026 and 2025, totaling $2,519,882 and $3,250,039, respectively, consist primarily of billings for reimbursements of allowable expenditures in the operations of various federal grant programs operated by Catholic Charities. No allowance for uncollectible

grants and other receivables has been recorded as management expects all reimbursements to be paid in full.

10. NOTES RECEIVABLES AND DEPOSITS PAYABLE – PARISHES AND OTHER RELATED PARTIES

The Archdiocese maintains a centralized financing program through itself and the Deposit and Loan Fund. These programs consist of loans made by the Archdiocese to parishes and other organizations within the Archdiocese. Amounts due from parishes and other organizations at June 30, 2026 and 2025, were $3,265,650 and $2,627,046, respectively. Amounts due from parishes and other organizations are net of an uncollectible allowance of $1,632,895 at both June 30, 2026 and 2025. The balance of the allowance account showed no change year over year. Notes receivable at June 30, 2026 and 2025 are net of a discount (3.5% rate) to estimate the present value of future payments of $4,884 and $4,965, respectively. These amounts are included in notes receivable – parishes and other related parties on the combined statements of financial position.

Interest rates on these loans range between 0% and 6.50% per annum for fiscal years 2026 and 2025. The maturity dates vary from on demand to seven years. One loan does not have a set repayment period. The loans are collateralized by property of the parishes and other organizations.
The allowance for credit losses is a valuation account that is deducted from the loan's amortized cost basis to present the net amount expected to be collected on the loans. Loans are charged off against the allowance when the management believes the uncollectibility of a loan balance is confirmed and there are no realistic prospects of recovery. Management analyzes each loan at an individual level using historical collection trends to determine if a full reserve should be placed against that loan.

Loans receivable are carried at unpaid principal balances, less an allowance for credit losses that is based on the credit losses expected to arise over the life of the loans (contractual term). The allowance for credit losses is increased by charges to other expense and decreased by charge-offs (net of recoveries).

The Archdiocese's policy is to place loans ninety days past due on nonaccrual status. These amounts were immaterial as of June 30, 2026 and 2025. Loans are classified as delinquent when payments are thirty days overdue. Uncollected interest previously accrued is included in the allowance for credit losses. Interest income on loans in nonaccrual status is recognized only to the extent that cash payments are received. Performing loans are evaluated as a single pool, with the expected credit losses based on historical loan loss experience adjusted (if necessary) for any changes in current economic conditions, the age of the loan and underlying collateral, and for reasonable and supportable forecasts of future economic conditions for the state.

If loans become nonperforming, they are evaluated individually for expected credit losses, which involves reviews of the borrower's financial statements and discussions with the borrower's management.

When the Archdiocese determined that default on a nonperforming loan is probable or when the borrower is experiencing financial difficulty at the reporting date and repayment is expected to be provided substantially through the sale of the collateral, expected credit losses are based on the fair value of the collateral at the reporting date. When there is no collateral, the allowance for credit losses on a nonperforming loan is based on the present value of expected future cash flows using the loan's effective interest rate.

Various parishes and other organizations within the Archdiocese remit funds to the Archdiocese, Deposit and Loan Fund, and the Catholic Foundation. Amounts due to parishes and other organizations at June 30, 2026 and 2025 were $92,418,038 and $88,322,263, respectively. These amounts are included in deposits payable – parishes and other related parties on the combined statements of financial position and are due on demand. Interest accrued on Deposit and Loan Fund balances at 2.5% per annum on savings accounts and endowment accounts and was paid on funds on deposit for fiscal years 2026 and 2025. The deposit rate is equal to the six-month U.S. Treasury bill rate and is adjusted every six months. In August 2020, the Archdiocese set the minimum rate to be paid to the various parishes and other organizations at 0.50%. Funds held outside of the Deposit and Loan Fund earn income according to market conditions.

11. ENDOWMENT

The Archdiocese's endowments include donor-restricted endowment funds, perpetual care assets required by law to operate as an endowment, and a board designated endowment. As required by U.S. GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Archbishop and Finance Committee of the Archdiocese interpret the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") of 2006 as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulation to the contrary. As a result of this interpretation, the Archdiocese classifies as net assets restricted in perpetuity (a) the original value of gifts donated to the endowment in perpetuity, (b) the original value of subsequent gifts to the endowment in perpetuity, and (c) accumulations to the endowment in perpetuity made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in net assets restricted in perpetuity is classified as net assets restricted by time or purpose until those

amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Archdiocese considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

(1) The duration and preservation of the fund
(2) The purposes of the Archdiocese and the donor-restricted endowment fund
(3) General economic conditions
(4) The possible effect of inflation and deflation
(5) The expected total return from income and the appreciation of investments
(6) Other resources of the Archdiocese
(7) The investment policies of the Archdiocese

Return Objectives and Risk Parameters

The Archdiocese has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding for granting purposes while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Archdiocese must hold in perpetuity. Under this policy, as approved by the Archbishop and Finance Committee, the endowment assets are invested in a manner that is consistent with the Archdiocese's objective to maintain the purchasing power of the endowment assets as well as to provide additional real growth through new gifts and investment return.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate of return objectives, the Archdiocese 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 Archdiocese 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 Archdiocese has a policy of appropriating for distribution each year based upon the six month T-bill rate with a floor of 50 basis points. In establishing this policy, the Archdiocese considered the long-term expected return on its endowment. Accordingly, over the long term, the Archdiocese expects the current spending policy will allow its endowment to be preserved on an inflation-adjusted basis. This is consistent with the Archdiocese'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. Actual returns in any given year may vary from this amount.

