

FY 2025 Annual Financial Report



THE UNIVERSITY OF
TOLEDO

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Board of Trustees
The University of Toledo
2801 W. Bancroft Street
Toledo, Ohio 43606

We have reviewed the *Independent Auditors' Report* of The University of Toledo, Lucas County, prepared by CliftonLarsonAllen LLP, for the audit period July 1, 2024 through June 30, 2025. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The University of Toledo is responsible for compliance with these laws and regulations.

KEITH FABER
Ohio Auditor of State

Tiffany L. Ridenbaugh, CPA, CFE, CGFM
Chief Deputy Auditor

February 04, 2026

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THE UNIVERSITY OF TOLEDO
LUCAS COUNTY
REGULAR AUDIT
YEARS ENDED JUNE 30, 2025 AND 2024



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INDEPENDENT AUDITORS' REPORT

Board of Trustees
The University of Toledo
Toledo, Ohio

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of The University of Toledo (the University), a component of the State of Ohio, as of and for the years ended June 30, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the University's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of the University, as of June 30, 2025 and 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audits 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the University and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions. The audit of University of Toledo Physicians Clinical Faculty, Inc. (UTP-CF), a blended component unit, was not performed in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the University's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. 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 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 financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the University'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 audits, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of pension funding, and schedule of pension contributions, and schedule of OPEB funding, and schedule of OPEB contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Government Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2025 on our consideration of the University'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 the effectiveness of the University's 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 University's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Maumee, Ohio
October 31, 2025

THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025

The following Management's Discussion and Analysis (MD&A) provides an overview of the financial position and activities of the University of Toledo for the year ended June 30, 2025 with comparative information for the years ended June 30, 2024 and 2023. The MD&A complements the accompanying audited financial statements and footnotes.

ABOUT THE UNIVERSITY OF TOLEDO

The University is a leading research institution in the state of Ohio with over 14,000 students, almost 1,300 instructional faculty, and 3,800+ staff members. The University is comprised of eleven colleges: Arts, Social Sciences and Education; Business and Innovation; Engineering; Graduate Studies; Health and Human Services; Honors; Law; Medicine and Life Sciences; Natural Sciences and Mathematics; Pharmacy and Pharmaceutical Sciences, and University College. The University offers more than 280 undergraduate, graduate, and professional programs leading to degrees in over 60 instructional departments. The University operates The University of Toledo Medical Center (UTMC), which includes 319 Medicare-licensed patient beds and, during the most recent fiscal year, provided services to 8,149 admitted patients, 220,168 outpatient clinic patients and 32,141 emergency visit patients. In addition, UTMC performed 7,255 surgical cases and, on average, cared for over 750 patients per day in both an inpatient and outpatient setting. UTMC specializes in kidney transplantation, cardiology, behavioral health, family medicine, orthopedic surgery and cancer treatment.

The Board of Trustees (BOT) governs the University and is responsible for oversight of academic programs, budgets, general administration, and employment of faculty and staff. The Governor, with the advice and consent of the State Senate, appoints the BOT members for staggered nine-year terms. Two student non-voting members, appointed for two-year terms, also serve on the Board.

The following financial statements reflect all assets, deferred inflows/outflows, liabilities, and net position of the University and the University of Toledo Foundation (Foundation), the University's discretely presented component unit. The University of Toledo Physicians, Clinical Faculty, Inc. (UTP-CF) and Rocket Innovations meet the criteria under GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, and are therefore shown in a blended presentation. UTP-CF provides administrative support, billing, and collection services for physician services at the University. Rocket Innovations supports the University through investment in public and private economic development projects and promotes the interests of the University.

The Foundation is a legally separate entity with a primary function of fund-raising to supplement the resources that are available to the University in support of its programs. The Foundation is governed by a separate board of trustees which is self-perpetuating and consists of graduates and friends of the University. Nearly all the assets of the Foundation are restricted by donors to activities of the University. The University does not control the timing or amount of receipts from the Foundation.

The University is a component unit of the State of Ohio and is included in the State of Ohio's Annual Comprehensive Financial Report (ACFR).

THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025

ABOUT THE FINANCIAL STATEMENTS

The annual financial statements are prepared in accordance with Governmental Accounting Standards Board ("GASB") Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*, as amended by GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*. In addition to this MD&A section, the audited financial statements include Statements of Net Position; Statements of Revenues, Expenses, and Changes in Net Position; Statements of Cash Flows; and the Notes to the Financial Statements. In accordance with GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*, which amends GASB Statement No. 14; the Foundation is discretely presented. A complete copy of the audited financial statements of the Foundation is available at the Foundation offices located near the campus of the University.

The **Statement of Net Position** is the University's balance sheet. It reflects the total assets, liabilities, deferred inflows/outflows, and net position (equity) of the University. Liabilities whose maturities are less than one year and assets available to pay those liabilities are classified as current. Other assets and liabilities with maturities greater than one year are classified as non-current. Investment assets are carried at market value. Capital assets, which include the University's land, buildings, improvements, and equipment, are presented net of depreciation. Net position is displayed in the following categories:

- Net investment in capital assets (presents the University's equity in capital assets)
- Restricted— non-expendable (available for investment purposes only and cannot be expended)
- Restricted – expendable (available for use based on externally imposed restrictions)
- Unrestricted (available to the University for any lawful purpose of the institution)

The **Statement of Revenues, Expenses and Changes in Net Position** is the University's income statement. It reports the detailed revenues and expenses presented in a net revenue (expense) format. Revenues and expenses are classified as operating, non-operating, and other changes, and subtotals are presented for net operating income (loss), income (loss) before other changes, and increase (decrease) in net position. Tuition revenue is shown net of financial aid, hospital patient services revenue is shown net of contractual allowances and bad debt, and depreciation is provided for capital assets.

In accordance with GASB Statement No. 35, appropriations received from the State of Ohio and certain federal and state grants and contracts are presented as non-operating revenue; whereas operating expenses include virtually all expenses except interest on long-term debt. Therefore, the University will typically reflect a net operating loss, though universities and other public institutions have traditionally relied on non-operating revenue to support functional operations of the institution.

The **Statement of Cash Flows** presents the sources and uses of cash during the year. It breaks out the sources and uses of cash in the following categories:

- Operating activities
- Non-capital financing activities
- Capital and related financing activities
- Investing activities

THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025

Cash flows associated with the University's expendable net position appear in the operating and non-capital financing categories. Capital financing activities include payments for capital assets, proceeds from long-term debt and debt repayments. Purchases and sales of investments are reflected as investing activities.

The ***Notes to the Financial Statements*** follow the financial statements of the University. The Notes provide additional information and details to supplement the financial statements.

Net Position and the Impact of GASB Statements No. 68 and No. 75

GASB Statements 68 and 75, which require the University to recognize its share of the unfunded liability in the State retirement system's pension and other post-employment benefit (OPEB) plans, continue to have a significant impact on both the University's net position and operating results. The total net position associated with GASB 68 and 75 is negative \$335.1 million as of June 30, 2025, which is an improvement of \$15.0 million over the prior year. Total unrestricted net position as of June 30, 2025, excluding the effects of GASB 68 and 75, is \$278.9 million, reflecting an improvement of \$7.2 million over the prior year.

The University has a restricted expendable net position of \$148.2 million and a restricted non-expendable net position of \$52.0 million as of June 30, 2025. The restricted expendable net position increased \$26.3 million compared to last year and the restricted non-expendable net position increased \$11.2 million. Net investment in capital is \$203.5 million which is a decrease of \$0.5 million from the prior year. The following sections provide additional details on the University's 2025 financial position and results and a look ahead at significant economic conditions expected to affect the University in the future.

THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025

FINANCIAL HIGHLIGHTS AND KEY TRENDS

Summary of Statements of Net Position			
<i>(in thousands)</i>			
	2025	2024	2023
Assets			
Cash and cash equivalents	\$ 88,273	\$ 115,608	\$ 95,244
Receivables, inventories, and other current assets	178,697	152,734	136,663
Total current assets	266,970	268,342	231,907
Restricted cash	-	469	2,096
Endowment and loan investments	72,268	67,656	63,265
Long-term investments	328,624	322,561	308,622
Capital assets, net of accumulated depreciation	447,305	466,062	495,488
Net pension asset	156	4,423	3,623
Net OPEB asset	39,066	23,630	18,535
Other non-current assets	20,205	21,152	13,886
Total non-current assets	907,624	905,953	905,515
Total assets	\$ 1,174,594	\$ 1,174,295	\$ 1,137,422
Deferred outflows			
Deferred outflow of resources - pension and OPEB	\$ 84,738	\$ 126,168	\$ 199,306
Deferred outflow of resources - other	6,435	7,474	8,709
Total deferred outflows	\$ 91,173	\$ 133,642	\$ 208,015
Liabilities			
Accounts payable and accrued expenses	\$ 100,314	\$ 100,096	\$ 99,692
Other current liabilities	92,343	120,063	91,704
Total current liabilities	192,657	220,159	191,396
Bonds, notes, and leases	204,377	222,007	240,390
Net OPEB liability	-	-	7,621
Net pension liability	406,458	454,591	514,851
Other long-term liabilities	43,751	41,403	46,536
Total non-current liabilities	654,586	718,001	809,398
Total liabilities	\$ 847,243	\$ 938,160	\$ 1,000,794
Deferred inflows			
Deferred inflow of resources - pension and OPEB	\$ 52,647	49,758	\$ 49,811
Deferred inflow of resources - other	57,695	\$ 59,800	57,810
Total deferred inflows	\$ 110,342	109,558	\$ 107,621
Net position			
Net investment in capital assets	\$ 203,469	\$ 204,010	\$ 214,411
Restricted – non-expendable	52,031	40,861	34,966
Restricted - expendable	148,152	121,817	90,449
Unrestricted	(95,470)	(106,469)	(102,804)
Total net position	\$ 308,182	\$ 260,219	\$ 237,022

**THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025**

Current Assets

Current assets (\$267.0 million) slightly decreased \$1.3 million in 2025 with a \$27.3 million decrease in cash offset by a \$26.0 million increase in receivables and other assets. The decrease in cash is primarily attributable to the repayment of short-term advances received from Change Healthcare, the processor of medical claims for the clinical enterprise. The advances were received to help mitigate the effects of delayed payments resulting from the cyber attack on Change Healthcare in February of 2024. The loan, totaling \$24,233, was repaid in three installments from October through December of 2024. The increase in receivables is mainly driven by volume increases at UPMC and a delay in Medicaid payments. The University's liquidity continues to provide a sufficient level of working capital. The Statements of Cash Flows, discussed later in more detail, will provide additional information regarding the sources and uses of cash.

Non-current Assets

The majority of the University's endowments and long-term investments are pooled with assets of the University of Toledo Foundation and Alumni Association. University endowments (\$72.3 million) increased \$4.6 million driven by favorable investment results that were partially offset by endowment spending in support of the University. University long-term investments (\$328.6 million) increased \$6.1 million due to favorable investment earnings. Capital assets (\$447.3 million), including University land, buildings, infrastructure, improvements, and equipment decreased \$18.8 million with depreciation expense continuing to outpace capital investment. Capital spending was predominantly focused on deferred maintenance and infrastructure projects funded by state appropriations, including a major classroom renovation project for the College of Engineering. The net OPEB asset (\$39.1 million) increased \$15.4 million as a result of the University's share of the State retirement system's performance.

Deferred Outflows

Deferred outflows of resources (\$91.2 million) decreased \$42.5 million due primarily to pensions and OPEB and the University's share of activity in the State retirement system.

Current Liabilities

Current liabilities (\$192.7 million) decreased \$27.5 million primarily due to paying off the short-term loan discussed earlier plus a \$2.9 million decrease in the current portion of long-term debt. The reduction in current portion is attributable to the Epic loan, which will be paid off in FY26, and UTP-CF's line of credit, which was partially paid down from the prior year.

**THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025**

Non-current Liabilities

Total non-current liabilities (\$654.6 million) decreased \$63.4 million and continue to be significantly impacted by the University's share of unfunded liabilities in the State retirement systems. The University's share of the net pension liability (\$406.5 million) decreased \$48.1 million due to favorable activity in the state plans. The University is only obligated to pay contributions to the retirement systems and not the actual benefits themselves. Bonds, notes, and leases (\$204.4 million) decreased \$17.6 million due to scheduled bond and loan payments. Other long-term liabilities (\$43.8 million) increased \$2.3 million, with an increase in insurance reserves at UTP-CF's component unit partially offset by scheduled right-of-use lease payments.

Deferred Inflows

Deferred inflows of resources (\$110.3 million) were relatively flat with only a \$0.8 million increase over the previous year. Activity here includes the University's share of actuarial activity in the State retirement plans, expected future inflows from the long-term parking arrangement with ParkUToledo, anticipated future lease income and bond refundings.

Prior Years Highlights

In 2024, the University had total assets of approximately \$1,174 million, an increase of \$36.9 million from the previous year, with increases in cash, receivables and investments partially offset by a decrease in capital assets. Cash increased \$20.3 million due to short-term advances received from Change Healthcare. Receivables and inventories increased \$16.0 million due to volume increases at UTMHC. Long-term investments increased \$13.9 million due to favorable investments earnings. Total liabilities were \$938.2 million, a decrease of \$62.6 million from the previous year, with decreases in pension liability and bonds partially offset by an increase in current liabilities. Pension liability decreased \$60.3 million due to favorable activity in the state plans. Bonds decreased \$18.4 million with scheduled payments offset slightly by a new \$2.1 million loan from the UT Foundation for an MRI machine at UTMHC. Current liabilities increased \$28.8 million due to the short-term loan from Change Healthcare. Net position was \$260.2 million reflecting an increase of \$23.2 million.

In 2023, the University had total assets of approximately \$1,137 million, a decrease of \$91.4 million from the previous year with decreases in cash, capital assets and the net OPEB asset partially offset by increases in investments. Cash decreased \$39.1 million due to lower stimulus and higher spending. Capital assets decreased \$20.1 million due to depreciation outpacing capital spend. The net OPEB asset decreased \$33.9 million due to activity in the state retirement plan. Investments increased \$12.5 million due to favorable investment returns. Total liabilities were \$1,001 million, an increase of \$277.9 million, with an increase of \$319.1 million in pension liability offset slightly by a decrease of \$23.8 million in bonds and \$15.5 million in current liabilities. Net position was \$237.0 million reflecting a decrease of \$7.8 million.

THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025

Summary of Revenues, Expenses, and Changes in Net Position			
<i>(in thousands)</i>			
	2025	2024	2023
Operating revenues:			
Hospital, net	\$ 460,223	\$ 416,650	\$ 377,609
Tuition and fees, net	154,163	173,174	178,962
Grants and contracts	85,764	76,950	61,815
Auxiliary	44,426	45,123	46,234
Other patient services revenue	76,225	72,538	75,944
Other	115,706	104,201	123,865
Total operating revenue	\$ 936,507	\$ 888,636	\$ 864,429
Operating expenses:			
Salaries, wages, and benefits	\$ 628,933	\$ 619,889	\$ 607,091
Supplies	222,787	195,951	182,019
Outside purchased services	88,050	85,530	92,249
Depreciation	57,270	60,283	62,135
Other	84,711	92,808	99,959
Total operating expenses	1,081,751	1,054,461	1,043,453
Operating Loss	\$ (145,244)	\$ (165,825)	\$ (179,024)
Non-operating revenues (expenses):			
State share of instruction and grants & contracts	\$ 152,514	\$ 149,225	\$ 152,397
Investment income	41,572	41,421	21,621
Interest on debt	(11,619)	(12,315)	(13,493)
Asset disposal	(366)	309	(4,135)
Other	269	126	404
Total non-operating revenues	\$ 182,370	\$ 178,766	\$ 156,794
Other changes			
Capital appropriations	\$ 6,263	\$ 9,579	\$ 13,322
Other	4,574	677	1,074
Total other changes	10,837	10,256	14,396
Increase(decrease) in net position	\$ 47,963	\$ 23,197	\$ (7,834)
Net position - beginning of the year	260,219	237,022	244,856
Net position - end of the year	\$ 308,182	\$ 260,219	\$ 237,022

Operating Revenues

Operating revenues (\$936.5 million) increased \$47.9 million with increases in hospital-based revenue, grants and other revenue partially offset by reductions in tuition. UTMC's net patient revenue (\$460.2 million) increased \$43.6 million driven by favorable volumes. Tuition and fees (\$154.2 million) decreased \$19.0 million due primarily to a change in the methodology for calculating the tuition discount as described later in the notes to the financial statements. Revenue from grants and contracts (\$85.8 million) increased \$8.8 million due to robust research activity. Other revenue increased \$11.5 million due to increased supplemental healthcare payments related to a Medicaid state-directed payment program to improve access to care for underserved and vulnerable patient populations.

**THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025**

Operating Expenses

Total operating expenses (\$1,081 million) increased \$27.3 million with increases in compensation and supplies partially offset by decreases in depreciation and other expenses. Excluding the GASB 68/75 adjustments, salaries and benefits increased \$23.3 million or 3.8% which was almost entirely attributable to the clinical enterprise and the growth in patient volumes. Supply expense increased \$26.8 million or 14.7% driven by the continued growth of UTMC's pharmacy and transplant programs as well as favorable patient volumes and general inflation. Depreciation decreased \$3.0 million due to aging infrastructure and equipment. Other expense decreased \$8.1 million with a change in the methodology for calculating the tuition discount producing a decrease of \$15.8 million to scholarship expense. This was partially offset by a \$6.1 million increase in occupancy expense due to rising deferred maintenance expenditures.

Non-operating Revenue and Expense

Total non-operating revenues (\$182.4 million) increased \$3.6 million with the majority attributable to federal and state non-operating grants (student aid). Investment income was relatively steady at close to \$41.5 million for both 2025 and 2024.

Other Changes

Total other changes (\$10.8 million) were relatively flat year over year with an increase of \$3.9 million in capital grants and gifts offset by a decrease of \$3.3 million in state capital appropriations utilized.

Prior Years Highlights

In 2024, the University experienced an increase in net position of \$23.2 million. Operating revenues increased \$24.2 million with increases in hospital-based revenue partially offset by reductions in other revenues. UTMC's net patient revenue increased \$39.0 million driven by favorable volumes. Grants and contracts increased \$15.1 million due to robust research activity. Tuition revenue decreased \$5.8 million due to declining enrollment. Other revenue decreased \$19.7 million due to a change in the structure of Academic Affiliation payments. Total operating expenses (\$1,054 million) increased \$11.0 million with increases in compensation and supplies partially offset by decreases in purchased services and other expenses. Excluding the GASB 68/75 adjustments, salaries and benefits increased \$10.6 million or 1.7%. Supply expense increased \$13.9 million due mainly to continued growth of the pharmacy 340B pricing program at UTMC as well as favorable patient volumes and general inflation. Purchased services and other operating expenses decreased \$6.7 million and \$7.1 million respectively driven mainly by the change in the structure of Academic Affiliation payments, the normalization of IT expenses following the Epic implementation, a reduction in external staffing expenses at UTMC and a reduction in deferred maintenance. Total non-operating revenue increased \$22.0 million with an increase in investment income partially offset by a decrease in stimulus funding of federal grants.

THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025

In 2023, the University experienced a decrease in net position of \$7.8 million. Operating revenues increased \$28.5 million with increases in hospital-based revenue partially offset by reductions in other revenue. UTMC's net patient revenue increased \$51.9 million driven by favorable volumes. Tuition and fees increased \$6.4 million due primarily to the discount calculation associated with stimulus funding in the prior year. Auxiliary revenue decreased \$4.0 million due to lower utilization of housing and dining services. Other revenue decreased \$25.4 million due to a change in the structure of Academic Affiliation payments as well as a one-time payment received in the prior year tied to a newly implemented Medicaid program. Operating expenses were \$1,043 million, an increase of \$148.0 million with \$102.6 million attributable to GASB 68 and 75 adjustments. Excluding the GASB adjustments, salaries and benefits increased \$9.2 million or 1.5%. Supply expense increased \$31.3 million due mainly to continued growth of the pharmacy 340B pricing program at UTMC as well as favorable patient volumes and general inflation. Purchased services increased \$13.7 million driven mainly by external staffing expenses at UTMC amid a challenging market for hiring employees. Other operating expenses decreased \$11.8 million due primarily to the capitalization of internal labor associated with the Epic EMR project. Total non-operating revenue increased \$28.5 million with an increase in investment income partially offset by a decrease in federal grants.

STATEMENTS OF CASH FLOWS

Summary of Cash Flows

(in thousands)

	2025	2024	2023
Net cash flows from operating activities	\$ (119,333)	\$ (121,126)	\$ (142,661)
Net cash flows from non-capital financing activities	127,011	177,392	156,359
Net cash flows from capital and related financing activities	(59,791)	(50,717)	(60,850)
Net cash flows from investing activities	24,309	13,188	5,829
Net increase(decrease) in cash	\$ (27,804)	\$ 18,737	\$ (41,323)

Cash and cash equivalents decreased \$27.8 million during 2025. The University had net cash used in operating activities of \$119.3 million, slightly better than the prior year. The University had net cash provided by non-capital financing of \$127.0 million, a decrease of \$50.4 million from the previous year reflecting the repayment of the short-term advance from Change Healthcare and UTP-CF line of credit. A reduction in cash from state support was offset by an increase in grants, gifts and contracts. Net cash used in capital and related financing activities was \$59.8 million, including capital asset purchases of \$32.7 million and debt service payments of \$36.8 million partially offset by inflows from capital appropriations and gifts totaling \$9.7 million. Net cash provided by investing activities was \$24.3 million driven by net investment activity and an \$8.0 million draw from the investment pool.

Prior Year Highlights

Cash and cash equivalents increased \$18.7 million during 2024. The University had net cash used in operating activities of \$121.1 million, an improvement of \$21.7 million over the prior year. The University had net cash provided by non-capital financing of \$177.4 million, an increase of \$20.8 million from the previous year reflecting the short-term advance from Change Healthcare and UTP-CF line of credit from the UT Foundation as well as a reduction in state support and non-operating grants. Net cash used in capital and related financing activities was \$50.7 million, including capital asset purchases of \$25.3 million and debt service payments of \$37.4 million. Net cash provided by investing activities was \$13.2 million driven by net investment activity and an \$8.0 million draw from the investment pool.

**THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025**

Cash and cash equivalents decreased \$41.3 million during 2023. The University had net cash used in operating activities of \$142.9 million, an increase of \$24.7 million over last year. The University had net cash provided by non-capital financing of \$156.6 million, a decrease of \$16.2 million from the previous year reflecting a continued reduction in non-operating grants related to pandemic relief. Net cash used in capital and related financing activities was \$60.9 million, including capital asset purchases of \$36.7 million and debt service payments of \$41.1 million (net of proceeds from bond refinancing). Net cash provided by investing activities was \$5.8 million driven by net investment activity.

Higher Education and the University

Landscape and Sector Challenges

The United States higher education sector continues to face significant financial pressures. Net tuition growth is not projected to outpace operating cost growth, forcing institutions to pursue ongoing cost containment strategies. Affordability and changing demographics further complicate the long-term outlook. Rising labor costs, which typically comprise 65–75% of operating expenses, are among the hardest to manage. Simultaneously, institutions must continually invest in programs, technology, and aging infrastructure, driving costs upward and stretching resources. There is also persistent uncertainty surrounding the growth of unfunded pension liabilities.

Ohio's Senate Bill 1 (the Advance Ohio Higher Education Act), effective June 27, 2025 — with several provisions subject to delayed implementation — introduces significant reforms to the state's public higher education system. The legislation bans or phases out diversity, equity, and inclusion (DEI) programs, establishes new requirements for faculty evaluations and tenure, mandates institutional neutrality on "controversial beliefs," requires the public posting of syllabi and expanded reporting on costs and outcomes, compels the elimination of undergraduate degree programs averaging fewer than five graduates per year, and imposes a mandatory three-credit civics education course. Institutions that fail to comply risk losing state funding.

