

# **General Fund of The Roman Catholic Diocese of Toledo in America**

---

**Financial Report  
June 30, 2016**

# **General Fund of The Roman Catholic Diocese of Toledo in America**

---

## **Contents**

<b>Report Letter</b>	1-2
<b>Financial Statements</b>	
Statement of Financial Position	3
Statement of Activities and Changes in Net Assets	4
Statement of Cash Flows	5
Notes to Financial Statements	6-16

## Independent Auditor's Report

To Bishop Daniel E. Thomas  
and Reverend Monsignor William Kubacki  
General Fund of The Roman Catholic  
Diocese of Toledo in America

We have audited the accompanying financial statements of the General Fund of The Roman Catholic Diocese of Toledo in America (the "Fund"), which comprise the statement of financial position as of June 30, 2016 and the related statements of activities and changes in net assets and cash flows for the year then ended, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the General Fund of The Roman Catholic Diocese of Toledo in America as of June 30, 2016 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Bishop Daniel E. Thomas  
and Reverend Monsignor William Kubacki  
General Fund of The Roman Catholic  
Diocese of Toledo in America

***Emphasis of Matter***

As described in Note 2 to the financial statements, the Fund is one of several funds of The Roman Catholic Diocese of Toledo in America (the "Diocese") and has no separate legal status or existence. Its assets are legally available for the satisfaction of debts of the Diocese, not solely those appearing on the accompanying statement of financial position, and its debts may result in claims against assets not appearing thereon. Our opinion is not modified with respect to this matter.

*Plante & Moran, PLLC*

November 21, 2016

# General Fund of The Roman Catholic Diocese of Toledo in America

## Statement of Financial Position June 30, 2016

<b>Assets</b>	
Cash and cash equivalents	\$ 942,193
Receivables from other funds and related entities (Note 5)	3,562,006
Receivables - Net of allowance:	
Parish assessments (Note 5)	523,018
Other	7,841
Investments (Note 3)	673,226
Other assets	71,432
	<hr/>
Total assets	<b><u>\$ 5,779,716</u></b>
 <b>Liabilities and Net Assets</b>	
<b>Liabilities</b>	
Accounts payable	\$ 569,067
Due to agency funds (Note 5)	678,414
Other liabilities	174,411
	<hr/>
Total liabilities	1,421,892
 <b>Net Assets</b>	
Unrestricted:	
Unrestricted and undesignated net assets	4,010,922
Unrestricted board-designated net assets	244,750
Temporarily restricted (Note 4)	102,152
	<hr/>
Total net assets	4,357,824
	<hr/>
Total liabilities and net assets	<b><u>\$ 5,779,716</u></b>

# General Fund of The Roman Catholic Diocese of Toledo in America

## Statement of Activities and Changes in Net Assets Year Ended June 30, 2016

	Unrestricted	Temporarily Restricted	Total
<b>Revenue, Gains, and Other Support</b>			
Parish assessments (Note 5)	\$ 3,166,995	\$ -	\$ 3,166,995
Donations and bequests	-	15,630	15,630
Interest in earnings of custody trust account	15,388	1,955	17,343
Interest income	19,061	-	19,061
Support from other funds (Note 5)	4,093,278	-	4,093,278
Other income (Note 5)	57,700	-	57,700
Net assets released from restrictions	11,884	(11,884)	-
	<u>7,364,306</u>	<u>5,701</u>	<u>7,370,007</u>
Total revenue, gains, and other support			
	7,364,306	5,701	7,370,007
<b>Expenses</b>			
Chancery:			
Communications	793,438	-	793,438
Archives and tribunal	205,826	-	205,826
Administration	1,114,064	-	1,114,064
Cathedral support and repair	250,609	-	250,609
Diocesan pastoral services:			
Human resources	230,099	-	230,099
Administration	744,921	-	744,921
Clergy, consecrated life, and vocations	909,344	-	909,344
Catholic education:			
Catholic schools	687,873	-	687,873
Catechesis	62,296	-	62,296
Discipleship and family life	867,855	-	867,855
Finance	636,990	-	636,990
Catholic social services (Note 5)	909,408	-	909,408
Other expenses	88,416	-	88,416
	<u>7,501,139</u>	<u>-</u>	<u>7,501,139</u>
Total expenses			
	7,501,139	-	7,501,139
<b>(Decrease) Increase from Operations</b>	(136,833)	5,701	(131,132)
<b>Nonoperating Losses</b> - Net realized and unrealized losses on investments	(298)	-	(298)
	<u>(137,131)</u>	<u>5,701</u>	<u>(131,430)</u>
<b>(Decrease) Increase in Net Assets</b>			
	(137,131)	5,701	(131,430)
<b>Net Assets</b> - Beginning of year	4,392,803	96,451	4,489,254
<b>Net Assets</b> - End of year	<u>\$ 4,255,672</u>	<u>\$ 102,152</u>	<u>\$ 4,357,824</u>

