

**THE CENTRAL ADMINISTRATIVE OFFICES OF
THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAux,
OFFICES AND INSTITUTIONS**

Audits of Consolidated Financial Statements

June 30, 2025 and 2024

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Independent Auditor's Report

Most Reverend Simon Peter Engurait, Bishop -
Diocese of Houma-Thibodaux
The Central Administrative Offices of the Roman Catholic Church
of the Diocese of Houma-Thibodaux, Offices and Institutions

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of The Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions (the Diocese), which comprise the consolidated statement of financial position as of June 30, 2025, the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements (collectively, the financial statements).

In our opinion, the 2025 consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Diocese as of June 30, 2025, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Diocese and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Adjustments to Prior Period Financial Statements

The consolidated financial statements of the Diocese as of June 30, 2024 were audited by other auditors whose opinion dated December 23, 2024, on those statements was qualified because the Diocese overstated property and equipment as described in Note 6 to the consolidated financial statements. As more fully described in Note 19, the Diocese has restated its 2024 consolidated financial statements during the current year to remove disposed property and equipment, in accordance with accounting principles generally accepted in the United States of America. The other auditors reported on the 2024 consolidated financial statements before the restatement.

As part of our audit of the 2025 consolidated financial statements, we also audited adjustments described in Note 19 that were applied to restate the 2024 consolidated financial statements. In our opinion, such adjustments are appropriate and have been properly applied. We were not engaged to audit, review, or apply any procedures to the 2024 consolidated financial statements of the Diocese other than with respect to the adjustments and, accordingly, we do not express an opinion or any other form of assurance on the 2024 consolidated financial statements as a whole.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern within one year after the date that the consolidated financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Diocese's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Diocese's ability to continue as a going concern for a reasonable period of time.

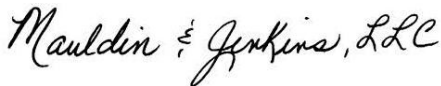
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying supplementary information as listed in the table of contents are presented for purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have issued our report dated December 22, 2025 on our consideration of the Diocese's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Diocese's internal control over financial reporting and compliance.



Covington, LA
December 22, 2025

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**
Consolidated Statements of Financial Position
June 30, 2025 and 2024

	2025	2024 (Restated)
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 6,408,474	\$ 24,466,107
Accounts Receivable	3,597,867	13,004,234
Accrued Interest and Mineral Royalties Receivable	17,573	22,897
Prepaid Expenses	2,527,066	2,166,429
Due from Related Party	1,408,595	1,432,111
Investments	950,351	866,279
Total Current Assets	14,909,926	41,958,057
Deposits and Endowments held by Central Financial Services, Inc.	29,569,720	21,822,515
Property and Equipment, at Cost	17,031,737	16,823,329
Less: Accumulated Depreciation	(9,133,106)	(8,694,913)
Total Property and Equipment, Net	7,898,631	8,128,416
Other Assets	3,481,262	2,738,690
Total Assets	\$ 55,859,539	\$ 74,647,678

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

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS
Consolidated Statements of Financial Position (Continued)
June 30, 2025 and 2024

	2025	2024 (Restated)
Liabilities and Net Assets		
Current Liabilities		
Accounts Payable, Undistributed Funds, and Other Accruals	\$ 2,835,659	\$ 2,345,562
Loans Payable - Related Party	1,916,448	-
Deferred Grant Revenues	51,504	184,855
Accrued Interest Expense	582,667	582,667
Total Current Liabilities	5,386,278	3,113,084
Noncurrent Liabilities		
Bonds Payable	32,000,000	32,000,000
Bonds Issuance Costs	(435,556)	(542,222)
Total Noncurrent Liabilities	31,564,444	31,457,778
Insurance Program Liabilities	244,079	244,079
Accrued Other Postretirement Benefits	11,449,249	9,348,696
Total Liabilities	48,644,050	44,163,637
Net Assets		
Without Donor Restrictions		
Designated by the Bishop	12,717,108	16,300,590
Operating (Deficit) Surplus	(15,524,111)	4,861,275
With Donor Restrictions		
Restricted for Specified Purpose	4,314,659	3,997,144
Restricted in Perpetuity	5,707,833	5,325,032
Total Net Assets	7,215,489	30,484,041
Total Liabilities and Net Assets	\$ 55,859,539	\$ 74,647,678

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

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**
Consolidated Statements of Activities
For the Years Ended June 30, 2025 and 2024

	2025	2024 (Restated)
Changes in Net Assets Without Donor Restrictions		
Revenues and Other Support		
Cathedraticum	\$ 2,382,096	\$ 2,363,238
Donations and Special Collections	2,540,496	2,405,999
Grants	1,061,932	13,606,968
Investment Income, Net	1,700,986	2,061,655
Oil and Gas Royalties	243,710	331,768
Program Service and Other Income	15,724,238	14,755,688
Net Assets Released from Restrictions	20,000	881,792
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Total Revenues and Other Support	23,673,458	36,407,108
Operating Expenses		
Program Services		
Formation Ministries	1,618,666	1,857,880
Social Ministries	3,019,075	3,620,609
Clergy and Religious	2,101,421	2,147,477
Administration Ministries	37,526,459	34,754,041
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Total Program Services	44,265,621	42,380,007
Supporting Services		
General and Administrative Expenses	1,822,677	1,701,703
Stewardship Expenses	420,294	388,191
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Total Supporting Services	2,242,971	2,089,894
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Total Operating Expenses	46,508,592	44,469,901
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Changes in Net Assets from Operations	(22,835,134)	(8,062,793)

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

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**
Consolidated Statements of Activities (Continued)
For the Years Ended June 30, 2025 and 2024

	2025	2024 (Restated)
Non-Operating Activities		
Pension and Postemployment Benefit Related Changes		
Other than Net Periodic Pension and Benefit Cost	<u>(1,133,734)</u>	2,314,347
Changes in Net Assets Without Donor Restrictions	<u>(23,968,868)</u>	(5,748,446)
Changes in Net Assets With Donor Restrictions		
Contributions	646,744	181,185
Investment Income, Net	73,572	73,033
Less: Net Assets Released from Restrictions	<u>(20,000)</u>	(881,792)
Changes in Net Assets With Donor Restrictions	<u>700,316</u>	(627,574)
Changes in Net Assets	<u>(23,268,552)</u>	(6,376,020)
Net Assets, Beginning of Year, as Previously Reported	30,484,041	37,760,824
Prior Period Adjustment	-	(900,763)
Net Assets, Beginning of Year, as Restated	<u>30,484,041</u>	36,860,061
Net Assets, End of Year	<u>\$ 7,215,489</u>	<u>\$ 30,484,041</u>

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

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**
Consolidated Statement of Functional Expenses
For the Year Ended June 30, 2025

	Program Services					Supporting Services			Total Operating Expenses
	Formation Ministries	Social Ministries	Clergy and Religious	Administration Ministries	Total Program Services	General and Administrative Expenses	Stewardship Expenses	Total Supporting Services	
Salaries - Lay Personnel	\$ 731,867	\$ 1,088,253	\$ 230,093	\$ 1,136,220	\$ 3,186,433	\$ 600,669	\$ 18,634	\$ 619,303	\$ 3,805,736
Salaries - Religious	119,026	70,631	75,510	24,000	289,167	1,785	-	1,785	290,952
Payroll Taxes	52,943	79,879	13,573	79,291	225,686	42,960	1,320	44,280	269,966
Group Insurance	158,898	246,898	727,513	143,211	1,276,520	71,028	1,044	72,072	1,348,592
Group Insurance - Retired Priests	-	-	205,510	1,493	207,003	-	-	-	207,003
Pension and Benefits	32,088	59,433	12,338	51,124	154,983	23,670	745	24,415	179,398
Business Allowance/ Reimbursement	15,566	43,663	29,109	19,596	107,934	5,658	532	6,190	114,124
Conference and Travel	80,523	56,956	45,557	20,358	203,394	11,502	-	11,502	214,896
Program Expenses	247,697	283,574	421,729	29,567,471	30,520,471	18,659	398,019	416,678	30,937,149
Supplies	6,319	86,063	24,526	36,476	153,384	23,240	-	23,240	176,624
Maintenance and Repair	6,836	92,620	72,882	38,330	210,668	174,206	-	174,206	384,874
Insurance	2,000	88,050	41,256	4,724,006	4,855,312	911	-	911	4,856,223
Occupancy Expenses	-	179,799	69,860	39,990	289,649	94,905	-	94,905	384,554
Other Operating Expenses	92,645	143,485	20,701	195,644	452,475	387,671	-	387,671	840,146
Copying and Printing	63,299	8,225	10,308	610	82,442	-	-	-	82,442
Papal Quota and Catholic Conference	-	-	-	-	-	75,618	-	75,618	75,618
Contributions and Grants	6,318	5,000	600	-	11,918	66,373	-	66,373	78,291
Depreciation	2,011	122,106	84,991	40,799	249,907	213,327	-	213,327	463,234
Bond Interest Expense	-	-	-	1,398,400	1,398,400	-	-	-	1,398,400
Emergency Assistance and Disaster Relief	-	332,701	-	153	332,854	-	-	-	332,854
Telephone	630	31,739	15,365	9,287	57,021	10,495	-	10,495	67,516
Total Expenses	\$ 1,618,666	\$ 3,019,075	\$ 2,101,421	\$ 37,526,459	\$ 44,265,621	\$ 1,822,677	\$ 420,294	\$ 2,242,971	\$ 46,508,592