State funding for higher education has largely remained flat, with significant variation across states. Funding models have increasingly shifted toward performance-based approaches that evaluate institutions on metrics such as degrees awarded and courses completed. While incremental increases in state funding are expected, they are not likely to keep pace with the growth of operating expenses. These funding increases are often paired with tuition limitations, further constraining institutional resources.

UToledo's Mission, Vision, and Value Proposition

Ranked among the Best Colleges in the country by U.S. News & World Report and recognized as a Top Performer for Social Mobility, The University of Toledo (UToledo) provides high-quality education at an affordable cost. We are proud to offer a Tuition Guarantee, ensuring a UToledo degree is accessible to more families and students.

As a metropolitan research university with an academic health center, UToledo elevates the well-being of students, patients, employees, and the greater Toledo community. The University is deeply committed to student success, as reflected in record growth in retention and graduation rates. At UToledo, students learn from experts and gain unique opportunities for both career and personal development.

THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025

Academic and Research Excellence

UToledo is known nationally as a leader in solar energy and materials science innovation, water quality research, cellular research, and astrophysics. With a growing research enterprise, UToledo tackles the challenges of today while engaging students as early as their first year to participate in undergraduate research. In FY24 the University's research awards grew to \$72.2 million, the second highest in the institution's history. UToledo has strong partnerships with the U.S. Department of Energy national labs and other federal and state research agencies.

The University's strategic focus on research innovation ensures that students and faculty are equipped to tackle contemporary challenges while preparing graduates for meaningful careers in science, technology, and beyond.

Economic and Community Impact

UToledo plays a vital role in the regional economy, contributing \$2.8 billion annually, representing approximately 6.1% of the region's total gross regional product. The University's alumni network exceeds 173,000, with nearly half remaining in the Toledo metropolitan area, living within 60 miles of campus, and many additional graduates positively impacting communities across the globe.

The UToledo College of Medicine and Life Sciences maintains a long-term academic affiliation with ProMedica, a locally owned health system in northwest Ohio and southeast Michigan. This partnership, in place through June 30, 2033, provides both educational and financial support for the medical school, strengthening the region's healthcare workforce and improving patient care.

Leadership and Strategic Vision

James Holloway began his tenure as the 19th president of The University of Toledo on July 15, 2025. Selected following an extensive national search, Dr. Holloway brings to UToledo experience across research, teaching, administration, and global work, as well as a reputation for championing inclusive excellence, expanding research capacity, and fostering civic partnerships.

In support of its mission to improve the human condition, UToledo has a strategic plan guiding its efforts to ensure student success from recruitment through graduation, deliver relevant and innovative academic programs, set the standard for health education and patient care, distinguish UToledo regionally, nationally and internationally, foster a people-centered culture, and position UToledo for future success through financial and operational effectiveness.

Operational Efficiency and Cost Management

The University continues to focus on efficiency and cost containment strategies. The University has reduced administrative expenses over the last several years by managing resources more efficiently; establishing stronger budget and position controls; and implementing automation and re-engineering processes. The University, like others, has been hit with higher costs on supplies and consumables coupled with a challenging labor market trying to recruit and retain talent in all areas of the University. However, the University continues its pursuit of reducing expenses wherever possible while still maintaining critical functions in support of the student experience and its mission.

THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025

Conclusion

With a proud history spanning more than 150 years, The University of Toledo stands as a regional and national leader in education, research, healthcare, and community impact. By combining affordability, student-centered programming, research excellence, and strong civic partnerships, UToledo prepares graduates to thrive while contributing to the well-being of the region, the nation, and the world.

Healthcare and the University

The healthcare industry, in which the University of Toledo Medical Center (UTMC) operates, is subject to strict regulation from several governmental agencies, including those that administer the Medicare and Medicaid programs. Furthermore, federal, state, and local policies developed to regulate the way health care is provided, administered, and paid for nationally and locally has an impact as well. As a result, the health care industry is sensitive to legislative and regulatory changes in such programs and is affected by reductions and limitations in governmental spending for such programs as well as changing health care policies.

UTMC maintains over 319 Medicare licensed patient beds. It is a Level II Trauma Center, offering emergency health and trauma services 24 hours a day. UTMC's signature programs have earned many accolades in the community and include Cardiology, Neurology, Orthopedics, and Oncology along with a nationally-acclaimed Kidney Transplantation program and advanced certifications in both Heart Failure and Stroke.

During fiscal year 2025, UTMC continued to support the mission of the University "to improve the human condition" by providing patient-centered, university quality care. In fiscal year 2025, work began on a fourth cath lab in response to growing demands in cardiology. In addition, UTMC expanded its transplantation program during fiscal 2025 to now include pancreas transplants.

While UTMC is well positioned to maintain a viable financial position in the coming years, constraints on revenue could arise from recently passed legislation that would impact certain programs, e.g. Medicaid eligibility, 340b or Medicare sequestration reductions. Management believes that these revenue pressures can be mitigated by strengthening the partnership between the hospital and various physician groups to improve patient volumes, continuing to improve clinical documentation, optimizing patient length of stay, reducing re-admission rates and minimizing payer denials.

UTMC is placing considerable focus on productivity and cost reduction to effectively manage expenses amidst anticipated reimbursement pressure. Continued focus on reducing median inpatient length of stay will be an essential component given the overall reliance upon fixed governmental sources (Medicare/Medicaid) in the hospital's payer mix. Collaboration between UTMC administration and Hospital Medicine physicians who manage a large part of the inpatient population is yielding strong results in optimal utilization of resources while ensuring quality outcomes. In addition, the hospital is exploring several new programs, including Transcranial Magnetic Stimulation (neuromodulation for difficult-to-treat mood disorders) and Occupational Health, as well as expansion of perioperative and oncology services through physician recruitment and technological advancements. These investments are designed to enhance clinical training, improve patient access and outcomes, and strengthen the financial position of the hospital.

**THE UNIVERSITY OF TOLEDO
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
YEAR ENDED JUNE 30, 2025**

UTMC administration is exploring opportunities to purchase land and build/lease facilities that will take the healthcare currently concentrated on-campus out into the communities. This "hub and spoke" approach will extend the reach of the hospital beyond its current campus, improving market share and better serving outlying communities. The Mobile Health Unit that was put into service during fiscal year 2024 is another way that UTMC is expanding its community outreach.

In summary, while facing the challenges of an ever-changing healthcare environment, UTMC has aggressively moved forward to improve operational performance in the areas of productivity, billing, labor management and overall patient care. In addition, it has taken steps to expand current service lines and establish new programs to improve the financial position of the hospital and provide the community with the services and quality of care that UTMC has long been known to deliver.

Contacting Financial Management

This financial report is designed to provide our bondholders, customers, community members, and other interested parties with a general overview of the University of Toledo's finances and to demonstrate the University's accountability for the funds it receives.

If you have questions about this report or need additional information, contact the Finance and Administration department, at University Hall 3700, 2801 W. Bancroft St., Toledo, Ohio 43606-3390.

THE UNIVERSITY OF TOLEDO
STATEMENTS OF NET POSITION
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

	University		UT Foundation	
	2025	2024	2025	2024
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 88,273	\$ 115,608	\$ 2,176	\$ 2,806
Accounts receivable, net	157,689	135,965	1,403	1,851
Contributions receivable, net	-	-	3,944	3,494
Inventories	13,045	11,129	-	-
Notes receivable, net	88	179	-	-
Other	7,875	5,461	650	452
Total current assets	266,970	268,342	8,173	8,603
Noncurrent assets:				
Restricted cash	-	469	-	-
Endowment and loan investments	72,268	67,656	-	-
Notes receivable, net	361	560	-	-
Right of use lease receivable	2,262	2,231	-	-
Long-term investments	328,624	322,561	773,439	712,265
Investments held by insurance captive	14,918	13,562	-	-
Contributions receivable, net	-	-	4,882	5,289
Capital assets, net	447,305	466,062	46,254	46,324
Rocket Innovations	2,009	2,021	-	-
Charitable remainder trusts and annuity contracts	-	-	4,979	4,976
Cash surrender value of life insurance policies	-	-	1,485	1,435
Net pension asset	156	4,423	-	-
Net OPEB asset	39,066	23,630	-	-
Other	655	2,778	-	-
Total noncurrent assets	907,624	905,953	831,039	770,289
Total assets	\$ 1,174,594	\$ 1,174,295	\$ 839,212	\$ 778,892
Deferred outflows:				
Deferred outflow of resources - OPEB	\$ 2,560	\$ 11,175	\$ -	\$ -
Deferred outflow of resources - pension	82,178	114,993	-	-
Deferred outflow of resources - refunding	6,435	7,474	-	-
Total deferred outflows	\$ 91,173	\$ 133,642	\$ -	\$ -

See accompanying Notes to the Financial Statements.

THE UNIVERSITY OF TOLEDO
STATEMENTS OF NET POSITION (CONTINUED)
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

	<u>University</u>		<u>UT Foundation</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 46,605	\$ 46,639	\$ 4,148	\$ 2,883
Accrued liabilities	53,709	53,457	477	448
Unearned revenue	32,663	34,387	72	74
Short-term loans	-	24,233	-	-
Compensated absences - current portion	27,436	26,348	-	-
Long-term liabilities - current portion	32,244	35,095	409	389
Total current liabilities	<u>192,657</u>	<u>220,159</u>	<u>5,106</u>	<u>3,794</u>
Noncurrent liabilities:				
Compensated absences	7,590	8,042	-	-
Long-term liabilities	204,377	222,007	12,794	13,697
Right of use lease liability	20,048	21,462	-	-
Refundable federal student loans	166	528	-	-
Insurance captive reserve for losses	15,947	11,371	-	-
Net pension liability	406,458	454,591	-	-
Funds held for affiliates	-	-	366,469	339,477
Total noncurrent liabilities	<u>654,586</u>	<u>718,001</u>	<u>379,263</u>	<u>353,174</u>
Total liabilities	<u>\$ 847,243</u>	<u>\$ 938,160</u>	<u>\$ 384,369</u>	<u>\$ 356,968</u>
Deferred inflows:				
Deferred inflow of resources - OPEB	\$ 15,068	\$ 19,378	\$ -	\$ -
Deferred inflow of resources - pension	37,579	30,380	-	-
Deferred inflow of resources - other	57,695	59,800	-	-
Total deferred inflows	<u>\$ 110,342</u>	<u>\$ 109,558</u>	<u>\$ -</u>	<u>\$ -</u>
NET POSITION				
Net investment in capital assets	\$ 203,469	\$ 204,010	\$ 36,858	\$ 34,569
Restricted for:				
Nonexpendable	52,031	40,861	168,363	156,416
Expendable	148,152	121,817	215,455	198,918
Unrestricted	(95,470)	(106,469)	34,167	32,021
Total net position	<u><u>\$ 308,182</u></u>	<u><u>\$ 260,219</u></u>	<u><u>\$ 454,843</u></u>	<u><u>\$ 421,924</u></u>

See accompanying Notes to the Financial Statements.