# General Fund of The Roman Catholic Diocese of Toledo in America

## Statement of Cash Flows Year Ended June 30, 2016

<b>Cash Flows from Operating Activities</b>	
Decrease in net assets	\$ (131,430)
Adjustments to reconcile decrease in net assets to net cash from operating activities:	
Impairment of inventory	16,462
Interest in earnings of custody trust account including net realized and unrealized gains and losses	(17,045)
Changes in operating assets and liabilities which provided (used) cash:	
Parish assessments receivable	71,389
Other receivables	21,735
Inventory	738
Other assets	68,337
Accounts payable	(202,155)
Collections due to outside agencies and others	161,364
Other liabilities	(3,503)
	<hr/>
Net cash used in operating activities	(14,108)
<b>Cash Flows from Investing Activities</b>	
Net sales of investments	12,332
Net change in receivables from other funds and related entities	(1,174,194)
	<hr/>
Net cash used in investing activities	(1,161,862)
<b>Net Decrease in Cash and Cash Equivalents</b>	(1,175,970)
<b>Cash and Cash Equivalents - Beginning of year</b>	<hr/> 2,118,163
<b>Cash and Cash Equivalents - End of year</b>	<hr/> <b>\$ 942,193</b> <hr/>

# General Fund of The Roman Catholic Diocese of Toledo in America

---

**Notes to Financial Statements  
June 30, 2016**

## **Note 1 - Nature of Business and Significant Accounting Policies**

The Roman Catholic Diocese of Toledo in America (the "Diocese") oversees a wide range of activities that serve the needs of the Catholic community in northwest Ohio. In order to oversee these activities, the Diocese maintains various funds and related incorporated entities. The accounts of the General Fund (the "Fund") include only assets, liabilities, and operations related to the administration of the Diocese and its departments. The functions of the Diocese related to conducting the charitable works of the Diocese, administration of its schools and properties, payments of insurance claims, payment of expenses related to retired and infirmed priests of the Diocese, long-term fundraising campaigns, and other specific social and community services are accounted for in other funds or incorporated entities within the framework of the Diocese and would be represented in other financial presentations.

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

**Investments** - Investments are carried at fair value. Fair values are based on quoted market prices. The appreciation or depreciation in market value is recognized as a change in nonoperating income. Gains and losses on sales of investments are determined based on the specific security sold. Interest and dividends are recorded on the accrual basis as part of operating income. The Fund's interest in the earnings is based upon the Fund's pro-rata share in the net assets of the trust, as described in Note 3, at the time the income is accrued.

**Receivables** - The Diocese carries parish assessments receivable equal to the unpaid amounts billed to the parishes based on net invoice amounts. An allowance for doubtful accounts is established for potentially uncollectible amounts. Management reviews the allowance on a yearly basis. Amounts are written off against the allowance in the year they are deemed uncollectible.

**(Decrease) Increase from Operations** - (Decrease) increase from operations includes revenue and expenses available to support current operating activities within the General Fund, which include interest and dividends earned on investments during the year. Operating activities exclude unrealized and realized gains and losses on investments, which are typically reinvested and intended to support the long-term mission of the Diocese.

# **General Fund of The Roman Catholic Diocese of Toledo in America**

---

**Notes to Financial Statements  
June 30, 2016**

## **Note I - Nature of Business and Significant Accounting Policies (Continued)**

**Classification of Net Assets** - Net assets of the Fund are classified as permanently restricted, temporarily restricted, or unrestricted depending on the presence and characteristics of donor-imposed restrictions limiting the Fund's ability to use or dispose of contributed assets or the economic benefits embodied in those assets. Donor-imposed restrictions that expire with the passage of time or can be removed by meeting certain requirements result in temporarily restricted net assets. Permanently restricted net assets result from donor-imposed restrictions that limit the use of net assets in perpetuity. Earnings, gains, and losses on restricted net assets are classified as unrestricted unless specifically restricted by the donor or by applicable state law. As of June 30, 2016, there were no permanently restricted net assets.