Endowed funds by net asset type at June 30, 2026 and 2025 were as follows:

	2026		
	Without Donor Restrictions	With Donor Restrictions	Total
Board Designated Funds	$ 415,508	$ -0-	$ 415,508
Regulatory Restricted Funds	11,874,715	-0-	11,874,715
Donor Restricted Funds	-0-	3,856,702	3,856,702
	$ 12,290,223	$ 3,856,702	$ 16,146,925

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Board Designated Funds	$ 113,908	$ -0-	$ 113,908
Regulatory Restricted Funds	11,091,134	-0-	11,091,134
Donor Restricted Funds	-0-	3,794,509	3,794,509
	$ 11,205,042	$ 3,794,509	$ 14,999,551

Changes in endowed funds for the years ended June 30, 2026 and 2025 were as follows:

	2026		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	$ 11,205,042	$ 3,794,509	$ 14,999,551
Contributions	771,501	2,225	773,726
Investment return, net	313,680	65,332	379,012
Appropriation of endowment assets for expenditure	-0-	(5,364)	(5,364)
Endowment net assets, end of year	$ 12,290,223	$ 3,856,702	$ 16,146,925

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, beginning of year	$ 10,506,711	$ 3,728,620	$ 14,235,331
Contributions	374,568	13,030	387,598
Investment return, net	323,763	56,173	379,936
Appropriation of endowment assets for expenditure	-0-	(3,314)	(3,314)
Endowment net assets, end of year	$ 11,205,042	$ 3,794,509	$ 14,999,551

12. GRANTS PAYABLE

Grants payable primarily represent unconditional promises to give to educational institutions within the Archdiocese and the Center for Interfaith Relations. At June 30, 2026 and 2025, grants payable are $6,060,000 and $945,000, respectively. Future grant payments as of June 30, 2026 are as follows:

Years Ending June 30,	Amount
2027	$ 1,970,000
2028	1,970,000
2029	1,920,000
2030	30,000
2031	30,000
Thereafter	140,000
Total	$ 6,060,000

13. LINE OF CREDIT

Catholic Charities has a $400,000 line of credit agreement that expires June 1, 2027. The line of credit bears interest at the U.S. Prime Rate (approximately 6.75% at June 30, 2026). The note is secured by the Archdiocese of Louisville's guarantee that they will front the cost of the loan if the obligation is not met. There were no amounts due at June 30, 2026.

The Archdiocese has a $1,500,000 line of credit agreement that expires December 2026. The line of credit bears interest at the U.S. Prime Rate minus 0.25% (approximately 6.50% at June 30, 2026). The note is secured by substantially all of the Archdiocese's assets. There were no amounts outstanding at June 30, 2026.

14. LONG-TERM DEBT

	2026	2025
Note payable with Independence Bank; due January 2028; interest only payment due on the unpaid principal balance through January 2025 with monthly payments of principal and interest of $14,044 starting February 2025 and one payments of $1,839,172 in January 2028; fixed interest rate of 5.75% per annum; unsecured.	$ 1,898,794	$ 1,956,324

Maturities of debt for each of the two years subsequent to June 30, 2026 are as follows:

Years Ending June 30,	Amount
2027	$ 59,625
2028	1,839,169
Total	$ 1,898,794

15. GUARANTEES

At June 30, 2026 and 2025, the Pastoral Center is a guarantor on $100,000 and $350,000, respectively, in lines of credit to two Catholic high schools, two parishes, and the Catholic Charities. Borrowing against these lines of credit was $-0- at June 30, 2026 and 2025.

The Pastoral Center is a guarantor for approximately $23,828,000 and $26,434,000 in bank loans to parishes of the Archdiocese of Louisville at June 30, 2026 and 2025, respectively. The parishes used the funds as a source of financing for capital projects. Terms of the loans range from one to seven years. If any parish should default, the Pastoral Center may liquidate the parish assets to satisfy any outstanding obligation.

An unsecured bank qualified bond in the amount of $10,100,000 was issued for the benefit of St. Bernadette Parish/St. Mary Academy School to replace the 2008 Series Bond. The bond was used for the land purchase and construction of St. Mary Academy School. The bond document contains certain covenants for which compliance is required by St. Bernadette Parish and St. Mary Academy. The balance of the bond is approximately $2,525,000 and $3,175,000 at June 30, 2026 and 2025, respectively. The Archdiocese is the guarantor on this bond.

St. Francis DeSales High School, through the city of Shively, was the recipient of a $5,000,000 Revenue Bond, Series 2015. The balance of the bond is approximately $3,378,000 and $3,493,000 as of June 30, 2026 and 2025, respectively. The Archdiocese is the guarantor on this bond.

Bethlehem High School, through the city of Bardstown, was the recipient of a $3,500,000 Revenue Bond, Series 2018. The balance of the bond is approximately $974,000 and $1,189,000 as of June 30, 2026 and 2025, respectively The Archdiocese is the guarantor on this bond.

The Pastoral Center received no consideration for any of the guarantees. Management evaluates the loss exposure at the statement of financial position date, and no accruals for loss exposure were deemed necessary.

16. RELATED PARTY TRANSACTIONS

An assessment is levied on parishes and certain other Archdiocesan entities to provide support for the activities of the Archdiocese. Total assessments for the years ended June 30, 2026 and 2025, were $10,937,499 and $10,382,100, respectively. Assessments receivable, net of allowance for credit losses at June 30, 2026 and 2025, are $844,225 and $990,166, respectively, and are included in accounts receivable in the combined statements of financial position.

The Pastoral Center provides support to various schools and missions located within the Archdiocese. The total support provided for the years ended June 30, 2026 and 2025 was $9,450,000 and $2,151,023, respectively. Grants payable at June 30, 2026 and 2025 are $6,060,000 and $945,000, respectively.

Related party notes receivable consist of amounts due from clergy, parishes, and Catholic schools. At June 30, 2026 and 2025, such net receivables totaled $3,265,650 and $2,627,046, respectively. The June 30, 2026 and 2025 totals are net of the amount due from Catholic Charities of $1,279,312 and $1,491,946, respectively, which are eliminated on the combined statement of financial position. Related party notes receivable at June 30, 2026 and 2025 are net of a discount (3.5% rate) to estimate the present value of future payments of $4,884 and $4,965, respectively. An allowance for uncollectible notes receivable of $1,632,895 was recorded at both June 30, 2026 and 2025. The original maturity dates vary from on demand to seven years. One loan does not have a set repayment period.

Related party deposits payable consist of amounts due to parishes, Catholic schools and other organizations. At June 30, 2026 and 2025, such payables totaled $92,418,038 and $88,322,263 respectively.