THE UNIVERSITY OF TOLEDO
STATEMENTS OF REVENUES, EXPENSES, AND OTHER
CHANGES IN NET POSITION
YEARS ENDED JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

	<u>University</u>		<u>UT Foundation</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
REVENUES				
Operating revenues:				
Hospital patient service revenue, net of bad debt of \$8,445 and \$6,492 respectively	\$ 460,223	\$ 416,650	\$ -	\$ -
Student tuition and fees, net of student aid of \$ 74,111 and \$59,267	154,163	173,174	-	-
Federal grants and contracts	57,156	50,952	-	-
State grants and contracts	6,015	3,474	-	-
Local grants and contracts	550	616	-	-
Private grants and contracts	22,043	21,908	-	-
Sales and services	3,427	3,208	-	-
Auxiliary Enterprises, net of student aid of \$3,675 and \$3,001 respectively	44,426	45,123	-	-
Other patient services revenue	76,225	72,538	-	-
Contributions and support	-	-	18,689	16,466
Residency reimbursement	22,358	21,063	-	-
Academic Affiliation Investment	30,000	30,000	-	-
Other	59,921	49,930	4,709	10,412
Total operating revenues	936,507	888,636	23,398	26,878
EXPENSES				
Operating expenses:				
Salaries and wages	497,962	477,997	-	-
Benefits	130,971	141,892	-	-
Supplies	222,787	195,951	-	-
Travel and entertainment	13,445	12,888	-	-
Information and communication	23,100	23,251	-	-
Occupancy	33,100	27,038	-	-
Scholarship	6,570	22,388	-	-
Outside purchased services	88,050	85,530	-	-
Provision for doubtful accounts	828	1,553	-	-
Support to University	-	-	17,238	17,880
Fundraising and development	-	-	5,872	5,594
Management	-	-	7,474	7,674
Depreciation and amortization	57,270	60,283	1,319	1,148
Other	7,668	5,690	3,356	2,963
Total operating expenses	1,081,751	1,054,461	35,259	35,259
Operating loss	\$ (145,244)	\$ (165,825)	\$ (11,861)	\$ (8,381)

See accompanying Notes to the Financial Statements.

THE UNIVERSITY OF TOLEDO
STATEMENTS OF REVENUES, EXPENSES, AND OTHER
CHANGES IN NET POSITION (CONTINUED)
YEARS ENDED JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

	<u>University</u>		<u>UT Foundation</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Operating loss	\$ (145,244)	\$ (165,825)	\$ (11,861)	\$ (8,381)
NONOPERATING REVENUES (EXPENSES)				
State share of instruction	106,939	109,902	-	-
Loss after state share of instruction	(38,305)	(55,923)	(11,861)	(8,381)
Federal grants and contracts	23,174	19,560	-	-
State grants and contracts	16,185	13,522	-	-
Gifts	6,216	6,241	-	-
Investment income	41,572	41,421	41,985	38,924
Interest on debt	(11,619)	(12,315)	-	-
Asset disposal	(366)	309	-	-
Other	269	126	2,795	2,759
Total nonoperating revenues	<u>75,431</u>	<u>68,864</u>	<u>44,780</u>	<u>41,683</u>
Income before other changes	37,126	12,941	32,919	33,302
Other changes				
Capital appropriations	6,263	9,579	-	-
Capital grants, gifts, and contracts	4,573	677	-	-
Capital transfer	-	-	-	1,301
Addition to permanent endowment	1	-	-	-
Total other changes	<u>10,837</u>	<u>10,256</u>	<u>-</u>	<u>1,301</u>
Increase in net position	47,963	23,197	32,919	34,603
NET POSITION				
Net position at beginning of year	260,219	237,022	421,924	387,321
Net position at end of year	<u>\$ 308,182</u>	<u>\$ 260,219</u>	<u>\$ 454,843</u>	<u>\$ 421,924</u>

See accompanying Notes to the Financial Statements.

THE UNIVERSITY OF TOLEDO
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Tuition and fees	\$ 154,501	\$ 172,040
Grants and contracts	78,860	76,187
Patient revenues	547,236	496,389
Sales and services of educational activities	1,665	3,729
Payments to suppliers and outside purchased services	(423,891)	(408,124)
Payments to employees	(644,602)	(620,700)
Auxiliary Enterprise charges	42,961	44,537
Student direct lending receipts	99,594	99,086
Student direct lending disbursements	(98,283)	(99,074)
Other	122,626	114,804
Net cash used in operating activities	<u>(119,333)</u>	<u>(121,126)</u>
Cash flows from non-capital financing activities		
State share of instruction	106,939	109,902
Student loan repayments, net of loans issued	90	(124)
Return of Perkins capital to Federal government	(361)	(738)
Issuance of line of credit and short-term advances	28,576	76,665
Payments on line of credit	(53,809)	(47,637)
Gifts, grants, and contracts	45,576	39,324
Net cash provided by non-capital financing activities	<u>127,011</u>	<u>177,392</u>
Cash flows from capital and related financing activities		
Purchases of capital assets	(32,685)	(25,408)
Principal paid on capital debt	(25,686)	(25,421)
Capital appropriations	6,263	9,579
Payment on refunded bonds	-	(84,730)
Proceeds from debt issuance	-	84,730
Capital grants and gifts	3,428	2,487
Interest paid on capital debt	(11,111)	(11,954)
Net cash used in capital and related financing activities	<u>(59,791)</u>	<u>(50,717)</u>
Cash flows from investing activities		
Proceeds from sales of investments	84,881	6,173
Purchases of investments	(74,172)	(6,931)
Investment income	5,600	5,946
Withdrawals from investment pool	8,000	8,000
Net cash provided by investing activities	<u>\$ 24,309</u>	<u>\$ 13,188</u>

See accompanying Notes to the Financial Statements.

THE UNIVERSITY OF TOLEDO
STATEMENTS OF CASH FLOWS (CONTINUED)
YEARS ENDED JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

	<u>2025</u>	<u>2024</u>
Net increase (decrease) in cash	\$ (27,804)	\$ 18,737
Cash and cash equivalents - beginning of year	116,077	97,340
Cash and cash equivalents - end of year	<u>\$ 88,273</u>	<u>\$ 116,077</u>
	<u>2025</u>	<u>2024</u>
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	\$ (145,244)	\$ (165,825)
Adjustments to reconcile operating loss to		
Net cash used in operating activities:		
Depreciation and amortization	57,270	60,283
Provision for patient bad debt	828	1,553
(Increase) decrease in assets:		
Accounts receivable, net	(21,724)	(16,455)
Inventories	(1,916)	42
Other current assets	(2,281)	(348)
Increase (decrease) in liabilities:		
Accounts payable, accrued liabilities and other	5,287	(1,840)
Deferred revenue	(1,724)	901
Compensated absences	636	45
Medical profession liability accrual	4,516	1,210
Net pension/OPEB asset/liability and related deferrals	(14,981)	(692)
Net cash used in operating activities	<u>\$ (119,333)</u>	<u>\$ (121,126)</u>
Supplemental disclosure of noncash activities		
Capital assets included in payables	<u>\$ 3,550</u>	<u>\$ 2,784</u>
Capital assets acquired by new subscription assets	<u>\$ 4,269</u>	<u>\$ 4,664</u>
Capital assets acquired by lease	<u>\$ 4,865</u>	<u>\$ 972</u>

See accompanying Notes to the Financial Statements.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The University of Toledo (the University) is a leading research institution in the state of Ohio with over 14,000 students, almost 1,300 instructional faculty and 3,800+ staff members. The University is comprised of eleven colleges: Arts, Social Sciences and Education; Business and Innovation; Engineering; Graduate Studies; Health and Human Services; Honors; Law; Medicine and Life Sciences; Natural Sciences and Mathematics; Pharmacy and Pharmaceutical Sciences, and University College. The University offers more than 280 undergraduate, graduate, and professional programs leading to degrees in over 60 instructional departments. The University operates The University of Toledo Medical Center (UTMC), which includes 319 Medicare-licensed patient beds and, during the most recent fiscal year, provided services to 8,149 admitted patients, 220,168 outpatient clinic patients and 32,141 emergency visit patients. In addition, UTMC performed 7,255 surgical cases and, on average, cared for over 750 patients per day in both an inpatient and outpatient setting. UTMC specializes in kidney transplantation, cardiology, behavioral health, family medicine, orthopedic surgery and cancer treatment

Organization

The University of Toledo was founded in 1872 and is a component unit of the state of Ohio and discretely presented in the state's Annual Comprehensive Financial Report. The University is classified as a state instrumentality under Internal Revenue Code Section 115 and is therefore, exempt from federal income taxes. Certain activities of the University may be subject to taxation as unrelated business income under Internal Revenue Code Sections 511 through 514.

The Board of Trustees (BOT) governs the University and is responsible for oversight of academic programs, budgets, general administration and employment of faculty and staff. The Governor, with the advice and consent of the State Senate, appoints the BOT members for staggered nine-year terms. Three national and two student trustees, all nonvoting members, also serve on the Board and are appointed for two-year terms.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board (GASB). In accordance with GASB Statement No. 35 – *Basic Financial Statements and Management Discussion and Analysis for Public Colleges and Universities*, an amendment of GASB Statement No. 34, the University presents management's discussion and analysis; statements of net position; statements of revenue, expenses, and changes in net position; statements of cash flows; and notes to financial statements.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

For financial reporting purposes, the University is considered a special-purpose government engaged only in business-type activities. Accordingly, the University's financial statements have been presented using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

Nonexchange transactions, in which the University receives value without directly giving equal value in return, include: federal, state, and local grants; state appropriations; and other contributions. On an accrual basis, revenue from grants, state appropriations, and other contributions is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the University must provide local resources to be used for a specific purpose, and expense requirements, in which the resources are provided to the University on a reimbursement basis.

The financial statements have been prepared in accordance with GASB Statement No. 14, *The Financial Reporting Entity*, as amended (GASB 14). This standard requires examination of significant operational or financial relationships with the University and establishes criteria for identifying and presenting component units of the organization. Based on this examination and application of these criteria, the University has identified three component units: The University of Toledo Foundation, The University of Toledo Physicians, Clinical Faculty, Inc. (UTP-CF), and Rocket Innovations as described in the following paragraphs.

Component Units of the Organization

The University of Toledo Foundation

The Foundation is a legally separate, tax-exempt entity that acts primarily as a fundraising organization to supplement the resources available to the University in support of its programs. The Foundation transferred approximately \$17,238 and \$17,880 during fiscal years 2025 and 2024, respectively, to the University for both restricted and unrestricted purposes in support of its programs. Certain marketable investments of the University are pooled with marketable investments of the Foundation. The Foundation manages these funds and charges the University a management fee ranging from 0.5% to 1.5% of the fair market value of the University's share of the pooled investments.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Component Units of the Organization (Continued)

The University of Toledo Foundation (Continued)

The Foundation is a nonprofit organization that reports under Financial Accounting Standards Board (FASB) standards, including Accounting Standards Codification 958-205. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the Foundation's financial information in the University's financial reporting entity for these differences.

In accordance with GASB 14, the Foundation is reflected as a discretely presented component unit in the University's financial statements. A complete copy of the audited financial statements of the Foundation is available at the Foundation offices located near the campus of the University.

The University of Toledo Physicians, Clinical Faculty, Inc.

Effective July 1, 2011, The University became the sole member of the once self-perpetuating board of the University of Toledo Clinical Faculty, Inc. which subsequently changed to UTP-CF. UTP-CF is the sole member of University of Toledo Physicians, LLC (UTP).

UTP-CF is a multi-specialty corporation that employs over 253 physicians in Northwest Ohio and is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The UTP-CF provides physician services at The University of Toledo Medical Center and other local facilities in the following areas: anesthesiology, medicine, neurology, obstetrics, orthopedics, pathology, pediatrics, psychiatry, radiology, radiation oncology, rehabilitation, surgery, urology, family medicine, and emergency medicine. UTP-CF also provides administrative support, billing and collection services for physician services at UTMHC. Total Operating Revenues for UTP-CF, net of provision for doubtful accounts, were \$121,814 and \$113,205 for the fiscal years ended June 30, 2025 and 2024, respectively.

UTP-CF uses enterprise fund accounting. Revenues and expenses are recognized on an accrual basis, using the economic resources measurement focus based on GASB Codification Topic 1600, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, as amended.

The UTP-CF financial statements include the accounts of UTP-CF, and its wholly owned subsidiaries; University of Toledo Physicians, LLC (UTP), UTP Pathology Services, LLC (PATH), and the University of Toledo Medical Assurance Company, LLC (UTMAC). For presentation purposes, UTP and PATH are presented as blended component units.

THE UNIVERSITY OF TOLEDO
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(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Component Units of the Organization (Continued)

The University of Toledo Physicians, Clinical Faculty, Inc. (Continued)

In accordance with GASB 14, UTP-CF financials are presented in a blended manner, reflected as a part of the University's financials, and are also shown below in condensed format. Separate audited financial statements for UTP-CF are available at the UTP-CF offices located near the campus of the University.