**Designated Net Assets** - The Fund has board-designated net assets totaling approximately \$244,750 at June 30, 2016. These net assets relate to certain unrestricted donation revenue which has been designated for future Evangelization and Parish Life Department program expenditures.

**Revenue Recognition** - The Fund records revenue such as contributions and promises to give when it is received unconditionally at the fair value. Conditional contributions are recognized as revenue when the conditions on which they depend have been substantially met. Parish assessments are levied annually and are calculated based on annual collections times a fixed percentage of 5 percent for parishes that have a school and 10 percent for parishes that do not have a school.

**Income Taxes** - The Diocese is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code; therefore, a provision for income taxes has not been included in the financial statements.

**Use of Estimates** - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue, expenses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

# General Fund of The Roman Catholic Diocese of Toledo in America

---

**Notes to Financial Statements  
June 30, 2016**

## **Note I - Nature of Business and Significant Accounting Policies (Continued)**

**Upcoming Accounting Changes** - In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*, which will supersede the current revenue recognition requirements in Topic 605, *Revenue Recognition*. The ASU is based on the principle that revenue is recognized to depict the transfer of goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The ASU also requires additional disclosure about the nature, amount, timing, and uncertainty of revenue and cash flows arising from customer contracts, including significant judgments and changes in judgments and assets recognized from costs incurred to obtain or fulfill a contract. The new guidance will be effective for the Diocese's year ending June 30, 2020. The ASU permits application of the new revenue recognition guidance to be applied using one of two retrospective application methods. The Diocese has not yet determined which application method it will use or the potential effects of the new standard on the financial statements, if any.

In August 2016, the FASB issued Accounting Standards Update No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. ASU No. 2016-14 requires significant changes to the financial reporting model of organizations who follow FASB not-for-profit rules, including changing from three classes of net assets to two classes, net assets with donor restrictions and net assets without donor restrictions. The ASU will also require changes in the way certain information is aggregated and reported by the Fund, including required disclosures about the liquidity and availability of resources. The new standard is effective for the Diocese's year ending June 30, 2019 and thereafter and must be applied on a retrospective basis. The Diocese is currently evaluating the impact this standard will have on the financial statements.

**Subsequent Events** - The financial statements and related disclosures include evaluation of events up through and including November 21, 2016, which is the date the financial statements were issued.

# General Fund of The Roman Catholic Diocese of Toledo in America

**Notes to Financial Statements  
June 30, 2016**

## **Note 2 - Legal Status of Diocese**

The Diocese, as such, is not incorporated but is an entity recognized in Canon Law. The legal title to all property listed among the assets of the Diocese is in the name of the Bishop of Toledo and his successor in office. The title in itself is one of individual ownership in fee simple, but by a decision of the Supreme Court of Ohio (Mannix vs. Pucell 460S.102), there is an implied trust on behalf of each separate parish and institution. Property, therefore, cannot be alienated arbitrarily by the bishop from the purpose for which it has been created. No mortgage, lien, or other obligation by reason of notes or contracts can be created against the assets of the Diocese, parishes, or institutions, except over the signature of the bishop or with his authorization. The Fund's assets are legally available for the satisfaction of debts of the Diocese, not solely those appearing in the accompanying statement of financial position, and its debts may result in claims against assets not appearing thereon.

## **Note 3 - Investments**

The Custody Trust Account (the "Trust") is administered by Comerica Bank, the trustee. The Trust was established to hold the assets of the Fund and other funds of the Diocese and its related entities. The accompanying financial statements reflect the Fund's total interest (1.66 percent at June 30, 2016) in the assets of the Trust. The estimated fair values of the Fund's share of the Trust's investments at June 30, 2016 are as follows:

Money market funds	\$	4,187
Mutual funds - Fixed income		221,939
Equity securities		446,966
Accrued income		134
Total investments	\$	<u>673,226</u>

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

# General Fund of The Roman Catholic Diocese of Toledo in America

---

## Notes to Financial Statements June 30, 2016

### Note 4 - Temporarily Restricted Net Assets

Temporarily restricted net assets at June 30, 2016 are available for the following purposes:

Youth Young Adult Campus Ministries	\$	7,274
Knights of Columbus Religious Education Grant		25,048
Mass stipends		6,186
Discretionary Fund		13,919
Other		<u>49,725</u>
Total temporarily restricted net assets	\$	<u>102,152</u>