17. RETIREMENT BENEFITS

Employees and Active Clergy

The Archdiocese has a 401(k) plan that covers Archdiocesan and other agencies' eligible employees, as well as active Diocesan priests. The Plan allows employees' contributions, up to the statutory limit and personal management of the employees' retirement accounts.

The Archdiocese or agency contributes 4% of eligible employees' gross pay each pay period and $100 per pay period ($200 per month) for active Diocesan clergy to the Plan. Additionally, the Archdiocese or agency will make a matching contribution for each participant in an amount equal to 100% of the first 2% of compensation deferred by a participant and 50% of the next 2% of compensation deferred. The Archdiocese made contributions of approximately $903,795 and $914,663 to the Plan for the years ended June 30, 2026 and 2025, respectively.

Retired Clergy

Retirement benefits and supplemental medical coverage benefits for retired diocesan clergy are determined by the Archbishop. The Archdiocese makes payments to these retired Diocesan clergy in accordance with instructions from the Archbishop and expenses such payments as they are made.

The parishes pay to the Archdiocese an assessment for retirement benefits for retired clergy based on total parish income at the rate of 1.34% for the years ended June 30, 2026 and 2025. The assessment income for retirement benefits from the parishes was $2,194,748 and $2,083,419 for the years ended June 30, 2026 and 2025, respectively, and is included in the total of parish assessments in the combined statements of activities. Remaining board designated net assets for retirement benefits at June 30, 2026 and 2025, were $1,947,778 and $1,838,108, respectively.

Benefits paid to retired clergy for the years ended June 30, 2026 and 2025 follow:

	2026	2025
Clergy retirement benefits	$ 1,801,954	$ 1,823,765
Supplementary medical coverage	287,952	283,996
Total	$ 2,089,906	$ 2,107,761

18. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditures, that is, without donor or other restrictions limiting their use, within one year of the combined statement of financial position date, comprise of the following as of June 30, 2026 and 2025:

	2026	2025
Cash and cash equivalents	$ 13,198,080	$ 7,543,712
Restricted cash	492,674	1,490,009
Investments and related accrued interest	285,342,649	249,622,395
Accounts receivable, net	2,246,354	2,518,456
Pledges receivable, net	17,251	38,244
Grants and other receivables	2,519,882	3,250,039
Notes receivable and related accrued interest	3,526,697	2,889,579
Beneficial interest in third-party trusts	3,324,142	2,828,392
	310,667,729	270,180,826
Less amounts not available to be used within one year:		
Board designated funds	(26,493,609)	(24,581,366)
Regulatory restricted funds for perpetual care	(11,874,715)	(11,091,134)
Donor restricted by time or purpose	(8,325,217)	(7,810,202)
Donor restricted in perpetuity	(3,561,010)	(3,337,673)
Notes receivable and accrued interest not expected to be received within one year	(3,526,697)	(2,889,579)
Total financial assets available to meet cash needs for general expenditures within one year	$ 256,886,481	$ 220,470,872

In addition to the financial assets listed above, the Archdiocese has access to $1,900,000 in unused lines of credit as of June 30, 2026, which are available to support liquidity needs as necessary. See Note 13.

19. CONTRIBUTED GOODS

The Archdiocese received the following contributions of nonfinancial assets as of June 30, 2026 and 2025:

	2026	2025
Catholic Charities:		
Clothing, food, and household goods	$ 2,141,012	$ 1,289,841
Auction items	-0-	25,805
Total	$ 2,141,012	$ 1,315,646

Donated materials and equipment are recorded as gifts and valued at their estimated fair market value on the date they are received. Donated services are recognized as contributions only if they either create or enhance nonfinancial assets, or involve specialized skills provided by individuals who possess those skills and would otherwise be paid by the Archdiocese. When recognized, in-kind contributions are recorded as both revenue and a corresponding expense, based on their estimated fair value at the time of donation. While many volunteers contribute significant time to support the Archdiocese's operations, these efforts are not reflected in the financial statements because they do not meet the criteria for recognition.

The Archdiocese receives donated goods in new or usable condition, which are directly distributed to clients served through the refugee resettlement program and the Sister Visitor Center. These donations include clothing, food, diapers, hygiene products, furniture, and vehicles. To determine the fair value of these items, the Archdiocese uses The Salvation Army's valuation guide which assigns lower values to items in fair condition and higher values to those in better condition. All donated goods are used within the Archdiocese's programs and supporting services, and none carry donor-imposed restrictions.

Additionally, the Archdiocese receives items for its annual auction. These contributed auction items are valued at their gross selling price.

20. CONTINGENCIES

Cash Concentrations

The Archdiocese maintains its cash balances in bank deposit accounts which, at times, may exceed the $250,000 coverage provided by the Federal Deposit Insurance Corporation ("FDIC") insured limits. The Organization has not experienced any losses in such accounts. Management believes the Archdiocese is not exposed to any significant risk on bank deposits.

Legal Contingencies

The Archdiocese is involved in various legal actions and regulatory issues from time to time arising in the ordinary course of its activities. It is the opinion of management and legal counsel that the ultimate liability, if any, with respect to these matters will not materially affect the financial position of the Archdiocese.

Affordable Housing Project Contingencies

The Organization serves as a sponsor under the U.S. Department of Housing and Urban Development ("HUD") Section 202 – Supportive Housing for the Elderly program, and has entered into multiple Regulatory Agreements in this capacity. These agreements support affordable housing projects funded through forgivable capital grants. As a sponsor, the Organization co-signs with project owners as co-borrowers on these grants.

Under the terms of the Regulatory Agreements, grant forgiveness is contingent upon the properties maintaining compliance with HUD requirements throughout the grant period, typically 40 years. As of both June 30, 2026 and 2025, the Organization had entered into several Section 202 agreements totaling approximately $10,237,000 in forgivable grants. Repayment is not expected, as HUD's recourse is limited to the property and its improvements. In the event of default, the Organization would satisfy its obligations by transferring all title and interest in the properties back to HUD.

