

# GLOBAL SETTLEMENT RESOLUTION

## Diocese of San Diego

### Financial Obligation:

|                          |                     |
|--------------------------|---------------------|
| 111 Diocesan Cases       | \$152,721,350       |
| 22 Religious Order Cases | <u>\$30,269,098</u> |
| Total                    | \$182,990,448       |

### Sources of Funding:

|   |                    |
|---|--------------------|
| Catholic Mutual Insurance                   | \$75,650,000       |
| Religious Orders (anticipated)              | \$17,000,000       |
| Diocesan Unrestricted Assets <sup>(1)</sup> | \$20,000,000       |
| Sale of Diocesan Properties:                |                    |
| High School Properties <sup>(2)</sup>       | \$40,000,000       |
| Miscellaneous Properties <sup>(3)</sup>     | <u>\$5,000,000</u> |
| Total                                       | \$157,650,000      |

**Balance to be Funded:** \$25,340,448

<sup>(1)</sup> There are no additional diocesan unrestricted assets.

<sup>(2)</sup> The diocese is selling the former University of San Diego High School site, the former Marian Catholic High School site and the Oceanside property purchased but rejected as a site for a new high school in north county. Proceeds are anticipated to be \$90 million of which the diocese committed \$25 million to Cathedral Catholic High School and \$25 million to Mater Dei Catholic High School at the time of their construction. The remaining \$40 million will be used for settlement.

<sup>(3)</sup> If the **Embracing Our Mission** campaign is not successful, the diocese has only two other properties which it can liquidate for settlement purposes, namely, the Diocesan Pastoral Center and St. Francis Seminary.

Note: It will be necessary for the diocese to borrow money to meet the settlement payment schedule. Interest due will be covered by reducing expenses at the Diocesan Pastoral Center in the amount of approximately \$3 million annually.