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

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS
Consolidated Statement of Functional Expenses
For the Year Ended June 30, 2024**

	Program Services				Total Program Services	Supporting Services		Total Supporting Services	Total Operating Expenses
	Formation Ministries	Social Ministries	Clergy and Religious	Administration Ministries		General and Administrative Expenses	Stewardship Expenses		
Salaries - Lay Personnel	\$ 780,025	\$ 1,131,171	\$ 277,150	\$ 1,085,173	\$ 3,273,519	\$ 487,516	\$ 18,247	\$ 505,763	\$ 3,779,282
Salaries - Religious	111,977	34,890	53,442	24,000	224,309	3,840	-	3,840	228,149
Payroll Taxes	56,561	83,558	15,103	77,262	232,484	33,779	1,259	35,038	267,522
Group Insurance	178,485	247,715	136,586	232,785	795,571	73,558	1,045	74,603	870,174
Group Insurance - Retired Priests	-	-	686,323	-	686,323	-	-	-	686,323
Pension and Benefits	42,796	47,895	14,010	49,864	154,565	20,055	730	20,785	175,350
Business Allowance/ Reimbursement	29,080	42,494	46,917	13,870	132,361	7,638	532	8,170	140,531
Conference and Travel	114,188	37,245	40,217	23,496	215,146	13,744	-	13,744	228,890
Program Expenses	222,137	281,962	491,454	30,132,066	31,127,619	-	351,000	351,000	31,478,619
Supplies	9,547	50,550	31,206	36,342	127,645	79,568	-	79,568	207,213
Maintenance and Repair	13,823	67,959	32,563	133,389	247,734	245,517	-	245,517	493,251
Insurance	-	74,821	31,899	-	106,720	-	-	-	106,720
Occupancy Expenses	-	161,429	54,210	33,716	249,355	69,756	-	69,756	319,111
Other Operating Expenses	76,825	167,789	135,874	117,687	498,175	247,110	10,831	257,941	756,116
Copying and Printing	73,269	7,522	8,223	178	89,192	90	-	90	89,282
Papal Quota and Catholic Conference	-	-	-	-	-	74,714	-	74,714	74,714
Contributions and Grants	145,031	-	500	5,000	150,531	110,086	4,547	114,633	265,164
Depreciation	4,136	102,125	82,990	33,391	222,642	225,342	-	225,342	447,984
Distribution to Parishes, Schools and Agencies	-	-	-	1,500,000	1,500,000	-	-	-	1,500,000
Bond Interest Expense	-	-	-	1,246,907	1,246,907	-	-	-	1,246,907
Emergency Assistance and Disaster Relief	-	1,047,921	2,347	-	1,050,268	654	-	654	1,050,922
Telephone	-	33,563	6,463	8,915	48,941	8,736	-	8,736	57,677
Total Expenses	\$ 1,857,880	\$ 3,620,609	\$ 2,147,477	\$ 34,754,041	\$ 42,380,007	\$ 1,701,703	\$ 388,191	\$ 2,089,894	\$ 44,469,901

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

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**
Consolidated Statements of Cash Flows
For the Years Ended June 30, 2025 and 2024

	2025	2024 (Restated)
Cash Flows from Operating Activities		
Changes in Net Assets	\$ (23,268,552)	\$ (6,376,020)
Adjustments to Reconcile Changes in Net Assets to Net Cash Used in Operating Activities		
Gain on Investments, Net	(84,072)	(83,031)
Contributions Restricted for Long-Term Investment	(720,319)	(254,217)
Depreciation Expense	569,901	447,984
(Gain) Loss on Disposal of Assets	(12,521)	31,591
Changes in:		
Accounts Receivable	9,406,367	(12,481,977)
Annual Bishop's Appeal Receivable	-	133,648
Due from Related Party	23,516	5,717,342
Accrued Interest and Mineral Royalties Receivable	5,324	7,705
Prepaid Expenses and Other Assets	(1,103,209)	(980,184)
Accounts Payable, Undistributed Funds, and Other Accruals	2,406,545	(486,920)
Deferred Grant Revenues	(133,351)	50,612
Accrued Other Postretirement Benefits	2,100,553	(867,176)
Net Cash Used in Operating Activities	(10,809,818)	(15,140,643)
Cash Flows from Investing Activities		
Purchases of Property and Equipment	(266,834)	(264,940)
Proceeds from Sale of Fixed Assets	45,905	331,140
Net Cash Used in (Provided by) Investing Activities	(220,929)	66,200
Cash Flows from Financing Activities		
Proceeds from Contributions Restricted for:		
Contributions to Individual/Family Assistance	255,597	153,536
Contributions to Endowment Funds	84,074	83,033
Perpetual Care of Cemetery Crypts	380,648	17,648
Proceeds from Bonds, Net of Debt Issuance Costs	-	31,457,778
Other Financing Activities:		
Changes in Central Finance Deposits and Endowments	(7,747,205)	5,090,047
Net Cash (Used In) Provided by Financing Activities	(7,026,886)	36,802,042
Net Change in Cash and Cash Equivalents	(18,057,633)	21,727,599
Cash and Cash Equivalents, Beginning of Year	24,466,107	2,738,508
Cash and Cash Equivalents, End of Year	\$ 6,408,474	\$ 24,466,107
Supplemental Disclosure of Cash Flow Information		
Cash Paid for Interest During the Year	\$ 1,398,400	\$ 1,246,907

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

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS

Notes to Consolidated Financial Statements

Note 1. Nature of Organization and Summary of Significant Accounting Policies

Nature of Organization

The Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions (the Diocese), a not-for-profit corporation established under the laws of the State of Louisiana, operates as a religious organization. The Diocese is dedicated to acting as a centralized ministry that coordinates several ministerial, outreach, and administrative programs and functions for church parishes and other Diocesan-related operations located within the Diocese's boundaries encompassing the civil parishes of Terrebonne, Lafourche, parts of St. Mary, St. Martin, and Iberia, and Grand Isle, Louisiana.

The Diocese derives support for its administrative operations primarily through Cathedraticum paid by Diocesan parishes to the Diocese. Cathedraticum is an assessment on parish ordinary income and certain extraordinary income. The Cathedraticum amount is set each year by the Diocese based on the prior years reported income. Support for other Diocesan operations is provided by several sources including, but not limited to: grants from other non-profit entities; special Diocesan-wide collections; individual contributors; governmental grants; and Diocesan subsidies, transfers, grants and interest, dividends, and net capital gains or losses earned and recognized on investments.

The accompanying consolidated financial statements include the programs and operations maintained by and directly under the administration of The Central Administrative Offices of the Diocese of Houma-Thibodaux, H-T Publishing Company (The Bayou Catholic), St. Joseph Cemetery, and the programs of Catholic Charities of the Diocese of Houma-Thibodaux, and also include certain assets which are owned by the Diocese and used in the operations of certain affiliates. These statements exclude the financial position and transactions of the parishes and missions, schools, cemeteries, and other organizations which maintain separate accounts and carry on their own services and programs. These operations, which may or may not be separate corporations under civil law, are directly managed and controlled by their pastors or other responsible parties. Only those operations and offices that are directly controlled, managed, administered, and financed through the Diocese Central Administrative Offices are included in these consolidated financial statements.

Internal transactions and balances have been eliminated in consolidation.