Condensed Statements of Net Position

	2025	2024
ASSETS		
Current assets	\$ 21,852	\$ 24,987
Due from University of Toledo	1,706	953
Capital assets	6,022	7,303
Investments held by insurance captive	32,161	33,046
Noncurrent assets	4,610	7,440
Total assets	66,351	73,729
LIABILITIES		
Current liabilities	40,726	36,673
Due to University of Toledo	10,916	10,225
Noncurrent Liabilities	4,358	6,922
Total liabilities	56,000	53,820
NET POSITION		
Invested in Capital Assets	3,337	2,368
Unrestricted	7,014	17,541
Total net position	\$ 10,351	\$ 19,909

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Component Units of the Organization (Continued)

The University of Toledo Physicians, Clinical Faculty, Inc. (Continued)

University of Toledo Physicians Clinical Faculty, Inc.

Condensed Statements of Revenues, Expenses and Changes in Net Position

	2025	2024
OPERATING REVENUES		
Net patient service revenue	\$ 101,681	\$ 96,930
Other Revenues	20,133	16,275
Total operating revenues	121,814	113,205
OPERATING EXPENSES		
Salaries, wages, and benefits	110,831	101,370
Depreciation	2,398	2,357
Other	21,986	18,696
Total operating expenses	135,215	122,423
Operating loss	(13,401)	(9,218)
Total nonoperating revenues	3,843	1,749
Decrease in net position	(9,558)	(7,469)
Net position - beginning of the year	19,909	27,378
Net position - end of the year	\$ 10,351	\$ 19,909

Condensed Statements of Cash Flows

	2025	2024
Net cash flows from operating activities	\$ (3,417)	\$ 1,530
Net cash flows from financing activities	(2,011)	1,924
Net cash flows from investing activities	3,962	(4,906)
Net decrease in cash	(1,466)	(1,452)
Cash and cash equivalents - beginning of year	11,613	13,065
Cash and cash equivalents - end of year	\$ 10,147	\$ 11,613

Rocket Innovations

In February 2009, the University formed a nonprofit corporation called Science, Technology, and Innovation Enterprises, which filed an amendment in December 2014 to change its name to Rocket Innovations (the Corporation). The University is the sole member of the Corporation which has been organized for charitable, educational, and scientific purposes within the scope of Section 501(c)(3) of the Internal Revenue Code. The Corporation supports the University through investment in public and private economic development projects and promotes the interests of the University.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Component Units of the Organization (Continued)

Rocket Innovations (Continued)

The Corporation consists of equity investments (common stock, preferred stock, warrant options, and promissory notes) valued at approximately \$2,009 and \$2,011 as of June 30, 2025 and 2024, respectively. Total cash available to help fund future investments for the years ended June 30, 2025 and 2024 was approximately \$171 and \$220, respectively. In accordance with GASB 14, the Corporation's financials are presented in a blended manner, reflected as a part of the University's financials, and are also shown below in condensed format as of and for the year ended June 30 of each respective year.

Rocket Innovations

Condensed Statements of Net Position

	<u>2025</u>	<u>2024</u>
ASSETS		
Current assets	\$ 3,644	\$ 3,700
Other assets	2,009	2,021
Total assets	<u>5,653</u>	<u>5,721</u>
LIABILITIES		
Current liabilities	-	-
Total liabilities	<u>-</u>	<u>-</u>
NET POSITION		
Unrestricted	5,653	5,721
Total net position	<u>\$ 5,653</u>	<u>\$ 5,721</u>

Condensed Statements of Revenues, Expenses, and Changes in Net Position

	<u>2025</u>	<u>2024</u>
Total operating revenue	\$ 1,283	\$ 1,265
Total operating expenses	1,352	1,457
Operating loss	(69)	(192)
Investment gain (loss)	1	(10)
Decrease in net position	(68)	(202)
Net position - beginning of the year	5,721	5,923
Net position - end of the year	<u>\$ 5,653</u>	<u>\$ 5,721</u>

Condensed Statements of Cash Flows

	<u>2025</u>	<u>2024</u>
Net cash flows from operating activities	\$ (66)	\$ (184)
Cash and cash equivalents - beginning of year	3,709	3,893
Cash and cash equivalents - end of year	<u>\$ 3,643</u>	<u>\$ 3,709</u>

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand and demand deposits with banks. Investments with original maturities less than 90 days are considered cash equivalents. Restricted cash consists of cash deposits segregated for the Federal Perkins Loan Program. For purposes of the statements of cash flows, "cash" is defined as the total of cash and cash equivalents and restricted cash.

Inventories

Inventories are stated at the lower of cost or market. Cost is determined on an average cost basis.

Patient Revenue and Accounts Receivable

Patient accounts receivable and revenue are recorded at net realizable value when patient services are performed. The University has agreements with third-party payors that provide for payments to the University at amounts different from its established rates. A summary of the payment arrangements with major third-party payors follows:

- Medicare and Medicaid: The University is a provider of services under the Medicare and Medicaid programs. The University is paid a prospectively determined fixed price for each Medicare and Medicaid inpatient. The price varies depending on the type of illness or the patient's diagnostic related group classification. Capital costs, certain Medicare outpatient services, and Medicaid outpatient services are also reimbursed on a prospectively determined fixed price. Graduate medical education is reimbursed on a per diem basis under the Medicare program. The University receives payment for other Medicare outpatient services and certain inpatient costs on a reasonable cost basis.
- Other Payors: The University has also entered into payment agreements with certain commercial carriers to provide health care services. Payment to the University under these agreements is based on prospectively determined fixed prices, fee screens, or on a percentage of billed charges.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

Patient Revenue and Accounts Receivable (Continued)

Provision is made in the financial statements for the differences between the University's standard rate charged for services rendered and third-party reimbursements and for estimated settlements based on third-party reimbursement contracts. Retroactive settlements resulting from third-party audits of filed cost reports are reflected in the financial statements in the year of settlement. These provisions and settlements are included in deductions from patient service revenue. There is at least a reasonable possibility that recorded estimates will change in the near-term. Laws and regulations governing the Medicare and Medicaid programs are complex and subject to interpretation. The University believes that it is in compliance with all applicable laws and regulations and is not aware of any pending or threatened investigations involving allegations of potential wrongdoing. While no such regulatory inquiries have been made, compliance with such laws and regulations can be subject to regulatory action including fines, penalties, and exclusion from the Medicare and Medicaid programs.

Charity care includes services provided to persons who cannot afford healthcare because of inadequate resources or who are uninsured or underinsured. In addition to charity care, services are provided under Medicaid and other welfare programs. Certain payments received under these programs are less than the cost of providing the service.

A summary of charity and uncompensated care, at cost, is as follows:

	Year Ended 6/30/2025	Year Ended 6/30/2024
Traditional charity care	\$ 3,408	\$ 2,434
Unpaid costs of traditional Medicaid programs	17,193	16,175
Unpaid costs of other welfare programs	6,346	1,715
Total charity and uncompensated care	<u>\$ 26,947</u>	<u>\$ 20,324</u>

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

Capital Assets

Capital assets are stated at historical cost or their acquisition value at date of donation in the case of gifts. When capital assets are sold or otherwise disposed of, the carrying value of such assets is removed from the asset accounts, along with the related accumulated depreciation. Depreciation has been recorded in accordance with generally accepted accounting principles. The University has a rare book collection and manuscript collection in the library that is not capitalized since it represents historical works of art that are held for exhibition, education, research, and public service. These collections are neither disposed of for financial gain nor encumbered by any means.

Right-to-Use Lease assets

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Subscription Based Information Technology Arrangements (SBITA)

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

Deferred Outflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and will, therefore, not be recognized as an outflow of resources (expense/expenditure) until then. Deferred outflows of resources for the University consist of accumulated changes in the fair value of hedging derivative instruments, deferred losses on refunding of debt, and applicable changes to net pension and OPEB asset/liability (see Notes 10,13,14).

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

Pensions and OPEB

For purposes of measuring the net pension and OPEB (other postemployment benefits) liability, net pension and OPEB asset, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB and pension and OPEB expense, information about the fiduciary net position of the State Teachers Retirement System of Ohio (STRS) and the Ohio Public Employees Retirement System (OPERS) Pension Plan and additions to/deductions from STRS' and OPERS' fiduciary net position have been determined on the same basis as they are reported by STRS and OPERS. STRS and OPERS use the economic resources measurement focus and the full accrual basis of accounting. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments (including refunds of employee contributions) are recognized as an expense when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Unearned Revenue

Summer term tuition and fees, and corresponding expenses relating to various sessions falling in the fiscal year, are recognized in the fiscal year they occur. The portion of sessions falling into the next fiscal year are recorded as unearned revenue and prepaid expenses in the statement of net position and will be recognized in the following year.

Insurance Captive Reserve for Losses

The insurance captive reserve for losses represents a liability for estimated unpaid losses and loss adjustment expenses relating to healthcare professional liability. A provision is also recorded for incurred but not paid amounts related to claim run-out provisions on the medical stop-loss coverage.

Note Payable to Foundation

As described in Note 9, the University borrowed \$5,798 from the pooled investment portfolio during the year ended June 30, 2017 to fund various capital projects. The balance outstanding as of June 30, 2025 was \$3,430, of which \$1,518 represents the University's share and has therefore, been eliminated in the financial statements. The remaining \$1,912 represents the portion of the loan effectively owed to the Foundation.

In 2024 the board approved funding for a multiple draw term loan to the University for up to \$10 million to be funded by the investment portfolio. As of June 30, 2025, the note receivable owed to the pool is \$1,479, of which \$655 represents the University's share and has therefore, been eliminated in the financial statements. The remaining \$824 represents the portion of the loan effectively owed to the Foundation.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025 AND 2024
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NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

Deferred Inflows of Resources

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and will therefore not be recognized as an inflow of resources (revenue) until then. Deferred inflows of resources for the University are attributable to collective changes in the net pension and OPEB assets/liabilities, deferred gains on refunding of debt and lease arrangements where the University is the lessor.

Net Position

Net position is classified into the three following categories:

Net Investment in Capital Assets: Capital assets, net of accumulated depreciation and amortization and outstanding principal balances of debt attributable to the acquisition, construction, or improvement in those assets.

Restricted: Net position subject to externally imposed constraints that they may be maintained permanently by the University, or net position whose use by the University is subject to externally imposed constraints that can be fulfilled by actions of the University pursuant to those constraints or that expire by the passage of time. Restricted net position is classified further as nonexpendable or expendable.

Nonexpendable restricted net position contains externally imposed restrictions that stipulate the resources be maintained permanently. Expendable restricted net position is available for expenditure by the University but must be spent for purposes as determined by donors or external entities that have placed time or purpose restrictions on the use of the assets.

Nonexpendable restricted net position is categorized as shown below. Income from the underlying assets is available to support the activities within these categories.

Nonexpendable restricted net position	2025	2024
Scholarships and fellowships	\$ 10,635	\$ 10,635
University purposes	2,173	2,173
Net Pension and OPEB Assets	39,223	28,053
Total	<u>\$ 52,031</u>	<u>\$ 40,861</u>

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NOTES TO THE FINANCIAL STATEMENTS
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NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

Net Position (Continued)

Expendable restricted net position is categorized as shown below:

Expendable restricted net position	2025	2024
Capital projects	\$ 44,738	\$ 24,327
Debt service	24,479	24,355
Research	11,466	9,840
Scholarships and fellowships	58,804	54,315
University purposes	8,665	8,980
Total	<u>\$ 148,152</u>	<u>\$ 121,817</u>

Unrestricted: Net position available to the University for any lawful purpose of the institution. Unrestricted net position may be designated for specific purposes by action of management or the Board of Trustees or may otherwise be limited by contractual agreements with outside parties. The University has committed unrestricted net position to provide for identified future needs, such as debt service, contractual obligations, capital outlay, academic programming, and postemployment benefits. In the determination of whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available, it is the University's practice to use restricted first.