The operations of these sponsored projects are governed by directives, rules, and regulations issued by federal, state, and local agencies, including HUD. These requirements are subject to change through legislative or administrative action, which may occur with limited notice and without adequate funding to cover the associated costs or administrative burden of compliance.

Major Funding Source

Catholic Charities is substantially funded by grants awarded directly and indirectly by the federal government. The funding is subject to federal government appropriations and potential funding reductions or increases based on refugee arrivals.

Asset Retirement Obligation

The ASC requires that an asset retirement obligation ("ARO") associated with the retirement of a tangible long-lived asset be recognized as a liability in the period in which it is incurred or becomes determinable (as defined by the standard) even when the timing and/or method of settlement may be conditional on a future event. The Archdiocese's conditional ARO primarily relates to asbestos contained in buildings that the Archdiocese owns. Environmental regulations

exist that require the Archdiocese to handle and dispose of asbestos in a special manner if a building undergoes major renovations or is demolished.

Prior to 2021, a liability was not recorded because of the range of time over which the Archdiocese might settle the asset retirement obligation was unknown and could not be estimated. During 2021, the Archdiocese received approval for major renovations on the building containing asbestos and is able to estimate the timeline for removal of the asbestos. Accordingly, the Archdiocese has recorded an ARO liability of $110,381 as of both June 30, 2026 and 2025. This balance has been recorded as accounts payable within the statements of financial position.

21. REGULATORY RESTRICTED

Perpetual Care Endowment

Kentucky state cemetery and funeral laws mandate that cemeteries designate a certain percentage of burial site sales to a perpetual care and maintenance trust fund. In accordance with this law, Catholic Cemeteries has established an endowed fund into which is set aside the following percentage of gross sales:

Grave Space	20%
Crypts	5%
Niches	10%

The balance in this regulatory endowed fund at June 30, 2026 and 2025, is $11,874,715 and $11,091,134, respectively.

22. NET ASSETS WITHOUT DONOR RESTRICTIONS – BOARD DESIGNATED NET ASSETS

Board designated net assets without donor restrictions are designated for the following purposes:

	2026	2025
Catholic Foundation of Louisville, Inc.	$ 23,350,998	$ 18,149,588
Capital reserves	3,000,000	2,750,000
Priest retirement fund	1,947,778	1,838,108
Southern KY missions	681,623	900,385
High school tuition assistance	-0-	200,000
Elementary tuition assistance*	(3,220,854)	503,957
Other	83,849	140,563
Closed parishes	650,215	98,765
Total board designated reserves	$ 26,493,609	$ 24,581,366

* Includes multi-year grant that future assessments will fund

23. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are as follows for the year ended June 30, 2026:

	June 30, 2025	Contributions	Investment Income	Change in Beneficial Interest	Released from Restrictions/ Other Changes	June 30, 2026
By time and purpose:						
Seminarian and priest education	$ 2,483,750	$ 807,034	$ 35,411	$ 36,117	$ (425,082)	$ 2,937,230
Maintenance and care of gravesites	983,339	-0-	43,535	-0-	(5,364)	1,021,510
Lattis trust	880,482	-0-	-0-	138,761	-0-	1,019,243
Poverty assistance	1,825,698	1,446,539	2,808	-0-	(1,650,656)	1,624,389
Hersche trust	854,330	-0-	-0-	99,760	(1)	954,089
Multicultural ministry	42,748	-0-	395	-0-	(21,443)	21,700
School scholarships	384,597	1,000	17,657	-0-	(26,681)	376,573
Mission promotions	31,826	-0-	308	-0-	(22,500)	9,634
Other	323,432	85,836	1,081	-0-	(49,500)	360,849
Total	$ 7,810,202	$ 2,340,409	$ 101,195	$ 274,638	$ (2,201,227)	$ 8,325,217

	June 30, 2025	Contributions	Change in Beneficial Interest	Other release	June 30, 2026
In perpetuity:					
Seminarian and priest education	$ 1,413,435	$ -0-	$ -0-	$ -0-	$ 1,413,435
Maintenance and care of gravesites	736,551	2,225	-0-	-0-	738,776
Poverty assistance	674,787	-0-	221,112	-0-	895,899
School scholarships	512,900	-0-	-0-	-0-	512,900
	$ 3,337,673	$ 2,225	$ 221,112	$ -0-	$ 3,561,010

Net assets with donor restrictions are as follows for the year ended June 30, 2025:

	June 30, 2024	Contributions	Investment Income	Change in Beneficial Interest	Released from Restrictions/ Other Changes	June 30, 2025
By time and purpose:						
Seminarian and priest education	$ 1,949,467	$ 939,605	$ 35,356	$ 18,937	$ (459,615)	$ 2,483,750
Maintenance and care of gravesites	944,372	-0-	42,282	-0-	(3,315)	983,339
Lattis trust	809,356	-0-	-0-	71,126	-0-	880,482
Poverty assistance	1,241,904	1,790,837	3,475	-0-	(1,210,518)	1,825,698
Hersche trust	749,194	-0-	-0-	105,136	-0-	854,330
Multicultural ministry	309,143	-0-	660	-0-	(267,055)	42,748
School scholarships	378,463	6,000	17,645	-0-	(17,511)	384,597
Mission promotions	53,752	-0-	574	-0-	(22,500)	31,826
Other	238,722	68,000	1,099	-0-	15,611	323,432
Total	$ 6,674,373	$ 2,804,442	$ 101,091	$ 195,199	$ (1,964,903)	$ 7,810,202

	June 30, 2024	Contributions	Change in Beneficial Interest	Other release	June 30, 2025
In perpetuity:					
Seminarian and priest education	$ 1,413,435	$ -0-	$ -0-	$ -0-	$ 1,413,435
Maintenance and care of gravesites	723,521	13,030	-0-	-0-	736,551
Poverty assistance	646,925	-0-	27,862	-0-	674,787
School scholarships	512,900	-0-	-0-	-0-	512,900
	$ 3,296,781	$ 13,030	$ 27,862	$ -0-	$ 3,337,673