Basis of Accounting

The Diocese prepares its consolidated financial statements in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP), involving the application of accrual accounting, consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

**Note 1. Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Basis of Presentation

The accompanying consolidated financial statements of the Diocese are presented in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, *Not-for-Profit Entities*. Accordingly, the Diocese is required to report information regarding its financial position and activities according to two classes of net assets.

Net Assets

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

Net Assets Without Donor Restrictions - Net assets available for use in general operations and not subject to donor restrictions. The Bishop has designated, from net assets without donor restrictions, net assets for specific purposes and programs. Investment income appropriated for expenditure in accordance with the Diocese's endowment policy are included in net assets without donor restrictions.

Net Assets With Donor Restrictions - Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or that can be fulfilled or removed by actions of the Diocese pursuant to those stipulations. Other donor-imposed restrictions are perpetual in nature (also referred to as an endowment fund), where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. As restrictions are met or until released in accordance with the Diocese's spending policy, assets are reclassified to net assets without donor restrictions.

The Diocese reports gifts of cash and other assets as support with donor restrictions if they are received with donor-imposed restrictions or requirements that limit the use of the donation. A donor restriction ends when a time restriction is met or a purpose restriction is accomplished.

Cash and Cash Equivalents

For the purpose of the consolidated statements of cash flows, cash equivalents consist of cash in banks and highly liquid short-term investments with an original maturity of three months or less. Concentrations of credit risk with respect to cash and cash equivalents are considered limited due to the combination of federally insured deposits and financial strength of the institutions that hold Diocese's deposits. The Diocese held bank deposits in excess of Federal Deposit Insurance Corporation (FDIC) insurance in the amounts of \$3,648,542 and \$3,627,604 for the years ended June 30, 2025 and 2024, respectively.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

**Note 1. Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the consolidated statements of financial position. Unrealized gains and losses are included in the change in net assets. For investments other than marketable securities with readily determinable fair values, the carrying value is either cost or fair value at the date of donation.

Investments in marketable debt and equity securities are diversified among high-credit quality securities in accordance with the investment policy of the Diocese. Investments are not insured by the trustee, FDIC, or any other government agency.

Accounts Receivable

Accounts receivable includes balances due related to non-exchange transactions. The balances include grants and unconditional commitments from individuals and organizations that are recorded at the net realizable value that are expected to be collected by management. The Diocese determines the allowance for uncollectable receivables based on historical experience, an assessment of economic conditions, and a review of subsequent collections. Receivables are written off when deemed uncollectable. At June 30, 2025 and 2024 the allowance was \$-0-.

Revenue and Revenue Recognition

Contributions are recognized when cash, securities, or other assets, an unconditional promise to give, or notification of a beneficial interest is received. Contributions which are conditional are recognized when the conditions are substantially met.

The Diocese accounts for a contract with a customer when it has written approval, the contract is committed, the rights of the parties, including payment terms, are identified, the contract has commercial substance and consideration is probable of collection. Revenue is recognized when, or as, control of a promised service transfers to a customer, in an amount that reflects the consideration to which the Diocese expects to be entitled in exchange for transferring those services.

The Diocese earns revenues from customers for exchange transactions for services provided by various programs such as daycare, retreats, advertising, and sales of cemetery mausoleums and tombs.

Contracts typically require the completion of a defined service and billing for completed services are based on actual amounts. The Diocese satisfies the performance obligation and recognizes revenue at a point in time. Revenues obtained through such arrangements are typically billed and recognized when the service has been delivered. This results in revenue recognition that corresponds with the value to the client of the services transferred to date. The Diocese historically collects revenues before or at the time when the transaction is entered into. Revenues received in advance of providing the services are deferred and recognized as revenue as the services are provided.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

**Note 1. Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Property and Equipment

Property and equipment are recorded at cost, or when donated, at fair value. Additions and improvements of \$5,000 or greater are capitalized, while expenditures for maintenance and repairs are expensed as incurred. Depreciation expense is computed principally by the straight-line method over the useful lives of the depreciable assets.

Functional Allocation of Expenses

The costs of providing various programs and other activities of the Diocese have been summarized on a functional basis in the consolidated statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Income Taxes

The Diocese is exempt from income taxes under the provisions of Internal Revenue Code Section 501(c)(3).

Accounting standards require an entity to disclose and recognize the financial statement impact of uncertain tax positions when it is more likely than not that the position will not be sustained on examination. Management of the Diocese believes it has appropriate support for any tax positions taken, and therefore, does not have any uncertain income tax positions that are material to the consolidated financial statements.

Use of Estimates

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

Reclassification

Certain amounts in the prior year consolidated financial statements have been reclassified in order to be comparable with the current year presentation. These reclassifications had no impact on previously reported changes in net assets.

Note 2. Liquidity and Availability

Assets not available to meet general expenditures within one year of the consolidated statements of financial position date include amounts in nonspendable form, assets subject to internal designations, and endowments held for others. In the event the need arises to utilize the designated funds for liquidity purposes, the reserves could be drawn upon through board resolution.

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Notes to Consolidated Financial Statements

Note 2. Liquidity and Availability (Continued)

The following table reflects the Diocese's financial assets available to meet general expenditures within one year of the consolidated statements of financial position as of June 30, 2025 and 2024:

	2025	2024
Financial Assets		
Cash and Cash Equivalents	\$ 6,408,474	\$ 24,466,107
Accounts Receivable	3,597,867	13,004,234
Investments	950,351	866,279
Financial Assets at Year End	10,956,692	38,336,620
Less: Those Unavailable for General Expenditure Within One Year Due to:		
Endowments Held for Others	(5,707,833)	(5,325,032)
Financial Assets at Year-End Available to Meet Cash Needs for General Expenditures Within One Year	\$ 5,248,859	\$ 33,011,588

Note 3. Central Finance Program

Under the Diocesan Central Finance Program policies, the parishes, schools, and institutions within the Diocese are required to deposit all funds not immediately needed for current operations into Central Financial Services, Inc. Balances on deposit earned interest at a rate of .5% per annum through June 30, 2025 and 2024. Endowment funds may also be established by parishes, schools, and institutions within the Diocese.

The establishment of endowment funds is governed by the Diocesan policy on endowments, and must be deposited with Central Financial Services, Inc. The deposits must be of a permanent nature and have restrictions as to the withdrawal of principal. Endowment funds earned interest at 1.5% per annum through June 30, 2025 and 2024.

Certain Diocesan programs also receive interest on surplus funds held by Central Financial Services, Inc. at the same rates earned by parishes, schools, and institutions. The interest received by these programs is reported as revenue in the consolidated statements of activities.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
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Notes to Consolidated Financial Statements

Note 3. Central Finance Program (Continued)

Interest rates on Central Finance Program deposits are set by management of the Roman Catholic Church of the Diocese of Houma-Thibodaux Central Finance Services, Inc. (CFS) and are based on the expected rate of return on Diocesan investments, net of investment fees and expenses. Net investment income in excess of interest paid on funds on deposit may be paid to the parishes, schools, and institutions as additional interest at the end of the year at the discretion of the CFS Board. The amount of additional interest paid to each parish, school, or institution is based on the weighted average deposit balance of the parish, school, or institution during the year and is called “profit sharing.” Endowment funds are not eligible for profit-sharing distributions. There were no profit-sharing distributions for the years ended June 30, 2025 and 2024. The consolidated statements of activities present investment return as interest and dividends earned and capital gains recognized, net of fees.