Compensatory Time

Compensatory time may be given in lieu of overtime pay to classified employees who work in excess of the regular schedule. The liability and expense for future payouts are recorded as earned.

Compensated Absences

University employees earn vacation and sick leave based, in part, on length of service. Vacation pay is fully vested when earned. Upon separation from service, employees are paid accumulated vacation, and some are paid for sick pay based upon the nature of separation (death, retirement, or termination). Certain limitations have been placed on the hours of vacation and sick leave that employees may accumulate and carry over for payment at termination, retirement, or death. Unused hours exceeding their limitation are forfeited. The liability for compensated absences reported in the statement of net position consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave.

THE UNIVERSITY OF TOLEDO
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NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

Grants and Contracts

The University receives grants and contracts from federal, state, and private agencies to fund research and other activities. Grants and contracts generally provide for the recovery of direct and indirect costs. The University recognizes revenues associated with grants and contracts as the related costs are incurred. Indirect cost recovery is recorded as a percentage of direct costs at negotiated fixed rates. Revenues received under grants and contracts are subject to the examination and retroactive adjustments by the awarding agency. Federal funds are subject to an annual audit per regulations in the Office of Management and Budget (OMB) *Uniform Guidance* (2 CFR part 200, subpart F).

Operating and Nonoperating Revenue

The University has classified its revenues as either operating or nonoperating according to the following criteria:

Operating Revenues: Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances; (2) patient service revenue; (3) sales and services of auxiliary enterprises, net of agency payments; and (4) most federal, state, and local grants and contracts.

Nonoperating Revenues: Nonoperating revenues include activities that have the characteristics of nonexchange transactions that are defined as nonoperating revenues by GASB Statement No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB Statement No. 35, *Basic Financial Statements and Management's Discussion and Analysis*.

Scholarship Discounts and Allowances

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statement of revenues, expenses, and changes in net position. Scholarship discounts and allowances are the difference between the stated charge for goods and services provided by the University, and the amount that is paid by students and/or third parties making payments on students' behalf. Certain governmental grants, such as Pell grants, and other federal, state, or nongovernmental programs, are recorded as either operating or nonoperating revenues in the University's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the University has recorded a scholarship discount and allowance.

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NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

State Subsidies

The University receives student-based subsidy and other subsidies from the state. These subsidies are determined biennially and released annually based upon allocations determined by the Ohio General Assembly and the Ohio Department of Higher Education. In addition to subsidies, the state provides capital appropriations for construction of major plant facilities on the campus. The financing of construction is obtained by the state through issuance of state revenue bonds. State funds are pledged for the repayment of the revenue bonds. In the event these funds are insufficient to retire the revenue bonds, a pledge exists to assess a special student fee to students of state assisted institutions of higher education. As a result of this financing arrangement, the outstanding debt relating to the revenue bonds is not included in the University's statements of net position.

State appropriations are recognized when received. Restricted funds are recognized as revenue only to the extent expended.

Endowments

For donor-restricted endowments, the Uniform Prudent Management of Institutional Funds Act, as adopted by Ohio, permits the University and the Foundation to distribute an amount of realized and unrealized endowment appreciation as the Board of Trustees determines to be prudent. The University's and the Foundation's Board of Trustees established an investment policy for the endowments and quasi endowments with the objectives of protecting principal and maximizing total investment return without assuming extraordinary risks. It is the goal of the University to provide spendable income levels that are reasonably stable and sufficient to meet budgetary requirements and to maintain a spending rate, currently 4.0% of the three-year market average, which ensures a proper balance between the preservation of corpus and enhancement of the purchasing power of investment earnings. As of June 30, 2025 and 2024, net appreciation of \$58,804 and \$54,318, respectively, was available to be spent, of which \$45,881 and \$42,432, respectively, was restricted to specific purposes.

Interest Rate Swap Agreements

The University has entered into various interest rate swap agreements in order to manage and hedge risks associated with interest. In June 2008, the GASB issued Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, effective for the University's fiscal year 2010. This Statement requires derivative instruments (such as interest rate swap agreements) to be reported at fair value. In addition, for derivative instruments that qualify as effective hedges, changes in fair value will be reported as deferrals in the statement of net position, while changes in the fair value of the derivative instruments that do not qualify as effective hedges including investment derivative instruments, will be reported as nonoperating revenue (expense) as a component of investment income. See Note 10 for relevant disclosures.

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NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

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. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Perkins Loan Program Termination

The Federal Perkins Loan Program (Perkins program) was established in 1957 as a campus-based program serving students with financial need who qualified for lower interest loans than traditional Stafford loans issued through banks. Funds for the Perkins program were initially received through Federal Capital Contributions (FCC) from the U.S. Department of Education (DOE) and were supplemented with Institutional Capital Contributions (ICC). The two sources of funding are tracked and shown separately on the annual Fiscal Operations Report and Application to Participate (FISAP) report. Institutions originated loans to their students and are responsible for servicing the loans throughout the repayment term. As a revolving loan program, the dollars collected from former students are used to make new loans to current students.

The U.S. Congress did not renew the Perkins program after September 30, 2017, and consequently no disbursements were permitted after June 30, 2018. The DOE gave institutions the option of assigning existing Perkins loans back to the federal government or continuing to collect on them while returning the FCC as loans are repaid. After originally electing to service the loans, the University notified the DOE on August 1, 2024, the University notified the DOE of its intention to liquidate its Perkins loan portfolio and formally terminate the program. All remaining outstanding loans were assigned to the DOE in September of 2024 and a settlement payment of FCC was made in February of 2025. Once the assigned loans have been processed by the DOE and all liquidation requirements have been satisfied, the DOE will send an official letter of completion to the University.

Adoption of New Accounting Standards

During the current year, the University implemented GASB Statement No. 101, *Compensated Absences*. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. The implementation of this standard did not have a material effect on the financial statements.

Change in Accounting Estimate

For the year ended June 30, 2025, the University changed its methodology for allocating student aid between the tuition discount and the related scholarship expense.

THE UNIVERSITY OF TOLEDO
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NOTE 1 ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Significant Accounting Policies (Continued)

Change in Accounting Estimate (Continued)

The National Association of College and University Business Officers (NACUBO) issued an advisory in 2023 recommending a change from the Alternative Method, which had been widely used by colleges and universities for many years, to an approach that more accurately reflects the nature and substance of the student transaction.

The previous methodology was based on student refunds from all sources and tended to overstate scholarship expense and correspondingly understate tuition discount. The new methodology more closely aligns student aid and student charges, producing a more accurate allocation of student aid between tuition discount and scholarship expense.

The change is being applied prospectively, beginning July 1, 2024. This change has no effect on net position or operating results.

NOTE 2 CASH AND CASH EQUIVALENTS

The carrying amount of the University's cash and cash equivalents for all funds was \$88,273 and \$116,077 as of June 30, 2025 and 2024, respectively, as compared to bank balances of \$92,229 and \$122,500, respectively. The differences in carrying amount and bank balances are caused by outstanding checks and deposits in transit. The University had cash deposits with a single financial institution totaling \$5,484 and \$29,360 as of June 30, 2025 and 2024. \$250 of the cash deposits is insured by the Federal Deposit Insurance Corporation (FDIC) as of June 30, 2025 and 2024. The remaining amounts are collateralized with single financial institution collateral pools at the Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the University, per the Ohio Revised Code 135.181B which requires that the total market value of the securities so pledged is at least equal to 105% of the total amount of all public deposits.

At June 30, 2025 and 2024, UTPCF had approximately \$1,309 and \$1,280, respectively, on deposit with financial institutions that exceeded the \$250 Federal Deposit Insurance Corporation (FDIC) limit.

NOTE 3 INVESTMENTS

University investments are categorized by the following: endowment and loan investments, long-term investments, and investments held by insurance captive. Endowment and loan investments include gifted endowment funds of the University held in an investment pool with gifted endowment funds of the Foundation. Long-term investments are considered institutional reserves emphasizing both capital preservation and long-term appreciation. Long-term investments consist of the University's equity in the Foundation's investment pool as well as fixed income instruments. Investments held by insurance captive include short-term and long-term fixed income instruments. The University's investment policy establishes investment objectives, strategies, and measures for evaluation. The policy complies with the state of Ohio regulations provided by legislation.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 3 INVESTMENTS (CONTINUED)

The University's investment policy authorizes the investment of Board Designated Reserves and endowed funds in the following investments:

- Obligations of the U.S. Treasury and other federal agencies
- Municipal and state bonds
- Certificates of deposit
- Repurchase agreements
- Mutual funds and mutual fund pools
- Money market funds
- Corporate bonds and stocks
- Mortgages and collateralized mortgage obligations
- Alternative investments

The carrying values of investments as of June 30, 2025, exclusive of accrued interest, consisted of the following:

	Endowment and Loan Investments	Long-Term Investments	Investments Held by Insurance Captive	Total
Corporate bonds and notes	\$ -	\$ 52,692	\$ -	\$ 52,692
Equity in internal investment pool	71,014	269,595	-	340,609
Money market	31	-	-	31
Mutual funds - equity	1,054	-	14,918	15,972
Mutual funds - fixed income	169	-	-	169
U.S. government and agencies	-	6,337	-	6,337
Total investments	<u>\$ 72,268</u>	<u>\$ 328,624</u>	<u>\$ 14,918</u>	<u>\$ 415,810</u>

The carrying values of investments as of June 30, 2024, exclusive of accrued interest, consisted of the following:

	Endowment and Loan Investments	Long-Term Investments	Investments Held by Insurance Captive	Total
Corporate bonds and notes	\$ -	\$ 60,805	\$ -	\$ 60,805
Equity in internal investment pool	66,510	256,067	-	322,577
Money market	38	-	-	38
Mutual funds - equity	875	-	13,562	14,437
Mutual funds - fixed income	233	-	-	233
U.S. government and agencies	-	5,689	-	5,689
Total investments	<u>\$ 67,656</u>	<u>\$ 322,561</u>	<u>\$ 13,562</u>	<u>\$ 403,779</u>

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 3 INVESTMENTS (CONTINUED)

GASB Statement No. 40, *Deposit and Investment Risk Disclosure*, requires certain additional disclosures related to the interest rate, credit, foreign currency and custodial risks associated with interest-bearing investments. At the present time, the University does not have formal policies addressing these types of risk.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments with interest rates that are fixed for longer periods are likely to be subject to more variability in their fair values as a result of future changes in interest rates.

As of June 30, 2025, the University had the following interest-bearing investments and maturities.

Investment Type	Fair Value	Investment Maturity (in Years)			
		< 1	1 - 5	6 - 10	> 10
U.S. government and agencies	\$ 6,337	\$ -	\$ -	\$ -	\$ 6,337
Corporate bonds and notes	52,692	9,719	27,964	9,442	5,567
Mutual funds - fixed income	169	-	-	169	-
Total	\$ 59,198	\$ 9,719	\$ 27,964	\$ 9,611	\$ 11,904

As of June 30, 2024, the University had the following interest-bearing investments and maturities:

Investment Type	Fair Value	Investment Maturity (in Years)			
		< 1	1 - 5	6 - 10	> 10
U.S. government and agencies	\$ 5,689	\$ -	\$ -	\$ -	\$ 5,689
Corporate bonds and notes	60,805	17,907	33,205	6,709	2,984
Mutual funds - fixed income	233	-	13	218	4
Total	\$ 66,727	\$ 17,907	\$ 33,218	\$ 6,927	\$ 8,677

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit quality information – as commonly expressed in terms of the credit ratings issued by the nationally recognized statistical rating organizations (NRSROs) such as Moody's Investors Service, Standard & Poor's, or Fitch Ratings – provides a current depiction of potential variable cash flows and credit risk.