24. FUNCTIONAL EXPENSES

The Archdiocese provides religious services, education, charitable outreach, and administrative support to Catholic parishes and institutions within its region. Expenses related to providing these services are broken down as follows for the years ended June 30, 2026 and 2025:

	2026			
	Program Services	Administrative and Other Support Services	Development and Fundraising	Total
Salaries and wages	$ 13,227,061	$ 869,966	$ 855,768	$ 14,952,795
Employee benefits	3,283,660	578,217	202,407	4,064,284
Clergy retirement benefits	1,801,954	-0-	-0-	1,801,954
Mileage and expense allowance	380,059	115,554	16,136	511,749
Education	1,556,098	11,960	535	1,568,593
Rent	272,297	21,321	652	294,270
Office supplies and services	949,559	524,257	186,274	1,660,090
Plant and grounds expense	952,522	1,006,233	7,843	1,966,598
Auto	78,531	83,148	76	161,755
Public relations, donations, and grants	198,228	8,476	27,197	233,901
Advertising	203,329	2,633	15,021	220,983
Contract interpreters	1,069,970	-0-	1,011	1,070,981
Professional fees and services	1,517,052	164,037	175,292	1,856,381
Program and activities	3,362,068	75,181	140,993	3,578,242
Broadcasting and press	295,739	-0-	-0-	295,739
Archdiocesan support	391,006	-0-	-0-	391,006
Education grants	6,468,203	-0-	-0-	6,468,203
Cost of sales	633,024	-0-	-0-	633,024
Papal and national organizations	163,438	-0-	-0-	163,438
Other grants and direct aid	25,340,602	61,969	-0-	25,402,571
Other restricted expense payments	597,569	-0-	-0-	597,569
Interest expense	2,161,377	60,102	-0-	2,221,479
Depreciation expense	241,202	887,779	-0-	1,128,981
Credit loss expense	23,392	90	-0-	23,482
Miscellaneous expense	133,339	187,255	35,179	355,773
Total expense	$ 65,301,279	$ 4,658,178	$ 1,664,384	$ 71,623,841

	2025			
	Program Services	Administrative and Other Support Services	Development and Fundraising	Total
Salaries and wages	$ 13,691,713	$ 716,611	$ 893,262	$ 15,301,586
Employee benefits	3,289,271	620,372	209,850	4,119,493
Clergy retirement benefits	1,823,765	-0-	-0-	1,823,765
Mileage and expense allowance	453,955	107,277	21,410	582,642
Education	1,226,729	4,905	154	1,231,788
Rent	240,220	5,185	-0-	245,405
Office supplies and services	1,114,173	487,173	180,134	1,781,480
Plant and grounds expense	681,336	1,106,623	7,447	1,795,406
Auto	122,257	5,969	39	128,265
Public relations, donations, and grants	584,817	12,572	18,130	615,519
Advertising	242,274	5,867	16,838	264,979
Contract interpreters	1,288,253	-0-	-0-	1,288,253
Professional fees and services	1,840,916	147,260	65,456	2,053,632
Program and activities	1,962,025	83,797	94,769	2,140,591
Broadcasting and press	379,629	-0-	-0-	379,629
Archdiocesan support	338,657	-0-	-0-	338,657
Education grants	1,303,745	-0-	-0-	1,303,745
Cost of sales	661,302	-0-	-0-	661,302
Papal and national organizations	167,181	-0-	-0-	167,181
Other grants and direct aid	52,848,580	28,515	-0-	52,877,095
Other restricted expense payments	412,385	-0-	-0-	412,385
Interest expense	1,152,665	151,542	-0-	1,304,207
Depreciation expense	173,832	881,652	-0-	1,055,484
Credit loss expense	189,648	-0-	-0-	189,648
Miscellaneous expense	90,978	247,418	31,398	369,794
Total expense	$ 86,280,306	$ 4,612,738	$ 1,538,887	$ 92,431,931

The costs of providing the various programs, fundraising, and other activities have been summarized on a functional basis in the footnote above. Expenses directly attributable to a specific functional area of the Archdiocese are reported as expenses of those functional areas while indirect costs that benefit multiple functional areas have been allocated among the programs and supporting services benefited primarily based on a cost allocation plan. In this plan, salaries and wages and employee benefits are allocated based on time and effort, while plant and grounds expenses, office supplies and services, and depreciation expense are allocated based on square footage usage. Although the methods used to allocate expenses were appropriate, other methods could produce different results.

SUPPLEMENTARY INFORMATION

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2026

Assets

	Pastoral Center	Deposit and Loan Fund	Catholic Cemeteries	Catholic Charities	Catholic Foundation	Eliminations	Total
Cash and cash equivalents	$ 4,978,893	$ -0-	$ 2,349,469	$ 5,869,718	$ -0-	$ -0-	$ 13,198,080
Restricted cash	-0-	-0-	-0-	492,674	-0-	-0-	492,674
Investments	236,299,314	-0-	8,529,330	1,013,920	45,027,170	(5,925,199)	284,944,535
Accrued interest receivable on investments	398,114	-0-	-0-	-0-	-0-	-0-	398,114
Accounts receivable, net	1,381,091	-0-	704,570	160,693	-0-	-0-	2,246,354
Inventories	-0-	-0-	62,499	27,369	-0-	-0-	89,868
Prepaid expenses and other current assets	75,124	-0-	25,985	67,770	-0-	-0-	168,879
Grants receivable	-0-	-0-	-0-	2,519,882	-0-	-0-	2,519,882
Pledges receivable	-0-	-0-	-0-	17,251	-0-	-0-	17,251
Beneficial interest in third-party trusts	1,574,156	-0-	-0-	1,749,986	-0-	-0-	3,324,142
Operating lease right-of-use assets, net	-0-	-0-	-0-	213,457	-0-	-0-	213,457
Property and equipment, net	9,706,873	-0-	1,635,595	9,019,926	-0-	-0-	20,362,394
Mausoleums, columbaria, and lots	-0-	-0-	5,589,596	-0-	-0-	-0-	5,589,596
Cemetery lot development costs	-0-	-0-	499,667	-0-	-0-	-0-	499,667
Notes receivable, parishes and other related parties, net	16,510	4,529,727	-0-	-0-	(1,464)	(1,279,312)	3,265,461
Accrued interest receivable on notes receivable	15,878	245,358	-0-	-0-	-0-	-0-	261,236
Interfund receivable	-0-	68,604,987	16,744,556	-0-	-0-	(85,349,543)	-0-
Total assets	$ 254,445,953	$ 73,380,072	$ 36,141,267	$ 21,152,646	$ 45,025,706	$ (92,554,054)	$ 337,591,590