Note 4. Accounts Receivable

Accounts receivable are comprised of the following at June 30, 2025 and 2024:

	2025	2024
Grants Receivable - FEMA	\$ 1,825,953	\$ 12,162,365
Accounts Receivable - Other	1,771,914	841,869
Total	\$ 3,597,867	\$ 13,004,234

Note 5. Investments and Cash Equivalents

The carrying value of investments are summarized as follows at June 30, 2025 and 2024:

	2025	2024
Money Market Mutual Funds and Commercial Paper	\$ 2,171,470	\$ 20,238,450
Total Cash Equivalents	\$ 2,171,470	\$ 20,238,450
Mission Diocese Investment Pool	\$ 855,460	771,388
Real Estate and Other Miscellaneous Investments	94,891	94,891
Total Investments	\$ 950,351	\$ 866,279

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Notes to Consolidated Financial Statements

Note 6. Property and Equipment

The following is a summary of property and equipment at June 30, 2025 and 2024:

	2025	2024 (Restated)
Depreciable Property		
Buildings and Improvements	\$ 11,990,250	\$ 11,911,389
Equipment	2,095,885	2,056,026
Vehicles	544,695	455,007
Total Depreciable Property	14,630,830	14,422,422
Less: Accumulated Depreciation	(9,133,106)	(8,694,913)
Net Depreciable Property	5,497,724	5,727,509
Non-Depreciable Property		
Archives Art Collection	238,000	238,000
Land	1,944,307	1,944,307
Land - Future Parish Sites	218,600	218,600
Net Property and Equipment	\$ 7,898,631	\$ 8,128,416

For the years ended June 30, 2025 and 2024, depreciation expense was reported in the consolidated statements of activities by functional category as follows:

	2025	2024
Depreciation Expense by Function		
Program Services	\$ 249,907	\$ 222,642
Supporting Services	213,327	225,342
Total	\$ 463,234	\$ 447,984

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Notes to Consolidated Financial Statements

Note 7. Other Assets

Other assets are comprised of the following at June 30, 2025 and 2024:

	2025	2024
Perpetual Care Deposits in Cemeteries Trust	\$ 3,108,117	\$ 2,725,360
Mausoleum Inventory	373,145	13,330
Total	\$ 3,481,262	\$ 2,738,690

Note 8. Bonds Payable

On July 21, 2023, the Diocese entered into an agreement with a bank for a bond of \$32,000,000. The bond bears interest at an annual rate of 4.25% and is set to mature in six years on August 1, 2029. No principal or interest payments are due for the first three years. Interest is payable semi-annually on February 1st and August 1st each year. Principal payments will be made annually commencing on August 1, 2026. The proceeds are utilized to finance the costs of debris removal and facility repairs related to damages caused by Hurricane Ida. The Diocese paid interest on the bond totaling \$1,398,400 and \$1,246,907 during the years ended June 30, 2025 and 2024, respectively.

Principal payments due on the bond outstanding as of June 30, 2025 are as follows:

Year Ending June 30,	Principal
2026	\$ -
2027	2,625,000
2028	2,740,000
2029	2,855,000
2030	<u>23,780,000</u>
Total	\$ 32,000,000

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Notes to Consolidated Financial Statements

Note 9. Insurance and Risk Management

The Diocese operates several self-insurance programs in which the Diocese, its parishes, schools, and apostolates participate. Following is a description of each:

Severance Pay Plan (SPP) - The Diocese has established a Severance Pay Plan covering all eligible employees of the Diocese, its parishes, schools, and apostolates. Under the plan, eligible employees include all full-time or regular part-time employees with more than one year of service. Severance benefits are paid upon the termination of employment of an eligible employee by reason of lack of funds, lack of work, or the restructuring of or closing of a parish, school, department, or institutions. Under the plan, benefits range from two weeks' pay to six weeks' pay based on the employee's years of service. Premiums in excess of claims collected from the parishes, schools, and institutions are reported as a liability.

Louisiana Catholic Workers' Compensation Pool (LCWCP) - The Diocese participates in a cost-sharing, risk pool with three other Dioceses to cover claims resulting from employment-related accidents and injuries. Premiums are paid to the pool by the Dioceses based on total payroll costs for covered workers. The LCWCP has entered into a stop-loss agreement with an insurance company to limit its losses to \$1,150,000 per occurrence and \$4,600,930 per policy year. After all outstanding claims are settled for a policy year, any excess of premiums collected over claims and other costs are refunded to the participating Dioceses in proportion to premiums paid to the LCWCP for that policy year.

Mausoleum Insurance Program - This plan covers repairs and damage caused by fire or natural disasters to mausoleums at cemeteries operated by the parishes of the Diocese. The Diocesan Property and Casualty Insurance Program covers damage caused by vandalism. The reserve is funded through premiums paid through the Diocesan Property and Casualty Insurance Program. At the end of the year, reserve adequacy is assessed. If reserves are adequate, the premiums credited to the reserve during the year are charged against the reserve and the balance is credited as a source of revenue to the Cemeteries Office.

Property and Casualty Insurance Program - This plan covers repairs and damage caused by fire, natural disasters, or other casualties to buildings and property owned by the Diocese and all parishes, schools, and institutions within the Diocese. The Diocese has entered into a stop-loss agreement with an insurance company to limit its losses to \$25,000 on individual claims and \$200,000 in the aggregate for the fiscal year ended June 30, 2025. The Diocesan Property and Casualty Insurance Program is reported as a funded operation and the ending balance is included in net assets without donor restrictions.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
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Notes to Consolidated Financial Statements

Note 9. Insurance and Risk Management (Continued)

Hospitalization Insurance Plan - Hospitalization insurance premiums are paid into the program by the Diocese, its parishes, and institutions to provide coverage for employees, retirees, and their families. The Diocese has entered into a stop-loss agreement with an insurance company to limit its losses to \$225,000 on individual claims. From time to time during the year, the Diocese remits funds to the third-party administrator to pay claims. The estimated liability for known and incurred but not reported claims was \$288,007 and \$461,971 for the years ended June 30, 2025 and 2024, respectively, and is included in accrued liabilities on the consolidated statements of financial position. The hospitalization insurance program is reported under administration ministries in the consolidated statements of activities and the ending balance is included in net assets without donor restrictions. During the year ended June 30, 2024, the Bishop and Finance Council approved a distribution of surplus reserves totaling \$1,500,000 back to the parishes and institutions. This amount is reflected on the consolidated statements of activities under administration ministries program services.

Note 10. Designated Net Assets

The Bishop of the Diocese has designated net assets without donor restrictions for the following purposes as of June 30, 2025 and 2024:

	2025	2024
Property and Casualty Insurance Program	\$ 1,939,099	\$ 5,518,040
Employee Health Benefit Plan	6,007,024	5,617,763
Food Banks	1,342,118	1,329,625
St. Joseph Cemetery	1,138,422	1,279,552
Priest Pension Fund	888,224	888,224
Other Programs	1,402,221	1,667,386
Total	\$ 12,717,108	\$ 16,300,590

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
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Notes to Consolidated Financial Statements

Note 11. Net Assets With Donor Restrictions

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

	2025	2024
Subject to Expenditure for Specified Purpose		
Disaster Relief Fund	\$ 2,668,233	\$ 2,432,738
CCHT Fund	462,451	407,244
Msgr. Amedee Seminarian Education Fund	372,753	346,217
Perpetual Care Maintenance Fund	278,978	281,080
Lafourche Charities Fund	283,060	283,060
Future Parish Sites	218,600	218,600
Anne Marie Ardoin Seminarian Education Fund	20,258	17,929
Norma Liner Diaconate Fund	10,326	10,276
Total Subject to Expenditure for Specified Purpose	4,314,659	3,997,144
Endowment Funds Restricted in Perpetuity for the Following Purposes		
Perpetual Care of Cemeteries and Mausoleums	3,107,006	2,724,256
Seminary Burse Funds	1,785,318	1,785,318
Catholic Social Services Endowments	538,384	538,333
Priest Retirement Endowment	277,125	277,125
Total Endowment Funds Restricted in Perpetuity	5,707,833	5,325,032
Total Net Assets With Donor Restrictions	\$ 10,022,492	\$ 9,322,176

Note 12. Pension and Other Postretirement Benefit Plans

The Diocese maintains several plans providing pension and other postretirement benefits to employees as follows:

Defined Contribution Plans

The Diocese sponsors two defined contribution plans as follows:

401(a) Plan - The Diocese established a defined contribution 401(a) plan to accept rollover contributions from the participants in the Defined Benefit Plan that was terminated in 1997. No further employee or employer contributions will be made to this plan.

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Notes to Consolidated Financial Statements

Note 12. Pension and Other Postretirement Benefit Plans (Continued)

403(b) Plan - For all eligible employees, the Diocese will contribute 2% of salary to the plan and an additional 2% of salary to the plan if the employee agrees to participate at the minimum level of 2% of salary. The Diocesan contribution to the plan increases, based on length of service, to a maximum of 5% for employees with 20 or more years of service. Diocesan contributions to the plan were \$179,398 and 175,350 for the years ended June 30, 2025 and 2024, respectively.

Priests' Pension Fund

The Diocese provides pension benefits to the retired priests of the Diocese under a plan that is not a qualified plan under the Internal Revenue Code and is not required to comply with the Employee Retirement Income Security Act of 1974.