# General Fund of The Roman Catholic Diocese of Toledo in America

## Notes to Financial Statements June 30, 2016

### Note 5 - Related Party Transactions

Related party activities for the years ended June 30, 2016 are as follows:

Receivable from Central City Ministries Fund	\$ 463,241
Receivable from Catholic Cemeteries Fund	668,721
Receivable from Deposit and Loan Fund	865,906
Receivable from Catholic Foundation	1,188,978
Other related party receivables	<u>375,160</u>
Total receivables from other funds and related entities	<u>\$ 3,562,006</u>
Parish assessment receivable - Net of allowance	<u>\$ 523,018</u>
Due to agency fund - CYO	\$ 306,221
Due to agency fund - Global Concern	<u>372,193</u>
Total due to agency funds	<u>\$ 678,414</u>
Parish assessment income	<u>\$ 3,166,995</u>
Support from Annual Catholic Appeal	\$ 2,197,075
Support from Deposit and Loan Fund	175,000
Support from Insurance Fund	175,000
Support from Catholic Foundation Fund	<u>1,546,203</u>
Total support for operations from other funds	<u>\$ 4,093,278</u>
Reimbursement from Catholic Foundation Fund of seminary formation expenses (included in other income on statement of activities and changes in net assets)	<u>\$ 13,729</u>
Subsidy paid to Catholic Charities for operations	<u>\$ 909,408</u>

Receivables due from other funds and related entities are operational in nature and due on demand. Receivables from the Deposit and Loan Fund and the Catholic Foundation Fund relate to amounts transferred to these funds to earn interest from various surplus activities. Receivables from closed parishes will be realized through the sale of various parish assets.

The Fund charged assessments as detailed above to related parishes and amounts outstanding related to these assessments are included in parish assessments receivable net of an allowance of \$288,000 for the year ended June 30, 2016.

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

# **General Fund of The Roman Catholic Diocese of Toledo in America**

---

**Notes to Financial Statements  
June 30, 2016**

## **Note 5 - Related Party Transactions (Continued)**

Transfers from the Annual Catholic Appeal, Deposit and Loan Fund, Insurance Fund, and Catholic Foundation Fund were made to support operations for each year. The Fund also received transfers from the Catholic Foundation Fund for reimbursement of seminary expenses included in other income on the statement of activities and changes in net assets during the year ended June 30, 2016. The Fund also subsidized Catholic Charities for the year presented and amounts are included within the Catholic Charities expense on the statement of activities and changes in net assets.

## **Note 6 - Multiple-employer Defined Benefit Pension Plans**

The Fund participates in the Retirement Plan for Lay Employees in the Catholic Diocese of Toledo (the "Retirement Plan"), a multiple-employer defined benefit pension plan established by the Diocese. The employer identification number of the plan is 34-4428233. The Fund contributes 4 percent of each participating employee's compensation to the plan and the employee contributes 2 percent of compensation. Benefits under the plan are generally based on compensation levels and years of service.

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

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

The Fund's contributions to the plan were approximately \$116,000 for the year ended June 30, 2016. Based on the most recent available information as of June 30, 2015, the year end of the plan, Diocese contributions to the plan do not represent more than 5 percent of total contributions received by the plan.

# General Fund of The Roman Catholic Diocese of Toledo in America

## Notes to Financial Statements June 30, 2016

### Note 6 - Multiple-employer Defined Benefit Pension Plans (Continued)

The plan is not required to file Form 5500; therefore, certain information is not required to be made available publicly and is unavailable. If the Fund withdraws its participation in the plan, the Fund could, under the terms of the plan, be subject to a penalty. In addition to the extent that the plan is underfunded, the Fund's future contributions to the plan may increase to cover retirement benefits of employees of other participants in the plan. The following information is based on the most recent available actuarial valuation of the plan as of July 1, 2015.

	Retirement Plan for Lay Employees in the Catholic Diocese of Toledo
Total plan assets	\$ 152,734,094
Actuarial present value of accumulated plan benefits	\$ 184,831,141
Total contributions received by the plan*	\$ 4,082,385
Indicated level of funding	82.6 %

\* Employer and employee contributions are deposited directly into the Retirement Plan's trust. Each year, based on the information provided in the actuarial report, the trustee determines the annual amount to be transferred from the Retirement Plan to the Health Care Assistance Benefits Plan (see Note 10). Of the \$4,082,385 in total contributions received by the plan, \$157,742 was contributed to the Health Care Assistance Benefits Plan.