Liabilities and Net Assets

	Pastoral Center	Deposit and Loan Fund	Catholic Cemeteries	Catholic Charities	Catholic Foundation	Eliminations	Total
Accounts payable	$ 643,058	$ -0-	$ 105,038	$ 1,860,616	$ -0-	$ -0-	$ 2,608,712
Accrued personnel expenses	657,008	-0-	238,894	594,398	-0-	-0-	1,490,300
Deferred revenue	150	-0-	3,190,661	20	-0-	-0-	3,190,831
Interfund payables	85,349,543	-0-	-0-	-0-	5,925,199	(91,274,742)	-0-
Grants payable	6,060,000	-0-	-0-	-0-	-0-	-0-	6,060,000
Operating lease liabilities	-0-	-0-	-0-	213,457	-0-	-0-	213,457
Long-term debt	-0-	-0-	-0-	3,178,106	-0-	(1,279,312)	1,898,794
Deposits payable - parishes and other related parties	4,428,128	72,240,401	-0-	-0-	15,749,509	-0-	92,418,038
Total liabilities	97,137,887	72,240,401	3,534,593	5,846,597	21,674,708	(92,554,054)	107,880,132
Net assets without donor restrictions							
Expendable net assets	137,606,473	1,139,671	17,336,078	6,190,397	-0-	-0-	162,272,619
Invested in property and equipment	9,706,873	-0-	1,635,595	5,841,820	-0-	-0-	17,184,288
Board designated net assets	3,142,611	-0-	-0-	-0-	23,350,998	-0-	26,493,609
Regulatory restricted - perpetual care fund	-0-	-0-	11,874,715	-0-	-0-	-0-	11,874,715
Total net assets without donor restrictions	150,455,957	1,139,671	30,846,388	12,032,217	23,350,998	-0-	217,825,231
Net assets with donor restrictions							
Restricted by time or purpose	4,925,774	-0-	1,021,510	2,377,933	-0-	-0-	8,325,217
Restricted in perpetuity	1,926,335	-0-	738,776	895,899	-0-	-0-	3,561,010
Total net assets with donor restrictions	6,852,109	-0-	1,760,286	3,273,832	-0-	-0-	11,886,227
Total net assets	157,308,066	1,139,671	32,606,674	15,306,049	23,350,998	-0-	229,711,458
Total net assets and liabilities	$ 254,445,953	$ 73,380,072	$ 36,141,267	$ 21,152,646	$ 45,025,706	$ (92,554,054)	$ 337,591,590

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2025

Assets

	Pastoral Center	Deposit and Loan Fund	Catholic Cemeteries	Catholic Charities	Catholic Foundation	Eliminations	Total
Cash and cash equivalents	$ 3,123,544	$ -0-	$ 1,839,177	$ 2,577,248	$ 3,743	$ -0-	$ 7,543,712
Restricted cash	-0-	-0-	-0-	1,490,009	-0-	-0-	1,490,009
Investments	209,972,808	-0-	7,378,549	262,189	36,387,411	(4,957,184)	249,043,773
Accrued interest receivable on investments	578,622	-0-	-0-	-0-	-0-	-0-	578,622
Accounts receivable, net	1,829,382	-0-	507,522	181,552	-0-	-0-	2,518,456
Inventories	-0-	-0-	58,690	40,178	-0-	-0-	98,868
Prepaid expenses and other current assets	214,118	-0-	30,225	201,381	-0-	-0-	445,724
Grants receivable	-0-	-0-	-0-	3,250,039	-0-	-0-	3,250,039
Pledges receivable	-0-	-0-	-0-	38,244	-0-	-0-	38,244
Beneficial interest in third-party trusts	1,399,277	-0-	-0-	1,429,115	-0-	-0-	2,828,392
Operating lease right-of-use assets, net	-0-	-0-	-0-	289,383	-0-	-0-	289,383
Property and equipment, net	9,920,255	-0-	1,540,575	8,917,664	-0-	-0-	20,378,494
Mausoleums, columbaria, and lots	-0-	-0-	5,695,004	-0-	-0-	-0-	5,695,004
Cemetery lot development costs	-0-	-0-	360,661	-0-	-0-	-0-	360,661
Notes receivable, parishes and other related parties, net	17,153	4,114,479	-0-	-0-	(12,640)	(1,491,946)	2,627,046
Accrued interest receivable on notes receivable	15,878	246,655	-0-	-0-	-0-	-0-	262,533
Interfund receivable	-0-	67,382,970	15,820,731	-0-	-0-	(83,203,701)	-0-
Total assets	$ 227,071,037	$ 71,744,104	$ 33,231,134	$ 18,677,002	$ 36,378,514	$ (89,652,831)	$ 297,448,960