Summary of Principal Plan Provisions

All incardinated priests of the Diocese of Houma-Thibodaux are eligible for participation in the plan. The normal retirement eligibility requirement is attainment of age 65 for priests ordained before January 1, 2021, and age 68 for priests ordained on or after January 1, 2021. Under normal retirement, the participant is paid for life at a rate of \$62.63 per month times the participant's years of service up to 25 years. If the participant remains in service beyond normal retirement age, an additional accrued benefit of \$77.25 per month will be accrued for each year of continued service, not to exceed 10 years. The monthly benefit paid to retirees and the monthly accrued benefits for active participants are generally adjusted every other year. Early retirement requires attainment of age 55, and up to 5 years of service. The benefit for early retirement is calculated in the same manner as that of normal retirement but reduced by 5% for each year early retirement precedes normal retirement. Participants are 100% vested in their accrued benefits after 5 years of service.

On October 12, 2007, the Diocese established the Priest Retirement Trust to hold plan assets. The proceeds of the 2007 Series bonds and investments previously designated for the payment of priest retirement benefits were deposited into the trust.

Current plan benefits are funded by periodic employer contributions in conformance with minimum funding recommendations and maximum suggested limitations and earnings on plan assets. Additional funding is also provided by voluntary contributions by the Diocese from excess reserves, proceeds of life insurance policies on priests, and private donations.

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS

Notes to Consolidated Financial Statements

Note 12. Pension and Other Postretirement Benefit Plans (Continued)

Priests' Pension Fund (Continued)

Summary of Principal Plan Provisions (Continued)

Information regarding the plan's change in benefit obligation, change in plan assets, and the funded status of the plan for the years ended June 30, 2025 and 2024 follow:

	2025	2024
Change in Benefit Obligation		
Accumulated Benefit Obligation, Beginning of Year	\$ 6,964,718	\$ 7,098,276
Service Cost	114,746	120,179
Interest Cost	358,981	339,444
Actuarial Gain	10,658	(247,350)
Benefits Paid	(387,984)	(345,831)
	<hr/>	<hr/>
Accumulated Benefit Obligation, End of Year	7,061,119	6,964,718
Change in Plan Assets		
Fair Value of Plan Assets, Beginning of Year	9,090,216	8,292,361
Actual Return on Assets	852,920	1,143,686
Benefits Paid	(387,984)	(345,831)
	<hr/>	<hr/>
Fair Value of Plan Assets, End of Year	9,555,152	9,090,216
	<hr/>	<hr/>
Funded Status	\$ 2,494,033	\$ 2,125,498

The actuarial present value of the accumulated benefit obligation was computed using a discount rate of 5.3% for the years ended June 30, 2025 and 2024, respectively. The net periodic pension cost was computed using a discount rate of 5.3% and 4.9% for the years ended June 30, 2025 and 2024, respectively. Benefit payments are based on years of service rather than compensation levels and, therefore, no expected annual compensation increases are included in the valuation.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
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Notes to Consolidated Financial Statements

Note 12. Pension and Other Postretirement Benefit Plans (Continued)

Priests' Pension Fund (Continued)

Summary of Principal Plan Provisions (Continued)

Net periodic pension costs for the years ended June 30, 2025 and 2024 included the following components:

	2025	2024
Service Cost	\$ 114,746	\$ 120,179
Interest Cost	358,981	339,444
Expected Return on Plan Assets	(622,965)	(568,566)
Experience Loss	(69,246)	(20,868)
Amortization of Transition Obligation	62,706	62,706
Total	\$ (155,778)	\$ (67,105)

Pension changes other than net periodic pension costs are reported in the consolidated statements of activities as a change in net assets without donor restrictions for the years ended June 30, 2025 and 2024 were as follows:

	2025	2024
Net Actuarial Gain	\$ 150,051	\$ 801,602
Amortization of Transition Obligation	62,706	62,706
Increase in Net Assets	\$ 212,757	\$ 864,308

Future benefit payments expected to be paid in each of the next five fiscal years and in the aggregate for the following five years are as follows:

Year Ending June 30,	Amount
2026	\$ 475,000
2027	507,000
2028	503,000
2029	501,000
2030	502,000
2031 - 2035	2,523,000

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
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Notes to Consolidated Financial Statements

Note 12. Pension and Other Postretirement Benefit Plans (Continued)

Priests' Pension Fund (Continued)

Plan Assets

The assets of the plan are invested primarily in a diversified mix of equities and fixed income securities. The assets are managed by independent investment managers in accordance with stated investment policies. The investment objective of the pension fund is to equal or exceed a benchmark rate of return comprised of appropriate marked indices and to achieve above-median ranking in a universe of balanced funds with similar investment policies over reasonable measurement periods.

The following table summarizes the plan assets within the fair value hierarchy (see Note 13), at June 30, 2025 and 2024:

June 30, 2025	Level 1	Level 2	Level 3	Total
Cash Equivalents	\$ 306,826	\$ -	\$ -	\$ 306,826
Marketable Equity Securities				
Common Stocks and REITs	2,905,318	-	-	2,905,318
Mutual Funds	5,505,115	-	-	5,505,115
Marketable Debt Securities				
U.S. Treasury Securities	451,060	-	-	451,060
U.S. Government Agency Bonds	98,652	-	-	98,652
Mortgage-Backed Securities	-	288,181	-	288,181
Total Investments	\$ 9,266,971	\$ 288,181	\$ -	\$ 9,555,152
June 30, 2024	Level 1	Level 2	Level 3	Total
Cash Equivalents	\$ 650,637	\$ -	\$ -	\$ 650,637
Marketable Equity Securities				
Common Stocks and REITs	2,639,514	-	-	2,639,514
Mutual Funds	5,024,470	-	-	5,024,470
Marketable Debt Securities				
U.S. Treasury Securities	417,608	-	-	417,608
U.S. Government Agency Bonds	95,778	-	-	95,778
Mortgage-Backed Securities	-	262,209	-	262,209
Total Investments	\$ 8,828,007	\$ 262,209	\$ -	\$ 9,090,216

THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS

Notes to Consolidated Financial Statements

Note 12. Pension and Other Postretirement Benefit Plans (Continued)

Priests' Pension Fund (Continued)

Plan Assets

The actual asset allocations and the target allocation ranges by asset category for pension plan assets were as follows for the year ended June 30, 2025:

	Actual	Target Allocation Range
Cash and Cash Equivalents	3%	0% - 10%
Equity Securities	53%	50% - 65%
Debt Securities	41%	35% - 50%

The expected long-term rate of return assumption of 7% is selected by management as a reasonable expectation based on historical performance of both the pension fund and the investment markets in general. The selection of the rate is periodically evaluated by the Diocese as the administrator of the pension plan.

Priests' Other Postretirement Benefits

The Diocese provides health insurance, long-term care benefits, and long-term disability benefits for its retired priests. The benefits provided are coordinated with Medicare and/or are supplemented with other insurance policies provided by the Diocese. The benefits are funded on a pay-as-you-go basis.

Information regarding the plan's change in benefit obligation, change in plan assets, and the funded status of the plan for the years ended June 30, 2025 and 2024 were as follows:

	2025	2024
Change in Benefit Obligation		
Accumulated Benefit Obligation, Beginning of Year	\$ 9,348,696	\$ 10,215,872
Service Cost	346,272	264,645
Interest Cost	561,326	451,567
Actuarial Gain	1,545,043	(1,316,819)
Benefits Paid	(352,088)	(266,569)
Accumulated Benefit Obligation, End of Year	11,449,249	9,348,696
Change in Plan Assets		
Fair Value of Plan Assets, Beginning of Year	-	-
Employer Contributions	352,088	266,569
Benefits Paid	(352,088)	(266,569)
Fair Value of Plan Assets, End of Year	-	-
Funded Status Deficit	\$ (11,449,249)	\$ (9,348,696)

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
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Notes to Consolidated Financial Statements

Note 12. Pension and Other Postretirement Benefit Plans (Continued)

Priests' Other Postretirement Benefits (Continued)

Components of the benefit obligation other than net periodic benefit costs are reported as net assets without donor restrictions in the consolidated statements of financial position for the years ended June 30, 2025 and 2024 were as follow:

	2025	2024
Transition Obligation	\$ 3,303,846	\$ 3,716,827
Net Actuarial Gain	<u>(3,561,151)</u>	<u>(5,320,623)</u>
Total	\$ (257,305)	\$ (1,603,796)

The actuarial present value of the accumulated benefit obligation and the net benefit cost was computed using a discount rate of 5.30% for the years ended June 30, 2025 and 2024.