### Note 7 - Functional Expenses

For the year ended June 30, 2016, expenses are functionally allocated as follows:

General and administrative	\$ 4,179,043
Program	<u>3,322,096</u>
Total functional expenses	<u>\$ 7,501,139</u>

Costs have been allocated between program services and general and administrative services on several bases and estimates. There is no fundraising allocation for the year ended June 30, 2016, as those activities have been transferred to the Catholic Foundation Fund. Although the methods of allocation are considered appropriate, other methods could be used that would produce different amounts.

# **General Fund of The Roman Catholic Diocese of Toledo in America**

---

**Notes to Financial Statements  
June 30, 2016**

## **Note 8 - Lawsuits and Contingencies**

The Diocese has been subject to a number of lawsuits alleging misconduct by clerics. The Diocese is also a party to various other legal matters arising in the ordinary course of business. Management is unable to determine possible outcomes of such lawsuits, but does not anticipate any future settlement to have a significant impact on the financial position of the Diocese.

## **Note 9 - Fair Value Measurements**

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

The following tables present information about the Fund's assets measured at fair value on a recurring basis at June 30, 2016 and the valuation techniques used by the Fund to determine those fair values. The Fund has no liabilities measured at fair value on a recurring basis.

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

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

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset. The Fund has no Level 3 investments.

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

Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

# General Fund of The Roman Catholic Diocese of Toledo in America

## Notes to Financial Statements June 30, 2016

### Note 9 - Fair Value Measurements (Continued)

#### Assets Measured at Fair Value on a Recurring Basis at June 30, 2016

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Balance at June 30, 2016
Mutual funds - Fixed income	\$ 221,939	\$ -	\$ 221,939
Mutual funds - Equity	235,835	77,153	312,988
Equity securities - Common stock	123,114	-	123,114
Equity securities - Foreign stock	6,015	-	6,015
Equity securities - Real estate investment trusts	4,849	-	4,849
Money market fund and accrued income	4,321	-	4,321
Total assets	<u>\$ 596,073</u>	<u>\$ 77,153</u>	<u>\$ 673,226</u>

The Fund's policy is to recognize transfers in and out of Level 1, 2, and 3 fair value classifications as of the actual date of the event of the change in circumstances that caused the transfer. There were no significant transfer between levels of fair value hierarchy during 2016.

The fair value of the Christian Brothers CUIT Intermediate Bond Fund, the Fund's Level 2 investment at June 30, 2016, was determined primarily based on Level 2 inputs. The Fund estimates the fair value of these mutual funds and equity securities based on quoted market prices for similar assets in active markets. There are no unfunded commitments or redemption restrictions relative to this fund.

### Note 10 - Multiple-employer Plans Providing Postretirement Benefits Other than Pensions

The Fund is a participant in the Health Care Assistance Benefits Plan for Lay Employees in the Catholic Diocese of Toledo (the "Health Care Assistance Benefits Plan"), a multiple- employer plan that provides healthcare stipends and group life insurance benefits to qualified participants. The plan covers substantially all full-time lay employees of the Diocese.

Each year, based on the information provided in the actuarial report, the trustee determines the amount to be transferred from the Retirement Plan for Lay Employees in the Catholic Diocese of Toledo to the Health Care Assistance Benefits Plan. As described in Note 6, \$157,742 in contributions to the Retirement Plan were transferred to the Health Care Assistance Benefits Plan during the plan year ended June 30, 2015. Information for the year ended June 30, 2016 is not currently available.

# **General Fund of The Roman Catholic Diocese of Toledo in America**

---

**Notes to Financial Statements  
June 30, 2016**

## **Note 10 - Multiple-employer Plans Providing Postretirement Benefits Other than Pensions (Continued)**

If the Diocese withdraws its participation in the plan, the Diocese could, under the terms of the plan, be subject to penalty. In addition to the extent that the plan is underfunded, the Diocese's future contributions to the plan may increase to cover other benefits to employees of other entities participating in the plan.

Actuarial information is as of June 30, 2015 and is based on the financial statements of the Health Care Assistance Benefits Plan as of June 30, 2015. The actuarial present value of the accumulated benefits to all participants of the plan as of June 30, 2015 was \$11.2 million. The net assets available for benefits totals \$9.0 million as of June 30, 2015. The indicated funding level was 80.6 percent as of June 30, 2015.

An assumed rate of 7.0 percent was used to determine the actuarial present value of the accumulated plan benefits.