Liabilities and Net Assets

	Pastoral Center	Deposit and Loan Fund	Catholic Cemeteries	Catholic Charities	Catholic Foundation	Eliminations	Total
Accounts payable	$ 956,190	$ -0-	$ 109,114	$ 2,343,687	$ -0-	$ -0-	3,408,991
Accrued personnel expenses	551,336	-0-	243,794	536,928	-0-	-0-	1,332,058
Deferred revenue	138,525	-0-	2,854,359	169,903	-0-	-0-	3,162,787
Interfund payables	83,203,701	-0-	-0-	-0-	4,957,184	(88,160,885)	-0-
Grants payable	945,000	-0-	-0-	-0-	-0-	-0-	945,000
Operating lease liabilities	-0-	-0-	-0-	289,383	-0-	-0-	289,383
Long-term debt	-0-	-0-	-0-	3,448,270	-0-	(1,491,946)	1,956,324
Deposits payable - parishes and other related parties	4,446,088	70,604,433	-0-	-0-	13,271,742	-0-	88,322,263
Total liabilities	90,240,840	70,604,433	3,207,267	6,788,171	18,228,926	(89,652,831)	99,416,806
Net assets without donor restrictions							
Expendable net assets	114,269,737	1,139,671	15,672,268	3,199,879	-0-	-0-	134,281,555
Invested in property and equipment	9,920,255	-0-	1,540,575	5,469,394	-0-	-0-	16,930,224
Board designated net assets	6,431,778	-0-	-0-	-0-	18,149,588	-0-	24,581,366
Regulatory restricted - perpetual care fund	-0-	-0-	11,091,134	-0-	-0-	-0-	11,091,134
Total net assets without donor restrictions	130,621,770	1,139,671	28,303,977	8,669,273	18,149,588	-0-	186,884,279
Net assets with donor restrictions							
Restricted by time or purpose	4,282,092	-0-	983,339	2,544,771	-0-	-0-	7,810,202
Restricted in perpetuity	1,926,335	-0-	736,551	674,787	-0-	-0-	3,337,673
Total net assets with donor restrictions	6,208,427	-0-	1,719,890	3,219,558	-0-	-0-	11,147,875
Total net assets	136,830,197	1,139,671	30,023,867	11,888,831	18,149,588	-0-	198,032,154
Total net assets and liabilities	$ 227,071,037	$ 71,744,104	$ 33,231,134	$ 18,677,002	$ 36,378,514	$ (89,652,831)	$ 297,448,960

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2026

	Pastoral Center	Deposit and Loan Fund	Catholic Cemeteries	Catholic Charities	Catholic Foundation	Eliminations	Total
Support and revenues							
Donations, bequests, and grants	$ 691,533	$ -0-	$ 2,869	$ 36,820,742	$ 2,176,103	$ (1,000,000)	$ 38,691,247
In-kind contributions	-0-	-0-	-0-	2,141,012	-0-	-0-	2,141,012
Parish assessments	11,102,739	-0-	-0-	-0-	-0-	(165,240)	10,937,499
Special collections	452,061	-0-	-0-	-0-	-0-	-0-	452,061
Burial sales, net	-0-	-0-	3,852,399	-0-	-0-	-0-	3,852,399
Catholic Services Appeal	4,735,888	-0-	-0-	-0-	-0-	(67,000)	4,668,888
Fee income	1,917	-0-	1,407,070	2,012,309	-0-	-0-	3,421,296
Program and activity income	572,474	-0-	-0-	746	-0-	-0-	573,220
Rental income	198,929	-0-	34,511	4,362	-0-	-0-	237,802
Advertising income	309,230	-0-	-0-	-0-	-0-	-0-	309,230
Investment income, net	5,985,378	97,082	498,849	210,706	476,394	(405,006)	6,863,403
Investment gains, net	24,888,924	-0-	736,740	-0-	2,727,211	-0-	28,352,875
Other income	1,552,338	2,250,576	35,058	1,470,774	-0-	(3,005,658)	2,303,088
Increase in value of beneficial interest in third-party trusts	118,931	-0-	-0-	376,819	-0-	-0-	495,750
Total revenues, support, and gains	$ 50,610,342	$ 2,347,658	$ 6,567,496	$ 43,037,470	$ 5,379,708	$ (4,642,904)	$ 103,299,770

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS (CONTINUED)
YEAR ENDED JUNE 30, 2026

	Pastoral Center	Deposit and Loan Fund	Catholic Cemeteries	Catholic Charities	Catholic Foundation	Eliminations	Total
Expenses							
Salaries and wages	$ 5,437,733	$ -0-	$ 1,596,117	$ 7,918,945	$ -0-	$ -0-	$ 14,952,795
Employee benefits	1,691,500	-0-	440,418	1,932,366	-0-	-0-	4,064,284
Clergy retirement benefits	1,801,954	-0-	-0-	-0-	-0-	-0-	1,801,954
Mileage and expense allowance	233,866	-0-	2,131	275,752	-0-	-0-	511,749
Education	1,568,098	-0-	495	-0-	-0-	-0-	1,568,593
Rent	59,300	-0-	7,669	227,301	-0-	-0-	294,270
Office supplies and services	1,063,979	-0-	124,691	471,420	-0-	-0-	1,660,090
Plant and grounds expense	952,866	-0-	631,522	382,210	-0-	-0-	1,966,598
Auto	13,937	-0-	76,316	71,502	-0-	-0-	161,755
Public relations, donations, and grants	102,121	-0-	169,532	6,992	120,496	(165,240)	233,901
Advertising	190,571	-0-	6,333	24,079	-0-	-0-	220,983
Contract interpreters	-0-	-0-	-0-	1,070,981	-0-	-0-	1,070,981
Professional fees and services	410,639	-0-	42,377	1,403,365	-0-	-0-	1,856,381
Program and activities	929,588	-0-	-0-	2,648,654	-0-	-0-	3,578,242
Broadcasting and press	295,739	-0-	-0-	-0-	-0-	-0-	295,739
Archdiocesan support	1,391,006	-0-	-0-	-0-	-0-	(1,000,000)	391,006
Education grants	6,468,203	-0-	-0-	-0-	-0-	-0-	6,468,203
Cost of sales	-0-	-0-	633,024	-0-	-0-	-0-	633,024
Papal and national organizations	163,438	-0-	-0-	-0-	-0-	-0-	163,438
Other grants and direct aid	2,928,032	-0-	300	22,474,239	-0-	-0-	25,402,571
Other restricted expense payments	3,664,863	-0-	5,364	-0-	-0-	(3,072,658)	597,569
Interest expense	57,660	2,347,658	-0-	163,365	57,802	(405,006)	2,221,479
Depreciation expense	463,939	-0-	142,206	522,836	-0-	-0-	1,128,981
Credit loss expense	90	-0-	6,293	17,099	-0-	-0-	23,482
Miscellaneous expense	244,851	-0-	101,776	9,146	-0-	-0-	355,773
Total expenses	30,133,973	2,347,658	3,986,564	39,620,252	178,298	(4,642,904)	71,623,841
Gain (loss) on disposal of property and equipment	1,500	-0-	1,875	0	-0-	-0-	3,375
Total expenses	30,132,473	2,347,658	3,984,689	39,620,252	178,298	(4,642,904)	71,620,466
Change in net assets	20,477,869	-0-	2,582,807	3,417,218	5,201,410	-0-	31,679,304
Net assets, beginning of year	136,830,197	1,139,671	30,023,867	11,888,831	18,149,588	-0-	198,032,154
Net assets, end of year	$ 157,308,066	$ 1,139,671	$ 32,606,674	$ 15,306,049	$ 23,350,998	$ -0-	$ 229,711,458