Net periodic benefit cost for the years ended June 30, 2025 and 2024 included the following components:

	2025	2024
Service Cost	\$ 346,272	\$ 264,645
Interest Cost	561,326	451,567
Amortization of Unrecognized Gain	(214,429)	(279,760)
Amortization of Transition Obligation	<u>412,981</u>	<u>412,981</u>
Total	\$ 1,106,150	\$ 849,433

Benefit obligation changes other than net periodic benefit costs are reported in the consolidated statements of activities as a change in net assets without donor restrictions were as follows:

	2025	2024
Change in Net Actuarial (Loss) Gain	\$ (1,545,043)	\$ 1,316,819
Amortization of Transition Obligation	<u>412,981</u>	<u>412,981</u>
(Decrease) Increase in Net Assets	\$ (1,132,062)	\$ 1,729,800

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
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Notes to Consolidated Financial Statements

Note 12. Pension and Other Postretirement Benefit Plans (Continued)

Priests' Other Postretirement Benefits (Continued)

The initial annual healthcare cost trend rate is 8.0%, decreasing annually by 0.75% to an ultimate rate of 5.0% per year. A one-percentage-point change in the assumed health care cost trend rates would have the following effects as of June 30, 2025:

	Increase of 1%	Current Rate	Decrease of 1%
Service Cost	\$ 280,413	\$ 346,272	\$ 458,077
Interest Cost	506,071	561,326	662,076
Accumulated Benefit Obligation	9,983,810	11,449,249	13,254,208

Future benefit payments expected to be paid in each of the next five fiscal years and in the aggregate for the following five years are as follows:

Year Ending June 30,	Amount
2026	\$ 368,000
2027	379,000
2028	489,000
2029	497,000
2030	506,000
2031 - 2035	2,945,000

Note 13. Fair Value Measurements

The Diocese follows the provisions of the *Fair Value Measurement* Topic of the FASB ASC. Accordingly, fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The *Fair Value Measurement* Topic of the FASB ASC establishes a fair value hierarchy for inputs used in measuring fair market value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring the most observable inputs to be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on the best information available in the circumstances.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

Note 13. Fair Value Measurements (Continued)

The inputs in the three levels of this hierarchy are described as follows:

- Level 1** Quoted prices in active markets for identical assets or liabilities. An active market is one in which transactions occur with sufficient frequency and volume to provide pricing information on an ongoing basis.
- Level 2** Observable inputs other than Level 1 prices. This would include quoted prices for similar assets or liabilities, quoted prices in markets that are not active, or other inputs that are observable or can be corroborated by observable market data.
- Level 3** Unobservable inputs, to the extent that observable inputs are unavailable. This allows for situations in which there is little or no market activity for the asset or liability at the measurement date.

In some instances, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such instances, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

During the years ended June 30, 2025 and 2024, there were no changes to the Diocese's valuation techniques that had, or are expected to have, a material impact on its consolidated financial position or changes in net assets.

The following is a description of the valuation methodology used for instruments measured at fair value:

Temporary Cash Investments - Temporary cash investments consist of money market mutual funds. The fair value of these investments is the market value based on quoted market prices, when available, or market prices provided by recognized broker dealers. If listed prices or quotes are not available, fair value is based upon externally developed models that use unobservable inputs due to the limited market activity of the instrument.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

Note 13. Fair Value Measurements (Continued)

Recurring Fair Value Measurements

The following tables set forth by level, within the fair value hierarchy, the Diocese's assets at fair value as of June 30, 2025 and 2024:

June 30, 2025	Total	Level 1	Level 2	Level 3
Investment Securities				
Money Market Mutual Funds and Commercial Paper	\$ 2,171,470	\$ 2,171,470	\$ -	\$ -
Total Investments Reported at Fair Value	\$ 2,171,470	\$ 2,171,470	\$ -	\$ -
Pooled Investment Fund at NAV ^(a)	855,460			
Land and Other Investments, at Cost ^(b)	94,891			
Total Investments and Cash Equivalents	\$ 3,121,821			
June 30, 2024				
Investment Securities				
Money Market Mutual Funds and Commercial Paper	\$ 20,238,450	\$ 20,238,450	\$ -	\$ -
Total Investments Reported at Fair Value	\$ 20,238,450	\$ 20,238,450	\$ -	\$ -
Pooled Investment Fund at NAV ^(a)	771,388			
Land and Other Investments, at Cost ^(b)	94,891			
Total Investments and Cash Equivalents	\$ 21,104,729			

(a) Certain investments measured at fair value using the net asset value (NAV) per share (or its equivalent) practical expedient have not been categorized in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the consolidated statements of financial position.

(b) Land and other investments without readily determinable fair values have not been categorized in the fair value hierarchy. The amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the consolidated statements of financial position.

Investments in Certain Entities that are Measured at NAV Per Share as a Practical Expedient

The FASB issued a standards update pertaining to *Fair Value Measurements and Disclosures for Investments in Certain Entities that Calculate Net Asset Value per Share*. Fair values of certain investments are determined by the use of calculated NAV per ownership share.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

Note 13. Fair Value Measurements (Continued)

Investments in Certain Entities that are Measured at NAV Per Share as a Practical Expedient (Continued)

The Diocese's investments at June 30, 2025 and 2024 that feature NAV per share include membership interests in a pooled investment fund that is open only to certain Catholic dioceses and related entities as defined by the fund manager. The fund's investment objective is to preserve the capital and purchasing power of its members, anticipating a real return of 5% over the rate of inflation over the long term through a diversified asset allocation strategy. Redemptions or withdrawals can be made quarterly with 75 days prior notice. There are no unfunded commitments related to this investment.

Note 14. Endowments

Endowment funds consist of net assets held in perpetuity pursuant to donor-imposed restrictions for the purposes of priest retirement costs, seminary tuition, and other expenses related to the education of candidates for the priesthood, perpetual care of mausoleums, Catholic Charities programs operating expenses of Lumen Christi Retreat Center, and unrestricted net assets designated for priest retirement costs by management. The endowment funds are held in pooled investment accounts, along with other Diocese's funds and funds held for affiliates.

Interpretation of Relevant Law

The Diocese accounts for donor-restricted funds consistent with the provisions of Uniform Prudent Management of Institutional Funds Act (UPMIFA) as adopted by the State of Louisiana. The Diocese seeks to preserve the fair value of the original gift as of the gift date of the donor restricted endowment funds absent explicit donor stipulations to the contrary. Accordingly, the Diocese retains in perpetuity (a) the original value of initial and subsequent gift amounts (including promises to give net of discount and allowance for doubtful accounts) donated to the Endowment, and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditures by the Diocese in a manner consistent with the standard of prudence prescribed by UPMIFA.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

Note 14. Endowments (Continued)

In accordance with UPMIFA, the Diocese 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 Diocese 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 Diocese, and
- 7) The investment policies of the Diocese.

Investment and Spending Policies

The Diocese invests its funds in companies and opportunities whose operational philosophy and management activities are consistent with the overall mission and objectives of the Diocese. The primary objective is the long-term growth of the fund's assets. It is recognized that short-term fluctuations may result in the loss of capital earned on occasion. However, in the absence of contributions and withdrawals, the asset value of the funds should grow in the long run and earn rates of return greater than those of an appropriate market index, while avoiding excess risk. The next objective is the preservation of purchasing power. Asset growth, exclusive of contributions and withdrawals, should exceed the rate of inflation as measured by the Consumer Price Index. The final objective is to preserve the value of the assets by earning a positive return over the investment time horizon. The Diocese's spending policy is targeted at 1.5% in accordance with the Central Finance Program policies as described in Note 3.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate of return objectives, the Diocese relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Diocese targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

Note 14. Endowments (Continued)

Strategies Employed for Achieving Objectives (Continued)

Changes in endowment fund net assets for the years ended June 30, 2025 and 2024 were as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Net Assets, June 30, 2023	\$ 888,224	\$ 5,287,817	\$ 6,176,041
Contributions	-	37,215	37,215
Net Assets, June 30, 2024	\$ 888,224	\$ 5,325,032	\$ 6,213,256
Contributions	-	382,801	382,801
Net Assets, June 30, 2025	\$ 888,224	\$ 5,707,833	\$ 6,596,057

Note 15. Contingencies

The Diocese is named as defendant in various lawsuits. While the outcome of these lawsuits and threatened litigation cannot be predicted with certainty, certain of these matters involve allegations that, if resolved adversely, could have a material effect on the Diocese's financial position, changes in net assets, or liquidity.