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NOTE 3 INVESTMENTS (CONTINUED)

Credit Risk (Continued)

The credit ratings of the University's interest-bearing investments as of June 30, 2025 are as follows:

Investment Type	Fair Value	Credit Rating (Moody's)			
		Aaa	Aa	A	Baa and less
U.S. government and agencies	\$ 6,337	\$ 6,337	\$ -	\$ -	\$ -
Corporate bonds and notes	52,692	-	-	23,085	29,607
Mutual funds - fixed income	169	-	-	169	-
Total	\$ 59,198	\$ 6,337	\$ -	\$ 23,254	\$ 29,607

The credit ratings of the University's interest-bearing investments as of June 30, 2024 are as follows:

Investment Type	Fair Value	Credit Rating (Moody's)			
		Aaa	Aa	A	Baa and less
U.S. government and agencies	\$ 5,689	\$ 5,689	\$ -	\$ -	\$ -
Corporate bonds and notes	60,805	-	-	25,788	35,017
Mutual funds - fixed income	233	2	13	218	-
Total	\$ 66,727	\$ 5,691	\$ 13	\$ 26,006	\$ 35,017

Concentration Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of investment in a single issuer. The University's investment policy requires investment pool direct placements to be sufficiently diversified and provides that no more than 7% of its equity holdings and 5% of its fixed income holdings can be invested in any issue. The foregoing restrictions do not apply to securities that are issued or fully guaranteed by the United States government. The University did not have investments in any single issuer that equaled 5% or more in 2025 or 2024.

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. The University had no foreign equity holdings as of June 30, 2025 and 2024.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the University will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The University had no exposure to custodial credit risk for the years ended June 30, 2025 and 2024.

THE UNIVERSITY OF TOLEDO
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NOTE 3 INVESTMENTS (CONTINUED)

The University of Toledo Foundation and Subsidiaries Investments

Certain investments of the University and The University of Toledo Alumni Association (Alumni Association) are pooled with investments of the Foundation. The pooled investments are managed by the Foundation. The following are the Foundation's pooled investments on June 30:

	2025		2024	
	Fair Value	Cost	Fair Value	Cost
Mutual funds, index funds and ETFs - equities	\$ 320,692	\$ 229,307	\$ 261,770	\$ 230,287
Mutual funds and ETFs - fixed income	28,785	42,078	81,537	91,001
Real Estate	10,010	10,653	9,352	10,436
Common stock	41,059	43,461	37,687	36,533
Hedge funds	101,390	74,763	119,159	63,527
Partnerships	190,045	141,420	152,360	106,791
Notes Receivable - Related Party	12,908	12,908	14,638	14,638
U.S. government and agency issues	9,670	1,436	1,511	7,413
Corporate bonds	2,168	2,366	2,112	2,366
Cash equivalents	21,977	21,977	7,707	7,788
Total pooled investments	\$ 738,704	\$ 580,369	\$ 687,833	\$ 570,780

The Foundation had the following sources of unrealized and realized gains and losses related to the pooled investments reported in their statement of activities for the years ended June 30:

	2025	2024
Unrealized gains:		
Ending balance	\$ 87,108	\$ 65,823
Beginning balance	65,823	39,803
Unrealized appreciation	21,285	26,020
Realized appreciation	12,993	5,850
Total realized and unrealized appreciation	\$ 34,278	\$ 31,870

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NOTE 4 FAIR VALUE MEASUREMENTS

The University categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. 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.

In instances where 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 University's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

The University has the following recurring fair value measurements as of June 30, 2025 and 2024:

Assets and Liabilities Measured at Fair Value on a Recurring Basis

	Balance at June 30, 2025	Fair Value Measurements Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
Corporate bonds and notes	\$ 52,692	\$ -	\$ 52,692	\$ -
Money market	31	31	-	-
Mutual funds - equity	15,972	15,972	-	-
Mutual funds - fixed income	169	169	-	-
U.S. Government and agencies	6,337	6,337	-	-
Total investments by fair value level	<u>\$ 75,201</u>	<u>\$ 22,509</u>	<u>\$ 52,692</u>	<u>\$ -</u>
Investments measured at the net asset value (NAV):				
Equity in internal investment pool	<u>\$ 340,609</u>			
Total investments measured at the NAV	<u>\$ 340,609</u>			
Total investments measured at fair value	<u><u>\$ 415,810</u></u>			
Derivative instruments by fair value level:				
Interest rate swap asset	<u>\$ 498</u>	<u>\$ -</u>	<u>\$ 498</u>	<u>\$ -</u>
Total derivative instruments by fair value level	<u>\$ 498</u>	<u>\$ -</u>	<u>\$ 498</u>	<u>\$ -</u>

THE UNIVERSITY OF TOLEDO
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NOTE 4 FAIR VALUE MEASUREMENTS (CONTINUED)

Assets and Liabilities Measured at Fair Value on a Recurring Basis

	Balance at June 30, 2024	Fair Value Measurements Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by fair value level:				
Corporate bonds and notes	\$ 60,805	\$ -	\$ 60,805	\$ -
Money market	38	38	-	-
Mutual funds - equity	14,437	14,437	-	-
Mutual funds - fixed income	233	233	-	-
U.S. Government and agencies	5,689	5,689	-	-
Total investments by fair value level	\$ 81,202	\$ 20,397	\$ 60,805	\$ -
Investments measured at the net asset value (NAV):				
Equity in internal investment pool	\$ 322,577			
Total investments measured at the NAV	\$ 322,577			
Total investments measured at fair value	\$ 403,779			
Derivative instruments by fair value level:				
Interest rate swap asset	\$ 2,620	\$ -	\$ 2,620	\$ -
Total derivative instruments by fair value level	\$ 2,620	\$ -	\$ 2,620	\$ -

Debt and equity securities classified in Level 1 are valued using prices quoted in active markets for those securities. The fair value of corporate bonds and issuances of the U.S. government and its agencies was determined primarily based on level 2 inputs. The University estimates the fair value of these investments using other inputs such as interest rates and yield curves that are observable at commonly quoted intervals. The valuation method for investments measured at the net asset value (NAV) per share (or its equivalent) is presented in the following section.

Investments in Entities that Calculate Net Asset Value per Share

The University holds an equity interest in the investment pool of the Foundation. Fair value is measured on a recurring basis using the net asset value per share as a practical expedient. The fair value of the University's equity interest in the investment pool was \$340,609 and \$322,577 as of June 30, 2025 and 2024, respectively.

The primary investment strategy of the investment pool is capital preservation and long-term appreciation through a mix of fixed income instruments and equities.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 4 FAIR VALUE MEASUREMENTS (CONTINUED)

The University of Toledo Foundation and Subsidiaries Investments

The Foundation uses fair value measurements to define fair value and establish a framework for measuring fair value. The three-level fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value. In general, fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Foundation has the ability to access. Fair values determined by 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.

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

Disclosures concerning assets measured at fair value on a recurring basis for June 30, 2025 are as follows:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at June 30, 2025
Pooled Investments:				
Mutual Funds, Index Funds, and ETFs -				
Equities	\$ 320,692	\$ -	\$ -	\$ 320,692
Mutual Funds and ETFs - Fixed Income	28,785	-	-	28,785
Common Stock	41,059	-	-	41,059
U.S. Government and Agency Issues	-	22,578	-	9,670
Corporate Bonds	-	2,168	-	2,168
Real Estate	-	7,013	-	7,013
Subtotal	390,536	31,759	-	409,387
Hedge Funds - NAV Practical Expedient	-	-	-	101,390
Partnerships - NAV Practical Expedient	-	-	-	190,045
Real Estate - NAV Practical Expedient	-	-	-	2,997
Notes Receivable - Related Party	-	-	-	12,908
Cash Equivalents	-	-	-	21,476
Accrued Interest	-	-	-	501
Total Pooled Investments	<u>\$ 390,536</u>	<u>\$ 31,759</u>	<u>\$ -</u>	<u>\$ 738,704</u>

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 4 FAIR VALUE MEASUREMENTS (CONTINUED)

The University of Toledo Foundation and Subsidiaries Investments (Continued)

Disclosures concerning assets measured at fair value on a recurring basis for June 30, 2024 are as follows:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at June 30, 2024
Pooled Investments:				
Mutual Funds, Index Funds, and ETFs -				
Equities	\$ 261,770	\$ -	\$ -	\$ 261,770
Mutual Funds and ETFs - Fixed Income	81,537	-	-	81,537
Common Stock	37,687	-	-	37,687
U.S. Government and Agency Issues	-	1,511	-	1,511
Corporate Bonds	-	2,112	-	2,112
Real Estate	-	6,355	-	6,355
Subtotal	380,994	9,978	-	390,972
Hedge Funds - NAV Practical Expedient	-	-	-	119,159
Partnerships - NAV Practical Expedient	-	-	-	152,360
Real Estate - NAV Practical Expedient	-	-	-	2,997
Notes Receivable - Related Party	-	-	-	14,638
Cash Equivalents	-	-	-	6,506
Accrued Interest	-	-	-	1,201
Total Pooled Investments	<u>\$ 380,994</u>	<u>\$ 9,978</u>	<u>\$ -</u>	<u>\$ 687,833</u>

THE UNIVERSITY OF TOLEDO
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NOTE 5 ACCOUNTS AND NOTES RECEIVABLE

The accounts and notes receivable, shown net of allowances for uncollectible accounts at June 30, 2025 and 2024, respectively, are summarized as follows:

	2025	2024
Accounts receivable:		
Tuition and fees	\$ 4,958	\$ 5,417
Patient services	107,243	93,751
Sales and services	15,568	12,996
Auxiliary services	528	155
Grants and contracts	29,392	23,646
Total accounts receivable - net of allowances	157,689	135,965
Notes receivable:		
Current	88	179
Noncurrent	361	560
Total notes receivable - net of allowances	449	739
Total accounts and notes receivable - net of allowances	<u>\$ 158,138</u>	<u>\$ 136,704</u>

Accounts receivable is for transactions relating to tuition and fees, patient services, auxiliary enterprise sales, grants and contracts, and miscellaneous sales and services. Accounts receivable are recorded net of contractual allowances and allowances for uncollectible accounts totaling \$21,948 and \$19,479 for fiscal years 2025 and 2024, respectively. Student notes receivable are recorded net of allowance for uncollectible accounts of \$0 and \$0 as of June 30, 2025 and 2024, respectively.

The University of Toledo Foundation – Contributions Receivable

As of June 30, 2025 and 2024, donors to the Foundation have made unconditional promises to give that are measured at fair value. A risk premium has been estimated by management based on uncertainty factors to determine expected future cash flows from unconditional promises to give that are discounted to a net present value based on a risk-free interest rate. Write-offs of uncollectible pledges for the years ended June 30, 2025 and 2024 amounted to \$60 and \$399, respectively.

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NOTE 5 ACCOUNTS AND NOTES RECEIVABLE (CONTINUED)

Contributions receivable as of June 30 are as follows:

	2025	2024
Within one year	\$ 4,612	\$ 3,957
Over one to five years	5,546	6,063
More than five years	305	306
Total	10,463	10,326
Allowance for Uncollectible Contributions	(1,447)	(1,085)
Present value discount	(190)	(458)
Net contributions receivable	\$ 8,826	\$ 8,783
Net due in one year	\$ 3,944	\$ 3,494
Net due in excess of one year	4,882	5,289
Total contributions receivable	\$ 8,826	\$ 8,783

NOTE 6 LEASES RECEIVABLE

The University, acting as lessor, leases certain land and office space under long-term, non-cancelable lease agreements. The leases expire at various dates through 2066 and provide for renewal options ranging from one year to ten years. During the year ended June 30, 2025, the University recognized \$58 and \$106 in lease revenue and interest revenue, respectively, pursuant to these contracts. During the year ended June 30, 2024, the University recognized \$24 and \$102 in lease revenue and interest revenue, respectively, pursuant to these contracts.

Certain leases provide for increases in future minimum annual rental payments based on specific rates or defined increases in the Consumer Price Index.