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED JUNE 30, 2025

	Pastoral Center	Deposit and Loan Fund	Catholic Cemeteries	Catholic Charities	Catholic Foundation	Eliminations	Total
Support and revenues							
Donations, bequests, and grants	$ 1,010,742	$ -0-	$ 14,583	$ 67,051,550	$ 65,404	$ (1,000,000)	$ 67,142,279
In-kind contributions	-0-	-0-	-0-	1,315,646	-0-	-0-	1,315,646
Parish assessments	10,537,284	-0-	-0-	-0-	-0-	(155,184)	10,382,100
Special collections	380,092	-0-	-0-	-0-	-0-	-0-	380,092
Burial sales, net	-0-	-0-	3,354,687	-0-	-0-	-0-	3,354,687
Catholic Services Appeal	4,527,243	-0-	-0-	-0-	-0-	(8,889)	4,518,354
Fee income	2,052	-0-	1,301,114	1,812,697	-0-	-0-	3,115,863
Program and activity income	230,268	-0-	-0-	706	-0-	-0-	230,974
Rental income	163,917	-0-	33,927	-0-	-0-	-0-	197,844
Advertising income	367,325	-0-	-0-	-0-	-0-	-0-	367,325
Investment income, net	4,516,521	92,733	439,909	158,034	428,030	(346,805)	5,288,422
Investment gains, net	19,570,112	-0-	454,405	-0-	1,703,691	-0-	21,728,208
Other income	1,238,461	1,292,142	4,782	11,127	-0-	(2,477,370)	69,142
Increase in value of beneficial interest in third-party trusts	90,063	-0-	-0-	132,998	-0-	-0-	223,061
Total revenues, support, and gains	$ 42,634,080	$ 1,384,875	$ 5,603,407	$ 70,482,758	$ 2,197,125	$ (3,988,248)	$ 118,313,997

ARCHDIOCESE OF LOUISVILLE
(PASTORAL CENTER AND CERTAIN ENTITIES)

COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS (CONTINUED)
YEAR ENDED JUNE 30, 2025

	Pastoral Center	Deposit and Loan Fund	Catholic Cemeteries	Catholic Charities	Catholic Foundation	Eliminations	Total
Expenses							
Salaries and wages	$ 5,288,991	$ -0-	$ 1,543,171	$ 8,469,424	$ -0-	$ -0-	$ 15,301,586
Employee benefits	1,642,977	-0-	426,833	2,049,683	-0-	-0-	4,119,493
Clergy retirement benefits	1,823,765	-0-	-0-	-0-	-0-	-0-	1,823,765
Mileage and expense allowance	216,748	-0-	2,348	363,546	-0-	-0-	582,642
Education	1,231,508	-0-	280	-0-	-0-	-0-	1,231,788
Rent	38,300	-0-	8,072	199,033	-0-	-0-	245,405
Office supplies and services	1,116,729	-0-	121,305	543,446	-0-	-0-	1,781,480
Plant and grounds expense	1,047,026	-0-	421,945	326,435	-0-	-0-	1,795,406
Auto	7,143	-0-	72,142	48,980	-0-	-0-	128,265
Public relations, donations, and grants	110,134	-0-	160,661	11,892	488,016	(155,184)	615,519
Advertising	234,732	-0-	8,134	22,113	-0-	-0-	264,979
Contract interpreters	-0-	-0-	-0-	1,288,253	-0-	-0-	1,288,253
Professional fees and services	460,978	-0-	57,711	1,534,943	-0-	-0-	2,053,632
Program and activities	478,565	-0-	-0-	1,662,026	-0-	-0-	2,140,591
Broadcasting and press	379,629	-0-	-0-	-0-	-0-	-0-	379,629
Archdiocesan support	1,338,657	-0-	-0-	-0-	-0-	(1,000,000)	338,657
Education grants	1,303,745	-0-	-0-	-0-	-0-	-0-	1,303,745
Cost of sales	-0-	-0-	661,302	-0-	-0-	-0-	661,302
Papal and national organizations	167,181	-0-	-0-	-0-	-0-	-0-	167,181
Other grants and direct aid	814,198	-0-	300	52,062,597	-0-	-0-	52,877,095
Other restricted expense payments	2,895,329	-0-	3,315	-0-	-0-	(2,486,259)	412,385
Interest expense	58,809	1,384,875	-0-	153,187	54,141	(346,805)	1,304,207
Depreciation expense	457,813	-0-	133,324	464,347	-0-	-0-	1,055,484
Credit loss expense	(21,024)	-0-	11,101	199,571	-0-	-0-	189,648
Miscellaneous expense	281,172	-0-	88,060	562	-0-	-0-	369,794
Total expenses	21,373,105	1,384,875	3,720,004	69,400,038	542,157	(3,988,248)	92,431,931
Gain (loss) on disposal of property and equipment	(25,027)	-0-	1,900	0	-0-	-0-	(23,127)
Total expenses	21,398,132	1,384,875	3,718,104	69,400,038	542,157	(3,988,248)	92,455,058
Change in net assets	21,235,948	0	1,885,303	1,082,720	1,654,968	-0-	25,858,939
Net assets, beginning of year	115,594,249	1,139,671	28,138,564	10,806,111	16,494,620	-0-	172,173,215
Net assets, end of year	$ 136,830,197	$ 1,139,671	$ 30,023,867	$ 11,888,831	$ 18,149,588	$ -0-	$ 198,032,154