Management and the Diocese's legal counsel have determined that it is not possible at this time to reasonably estimate the amount of any potential loss or range of loss, if any, related to these matters. Accordingly, no liability has been recorded in the accompanying consolidated financial statements.

Note 16. Stewardship and Development

The Diocese has three stewardship and development programs. The first is the Annual Bishop's Appeal, the second is the Stewardship Program for the benefit of parishes within the Diocese, and the third is the Catholic School Development Program. The Annual Bishop's Appeal is a program to raise funds for discretionary use by the Diocese in support of various diocesan, school, and parish programs. The Stewardship Program is coordinated by the Diocesan Stewardship Office to assist parishes of the Diocese in implementing a sacrificial giving program for the benefit of the parishes. The Catholic School Development Program is coordinated by the Diocesan Office of Catholic Schools to assist the schools of the Diocese in their development efforts.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

Note 17. Program Expenses

Program expenses are grouped by the Diocesan Departments of the Curia as reported in the Diocesan Catholic Directory as follows:

Formation Ministries are focused on catechesis and evangelization. The ministries and offices included in the Department of Formation Ministries provide support to the parishes and schools throughout the Diocese for the formation of the people of God into vibrant, Eucharistic communities.

Social Ministries provide compassionate service to people in need, promote Catholic social teaching, advocate for those whose voice is not heard, organize people who feel powerless to improve their lives, and call the entire church and all people of good will to establish a more just society.

The Department of Clergy and Religious provides for the continuing education of the clergy, permanent diaconate, men and women religious, and seminarians.

Administration Ministries provide administrative support and assistance to parishes, schools, institutions, and other departments within the Diocese.

Note 18. Related-Party Transactions

The Diocese is affiliated with Central Financial Services, Inc. (CFS), which maintains the deposits of the parishes, schools and institutions within the Diocese through the Central Finance Program as described in Note 3. During the years ended June 30, 2025 and 2024, the deposits held by CFS totaled \$29,569,720 and \$21,822,515, respectively. The Diocese's deposits held by CFS earned \$1,113,832 and \$1,005,562 of interest income during the years ended June 30, 2025 and 2024.

During the year ended June 30, 2025, CFS granted the Diocese loans in the cumulative total amount of \$4,599,475 to be used for insurance policy renewals. The remaining loan balance due to CFS as of June 30, 2025 was \$1,916,448.

The Diocese also provides various payroll and administrative services to CFS, parishes and missions, schools, cemeteries, and other organizations on a reimbursement basis. Such entities reimbursed the Diocese from funds at CFS in the total amount of \$32,764,335 and \$30,093,219 for the years ended June 30, 2025 and 2024, respectively, for those services. Amounts receivable from CFS at June 30, 2025 and 2024 for these services totaled \$1,408,595 and \$1,432,111, respectively.

Central Financial Services, Inc. paid the Diocese administrative fees totaling \$75,000 and \$68,750 for the years ended June 30, 2025 and 2024, respectively.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAU, OFFICES AND INSTITUTIONS**

Notes to Consolidated Financial Statements

Note 19. Correction of an Error and Restatement

During the year June 30, 2025, the Diocese identified an error in the previously issued consolidated financial statements related to the valuation of capital assets. The error involved the inclusion of previously disposed capital assets that should not have been included in the consolidated financial statements. As a result, the consolidated financial statements for the year ended June 30, 2024, have been restated to correct this error.

The correction of this error has been accounted for as such in accordance with FASB ASC 250, *Accounting Changes and Error Corrections*. The impact of the correction on the previously reported consolidated financial statements is as follows:

<u>Description</u>	<u>As Previously Reported</u>	<u>As Restated</u>	<u>Increase (Decrease)</u>
Property and Equipment, at Cost	<u>\$ 21,028,954</u>	<u>\$ 16,823,329</u>	<u>\$ (4,205,625)</u>
Accumulated Depreciation	<u>\$ 11,999,775</u>	<u>\$ 8,694,913</u>	<u>\$ (3,304,862)</u>
Operating Surplus	<u>\$ 5,762,038</u>	<u>\$ 4,861,275</u>	<u>\$ (900,763)</u>

Note 20. Subsequent Events

On December 22, 2025, CFS granted the Diocese two secured loans totaling \$4,725,000 for various working capital needs. The Diocese granted a real estate mortgage and a security agreement to CFS to secure the loans.

Management has evaluated subsequent events through the date that the consolidated financial statements were available to be issued, December 22, 2025 and determined that no additional events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these consolidated financial statements.

SUPPLEMENTARY INFORMATION

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS
Schedule of Revenues and Expenses - Formation Ministries
For the Year Ended June 30, 2025**

Schedule 1

	Pilgrimage to March For Life	Worship	Catholic Schools	Parish Support	Evangelization	Communications	Total
Revenues							
Donations and Special Collections	\$ 27,603	\$ -	\$ 13,955	\$ 2,500	\$ 6,077	\$ 44,068	\$ 94,203
Grants	-	900	136,960	12,500	72,873	15,500	238,733
Program Service and Other Income	48,800	-	137,424	2,050	330	20,548	209,152
Total Revenues	76,403	900	288,339	17,050	79,280	80,116	542,088
Expenses							
Salaries - Lay Personnel	-	21,496	158,066	220,949	18,980	312,376	731,867
Salaries - Religious	-	485	-	388	118,153	-	119,026
Payroll Taxes	-	1,395	11,927	15,602	1,452	22,567	52,943
Group Insurance	-	7,322	21,360	36,220	45,906	48,090	158,898
Pension and Benefits	-	723	6,403	8,829	5,439	10,694	32,088
Business Allowance/ Reimbursement	-	-	2,973	205	11,070	1,318	15,566
Conference and Travel	65,751	2,297	5,707	2,131	1,688	2,949	80,523
Program Expenses	6,140	3,923	148,623	16,595	5,822	66,594	247,697
Supplies	1,954	1,488	951	625	625	676	6,319
Maintenance and Repair	70	10	10	92	2,057	4,597	6,836
Insurance	-	-	-	-	2,000	-	2,000
Other Operating Expenses	-	41,537	27,846	660	350	22,252	92,645
Copying and Printing	-	86	427	-	947	61,839	63,299
Contributions and Grants	2,000	-	-	-	4,318	-	6,318
Depreciation	-	-	-	641	-	1,370	2,011
Telephone	-	-	-	-	300	330	630
Total Expenses	75,915	80,762	384,293	302,937	219,107	555,652	1,618,666
Excess (Deficiency) of Revenues Over Expenses	\$ 488	\$ (79,862)	\$ (95,954)	\$ (285,887)	\$ (139,827)	\$ (475,536)	\$ (1,076,578)

See independent auditor's report.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS
Schedule of Revenues and Expenses - Social Ministries
For the Year Ended June 30, 2025**

Schedule 2

	Hospital Chaplain	Assisi Bridge House	St. Lucy Child Care Center	Disaster Services	Catholic Housing	Foster Grandparent	Food Banks	Catholic Social Services	Total
Revenues									
Donations and Special Collections	\$ -	\$ 31,283	\$ 57,528	\$ 39,918	\$ 258	\$ -	\$ 258,217	\$ 641,262	\$ 1,028,466
Grants	50,000	19,101	54,714	75,000	2,553	231,137	159,644	159,080	751,229
Investment Income, Net	-	-	-	-	2,125	-	39,496	23,921	65,542
Program Service and Other Income	-	346,300	217,187	12,520	-	-	-	42,089	618,096
Total Revenues	50,000	396,684	329,429	127,438	4,936	231,137	457,357	866,352	2,463,333
Expenses									
Salaries - Lay Personnel	-	225,571	244,627	-	36,040	48,360	168,846	364,809	1,088,253
Salaries - Religious	70,631	-	-	-	-	-	-	-	70,631
Payroll Taxes	-	17,146	18,467	-	2,392	3,050	12,055	26,769	79,879
Group Insurance	39,857	36,297	45,552	-	7,309	10,413	40,359	67,111	246,898
Pension and Benefits	16,383	6,278	9,853	-	2,340	3,346	6,425	14,808	59,433
Business Allowance/ Reimbursement	19,590	309	-	-	176	2,162	2,174	19,252	43,663
Conference and Travel	750	9,860	-	3,044	1,685	29,706	3,619	8,292	56,956
Program Expenses	-	4,258	49,783	-	56	162,545	4,658	62,274	283,574
Supplies	4,200	12,233	10,463	23,351	-	453	24,738	10,625	86,063
Maintenance and Repair	-	14,735	15,665	4,217	-	-	26,964	31,039	92,620
Insurance	4,000	14,015	26,450	500	-	-	24,973	18,112	88,050
Occupancy Expenses	-	33,548	20,274	7,486	-	400	105,700	12,391	179,799
Other Operating Expenses	-	133,506	79	1,506	1,291	221	3,464	3,418	143,485
Copying and Printing	-	90	47	2	24	12	180	7,870	8,225
Contributions and Grants	-	-	-	5,000	-	-	-	-	5,000
Depreciation	-	26,067	3,297	13,115	-	-	44,007	35,620	122,106
Emergency Assistance and Disaster Relief	-	6,401	-	54,377	1,500	-	148,106	122,317	332,701
Telephone	-	5,139	4,449	-	556	-	9,929	11,666	31,739
Total Expenses	155,411	545,453	449,006	112,598	53,369	260,668	626,197	816,373	3,019,075
Excess (Deficiency) of Revenues Over Expenses	\$ (105,411)	\$ (148,769)	\$ (119,577)	\$ 14,840	\$ (48,433)	\$ (29,531)	\$ (168,840)	\$ 49,979	\$ (555,742)

See independent auditor's report.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS
Schedule of Revenues and Expenses - Clergy and Religious
For the Year Ended June 30, 2025**

Schedule 3

	Seminarian Formation	Permanent Diaconate	Priest Office/ House of Formation	Bishop's Office	Bishop Emeritus	Mary's Manor	Retirement and Other Clergy Benefits	Total
Revenues								
Donations and Special Collections	\$ 373,892	\$ -	\$ -	\$ 32,712	\$ -	\$ -	\$ -	\$ 406,604
Grants	40,000	-	21,000	-	-	-	-	61,000
Investment Income, Net	55,145	-	-	-	-	-	-	55,145
Program Service and Other Income	-	-	14,625	-	-	-	-	14,625
Total Revenues	469,037	-	35,625	32,712	-	-	-	537,374
Expenses								
Salaries - Lay Personnel	67,048	-	103,031	24,078	1,193	34,743	-	230,093
Salaries - Religious	56,147	-	-	19,363	-	-	-	75,510
Payroll Taxes	4,803	-	4,466	1,647	91	2,566	-	13,573
Group Insurance	40,213	-	37,417	23,607	31	10,420	615,825	727,513
Group Insurance - Retired Priests	-	-	-	-	-	-	205,510	205,510
Pension and Benefits	4,474	-	4,551	1,925	5	1,383	-	12,338
Business Allowance/ Reimbursement	10,224	-	920	9,865	8,100	-	-	29,109
Conference and Travel	12,729	1,268	5,728	25,457	-	-	375	45,557
Program Expenses	244,983	571	122,692	48,443	1,583	-	3,457	421,729
Supplies	12,002	-	-	6,731	3,665	2,128	-	24,526
Maintenance and Repair	51,768	433	10	6,527	3,214	10,930	-	72,882
Insurance	13,231	-	-	-	-	28,025	-	41,256
Occupancy Expenses	13,013	-	-	43,414	5,373	8,060	-	69,860
Other Operating Expenses	6,942	-	660	13,099	-	-	-	20,701
Copying and Printing	7,354	-	126	2,828	-	-	-	10,308
Contributions and Grants	-	-	-	600	-	-	-	600
Depreciation	22,072	-	-	37,243	10,005	15,671	-	84,991
Telephone	5,937	-	-	4,761	3,875	792	-	15,365
Total Expenses	572,940	2,272	279,601	269,588	37,135	114,718	825,167	2,101,421
Excess (Deficiency) of Revenues Over Expenses	\$ (103,903)	\$ (2,272)	\$ (243,976)	\$ (236,876)	\$ (37,135)	\$ (114,718)	\$ (825,167)	\$ (1,564,047)

See independent auditor's report.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA-THIBODAUX, OFFICES AND INSTITUTIONS
Schedule of Revenues and Expenses - Administration Ministries
For the Year Ended June 30, 2025**

Schedule 4

	Technology Services	Construction	Archives	Tribunal	St. Joseph Cemetery	Cemeteries Trust	Cemeteries Office	Property and Casualty Insurance	HR and Employee Benefits	Total
Revenues										
Donations and Special Collections	\$ -	\$ -	\$ 2,453	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 390,648	\$ 393,101
Grants	-	-	-	-	-	-	-	5,069	-	5,069
Investment Income, Net	-	-	-	-	5,807	-	-	1,648,193	-	1,654,000
Program Service and Other Income	140,424	-	-	1,500	253,398	30,374	553,585	6,092,022	7,695,162	14,766,465
Total Revenues	140,424	-	2,453	1,500	259,205	30,374	553,585	7,745,284	8,085,810	16,818,635
Expenses										
Salaries - Lay Personnel	178,112	49,345	69,179	36,902	-	28,442	348,857	178,571	246,812	1,136,220
Salaries - Religious	-	-	-	-	-	-	-	24,000	-	24,000
Payroll Taxes	12,929	3,714	4,662	2,708	-	1,961	24,579	12,886	15,852	79,291
Group Insurance	17,781	6,252	10,488	10,442	-	3,137	68,900	26,211	-	143,211
Group Insurance - Retired Priests	-	-	-	-	-	-	-	-	1,493	1,493
Pension and Benefits	8,030	3,409	2,752	2,572	-	1,329	14,834	8,347	9,851	51,124
Business Allowance/ Reimbursement	2,804	776	-	-	-	266	13,246	1,133	1,371	19,596
Conference and Travel	135	5,441	3,788	7,892	-	-	-	1,657	1,445	20,358
Program Expenses	15,077	219	10,453	603	328,430	-	5,022	22,181,266	7,026,401	29,567,471
Supplies	7,682	140	14,897	688	10,066	-	1,942	-	1,061	36,476
Maintenance and Repair	31	42	4,429	350	29,938	-	20	3,026	494	38,330
Insurance	-	-	-	-	-	-	-	4,724,006	-	4,724,006
Occupancy Expenses	-	-	11,200	-	26,747	-	-	2,043	-	39,990
Other Operating Expenses	362	-	3,257	8,955	-	15,500	13,395	153,053	1,122	195,644
Copying and Printing	-	-	610	-	-	-	-	-	-	610
Depreciation	12,747	-	27,305	-	-	-	747	-	-	40,799
Bond Interest Expense	-	-	-	-	-	-	-	1,398,400	-	1,398,400
Emergency Assistance and Disaster Relief	-	-	153	-	-	-	-	-	-	153
Telephone	300	-	3,096	-	5,155	-	736	-	-	9,287
Total Expenses	255,990	69,338	166,269	71,112	400,336	50,635	492,278	28,714,599	7,305,902	37,526,459
Excess (Deficiency) of Revenues Over Expenses	\$ (115,566)	\$ (69,338)	\$ (163,816)	\$ (69,612)	\$ (141,131)	\$ (20,261)	\$ 61,307	\$ (20,969,315)	\$ 779,908	\$ (20,707,824)

See independent auditor's report.



**REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Independent Auditor's Report

Most Reverend Simon Peter Engurait, Bishop -
Diocese of Houma-Thibodaux
The Central Administrative Offices of the Roman Catholic Church
of the Diocese of Houma-Thibodaux, Offices and Institutions

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of The Central Administrative Offices of the Roman Catholic Church of the Diocese of Houma-Thibodaux, Offices and Institutions (the Diocese), which comprise the consolidated statement of financial position as of June 30, 2025, the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements, and have issued our report thereon dated December 22, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the consolidated financial statements, we considered the Diocese's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Diocese's internal control. Accordingly, we do not express an opinion on the effectiveness of the Diocese's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's consolidated financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Diocese's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Diocese's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Diocese's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mauldin & Jenkins, LLC

Covington, LA
December 22, 2025

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA THIBODAUX, OFFICES AND INSTITUTIONS
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2025**

Part I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Not Applicable.

Part II. Findings Related to the Consolidated Financial Statements

None.

Part III. Findings And Questioned Costs For Federal Awards

Not Applicable.

**THE CENTRAL ADMINISTRATIVE OFFICES OF THE ROMAN CATHOLIC CHURCH
OF THE DIOCESE OF HOUMA THIBODAUX, OFFICES AND INSTITUTIONS**
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2025

Part I. Internal Control and Compliance Material to the Consolidated Financial Statements

None.

Part I. Internal Control and Compliance Material to Federal Awards

Not Applicable.