THE UNIVERSITY OF TOLEDO
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NOTE 6 LEASES RECEIVABLE (CONTINUED)

Total future minimum lease payments to be received under lease agreements are as follows:

	Principal	Interest	Total
2026	\$ 70	\$ 103	\$ 173
2027	74	100	174
2028	72	97	169
2029	42	95	137
2030	23	93	116
2031-2035	153	448	601
2036-2040	243	406	649
2041-2045	360	341	701
2046-2050	512	247	759
2051-2055	568	114	682
2056-2060	85	40	125
2061-2065	107	18	125
2066	24	1	25
TOTALS	<u>\$ 2,333</u>	<u>\$ 2,103</u>	<u>\$ 4,436</u>

THE UNIVERSITY OF TOLEDO
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NOTE 7 CAPITAL ASSETS

Capital assets are recorded at cost or if acquired by gift at their acquisition value as of the date of donation. Capital assets activity for the year ended June 30, 2025 consisted of the following:

	Balance 6/30/2024	Additions	Reallocation/ Reductions	Balance 6/30/2025
Capital assets, not being depreciated or amortized:				
Land and land improvements	\$ 24,773	\$ -	\$ -	\$ 24,773
Construction in progress	30,487	4,701	(13,196)	21,992
Total capital assets, not being depreciated or amortized	55,260	4,701	(13,196)	46,765
Capital assets, being depreciated or amortized:				
Land improvements	20,558	72	-	20,630
Right of use and SBITA assets	56,068	9,134	(9,181)	56,021
Infrastructure	225,583	5,789	1,143	232,515
Buildings	1,110,227	-	11,549	1,121,776
Equipment	234,782	22,122	(7,707)	249,197
Total capital assets, being depreciated and amortized	1,647,218	37,117	(4,196)	1,680,139
Less accumulated depreciation and amortization:				
Land improvements	16,830	541	49	17,420
Right of use and SBITA assets	26,632	8,295	(6,849)	28,078
Infrastructure	165,117	8,426	(49)	173,494
Buildings	830,540	30,305	(5,170)	855,675
Equipment	197,297	9,703	(2,068)	204,932
Total Accumulated Depreciation and Amortization	1,236,416	57,270	(14,087)	1,279,599
Total capital assets, being depreciated or amortized, net	410,802	(20,153)	9,891	400,540
Capital assets, net	\$ 466,062	\$ (15,452)	\$ (3,305)	\$ 447,305

THE UNIVERSITY OF TOLEDO
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NOTE 7 CAPITAL ASSETS (CONTINUED)

Capital assets activity for the year ended June 30, 2024 consisted of the following:

	Balance 6/30/2023	Additions	Reallocation/ Reductions	Balance 6/30/2024
Capital assets, not being depreciated or amortized:				
Land and land improvements	\$ 26,073	\$-	\$ (1,300)	\$ 24,773
Construction in progress	21,640	11,856	(3,009)	30,487
Total capital assets, not being depreciated or amortized	47,713	11,856	(4,309)	55,260
Capital assets, being depreciated or amortized:				
Land improvements	19,532	4,009	(2,983)	20,558
Right of use and SBITA assets	53,217	5,820	(2,969)	56,068
Infrastructure	222,106	169	3,308	225,583
Buildings	1,117,137	-	(6,910)	1,110,227
Equipment	228,472	9,375	(3,065)	234,782
Total capital assets, being depreciated and amortized	1,640,464	19,373	(12,619)	1,647,218
Less accumulated depreciation and amortization:				
Land improvements	16,200	609	21	16,830
Right of use and SBITA assets	20,740	7,459	(1,567)	26,632
Infrastructure	156,712	8,502	(97)	165,117
Buildings	808,685	32,455	(10,600)	830,540
Equipment	190,352	10,056	(3,111)	197,297
Total Accumulated Depreciation and Amortization	1,192,689	59,081	(15,354)	1,236,416
Total capital assets, being depreciated or amortized, net	447,775	(39,708)	2,735	410,802
Capital assets, net	\$ 495,488	\$ (27,852)	\$ (1,574)	\$ 466,062

THE UNIVERSITY OF TOLEDO
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NOTE 7 CAPITAL ASSETS (CONTINUED)

Assets are classified as either for Academic or Hospital use. Academic assets are capitalized at a cost of \$50 or greater with the exception of equipment and computer software, which are capitalized at a cost of \$5 or greater. Academic asset depreciation and amortization on capital leases are recognized on a straight-line basis over the estimated useful life of the asset, as follows:

Classification	Life
Infrastructure	10 to 25 years
Buildings	40 years
Building additions	10 to 40 years
Equipment	5 to 10 years

Hospital assets are capitalized with a cost of \$5 or greater for equipment, buildings, and building additions based on increase of capacity, life, or operating efficiency of a capital asset. Hospital asset depreciation and amortization on capital leases are recognized on a straight-line basis over the estimated useful life of the asset, as follows:

Classification	Life
Infrastructure	2 to 40 years
Buildings	5 to 40 years
Building additions	5 to 40 years
Equipment	3 to 20 years

NOTE 8 PUBLIC-PRIVATE AND PUBLIC-PUBLIC PARTNERSHIPS

Effective October 1, 2021, the University entered into an agreement with ParkUToledo to operate, manage, and maintain the University's parking system, including collecting parking fees and issuing tickets for parking violations. The objectives of entering into this agreement were to leverage the parking assets to generate cash resources and to provide parking services in a more efficient and cost-effective manner. The term of the agreement is 35 years and the University received an upfront payment of \$52.5 million with the potential for future annual payments contingent on the balance in ParkUToledo's surplus fund.

In addition to operating and maintaining the parking system, ParkUToledo is responsible for making all capital improvements required to be completed during the term of the agreement. At the end of the agreement, ParkUToledo will surrender and deliver to the University all of its rights, title and interest in the parking system, including all improvements.

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NOTE 8 PUBLIC-PRIVATE AND PUBLIC-PUBLIC PARTNERSHIPS (CONTINUED)

As part of the agreement, the University committed to demolition of the two existing parking garages and construction of surface lots to take their place. In addition, the University is responsible for electricity, snow removal and waste disposal related to the parking system for the term of the agreement. Also, in the event there is insufficient funding available for debt service payments, the University has agreed to provide a maximum of \$5 million in the aggregate over the term of the agreement.

In accordance with the requirements of GASB Statement No. 94, *Public-Private and Public-Public Partnerships*, the University recorded a deferred inflow of resources, which will be amortized to revenue over the life of the agreement. The balance of the deferred inflow of resources as of June 30, 2025 and 2024, is \$53,615 and \$53,412, respectively, which reflects revenue of \$1,669 and \$1,582, respectively, recognized during the years as well as ParkUToledo's investment of \$1,872 and \$2,785, respectively in parking lot improvements. The parking assets continue to be reported in the University's financial statements, including depreciation as applicable.

NOTE 9 DEBT

On July 13, 2023, the University issued \$82,590 in General Receipts Bonds, series 2023B through private placement. Proceeds from the bonds were used to redeem the Series 2013B bonds in the amount of \$66,980 and the Series 2013D bonds in the amount of \$15,610. The Series 2023B bonds bear interest at variable rates with a final maturity of June 1, 2036, and subject to a mandatory tender on June 1, 2028.

The outstanding Series 2013B bonds were redeemed through a current refunding during the year ended June 30, 2024, and accordingly, are not reflected in the accompanying financial statements as of June 30, 2024.

The outstanding Series 2013D bonds were redeemed through a current refunding during the year ended June 30, 2024, and accordingly, are not reflected in the accompanying financial statements as of June 30, 2024.

On May 1, 2023, the University issued \$24,045 in General Receipts Bonds, Series 2023A through a direct placement with PNC Bank. Proceeds from the bonds were used to current refund the General Receipts Bonds Series 2013C totaling \$23,895 and to pay cost of issuance. The refunded bonds were called for redemption on June 1, 2023 at par plus accrued interest. The Series 2023A bonds bear interest at a fixed rate of 2.831%, and the net present value savings of the refunded bonds was \$2,123.

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NOTE 9 DEBT (CONTINUED)

On May 1, 2018, the University issued \$28,320 in General Receipts Bonds, Series 2018B. Proceeds from the Bonds were used to advance refund and defease the General Receipts Bonds Series 2010 totaling \$26,660 and to pay cost of issuance. The refunded bonds maturing June 1 of the years 2018 to 2020, inclusive, were paid on their respective due dates from the escrow fund. The refunded bonds maturing June 1, 2021, were called for redemption on June 1, 2020, at par plus accrued interest. The Series 2018B bonds bear interest at a fixed rate of 4.26%, and the net present value loss on the refunded bonds was \$7,885.

On May 1, 2018, the University issued \$9,175 in General Receipts Bonds, Series 2018A. Proceeds from the Bonds were used to advance refund and defease the remaining General Receipts Bonds Series 2008A totaling \$10,035 and to pay cost of issuance. The refunded bonds were called for redemption on June 1, 2018, at par plus accrued interest. The Series 2018A Bonds bear interest at a fixed rate of 5%, and the net present value savings of the refunded bonds was \$797.

On December 28, 2017, the University issued \$35,655 in General Receipts Bonds, Series 2017B. Proceeds from the Bonds were used to advance refund and defease the portion of the General Receipts Bonds Series 2011B maturing on June 1 of the years 2022 to 2031, inclusive, totaling \$38,385 and to pay cost of issuance. The refunded bonds were called for redemption on June 1, 2021 at par plus accrued interest. The Series 2017B Bonds bear interest at a fixed rate of 5%, and the net present value savings of the refunded Bonds was \$3,024.

On March 28, 2017, the University issued \$72,820 in General Receipts Premium Bonds, Series 2017A. Proceeds from the Bonds, together with available funds, were used to refund \$32,140 General Receipt Bonds Series 2007A, advance refund \$11,060 General Receipt Bonds Series 2008A, fund \$30,000 in capital projects to the University's Main Campus, and to pay cost of issuance. Capital improvements include the renovation of Parks Tower, improvements to various campus facilities, and electrical, lighting and HVAC upgrades. The Bonds have an average coupon of 4.39%, and the net present value savings of the refunded Bonds of \$3,311.

On June 7, 2013, the University issued \$10,125 in General Receipts Bonds, Series 2013A through a direct placement with Capital One Public Funding, LLC. Proceeds of the Series 2013A were used to defease and advance refund the \$9,635 outstanding General Receipts Bonds, Series 2004 and to pay the cost of issuance of the Series 2013A Bonds. The University recognized cash flow savings of \$904 and an economic gain of \$790 from the advance refunding of Series 2004. Series 2013A bears interest at 1.99% with a final maturity of June 1, 2025. The Bonds have mandatory tender date June 1, 2023.

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NOTE 9 DEBT (CONTINUED)

On April 26, 2007, the University issued \$49,900 in General Receipts Bonds, Series 2007B, to finance the rehabilitation and improvement of a facility to provide classrooms for undergraduates; the rehabilitation and improvement of the main library; and improvements to athletic facilities. Series 2007B bears interest based on the Auction Period Rate for each 35-day auction period. During fiscal year 2010, the University made two public tender offers for the 2007B Series Bonds. The University also tendered and repurchased 2007B Series Bonds in fiscal year 2013 from proceeds of the Series 2013D Bond issuance. Bonds repurchased and subsequently cancelled under these tender offers have been credited against the mandatory redemption schedule of the Series 2007B Bonds. The next scheduled principal redemption date on the series 2007B Bonds is currently June 1, 2036.

The principal and interest payments of all the General Receipts Bonds are collateralized by the pledge of the general receipts of the University. The bond indentures have various covenants relating to reporting with which the University management believes they have complied.

UTP-CF had two lines of credit available through Signature Bank that were paid off and closed during the year ended June 30, 2024.

During the year ended June 30, 2024, UTP-CF opened a line of credit with Huntington Bank with maximum borrowings of \$5,000 and a variable rate of interest at SOFR plus 2.00%. There was no outstanding balance as of June 30, 2025 and 2024.

UTP-CF had two lines of credit available through UTF. The first originated in September 2023 with maximum borrowings of \$5,000 and interest at SOFR plus 1.25%. The second originated in April 2024 with maximum borrowings of \$7,500 and interest at SOFR plus 1.25%. The total outstanding on these lines of credit was \$8,000 as of June 30, 2025 and \$9,000 as of June 30, 2024.

THE UNIVERSITY OF TOLEDO
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NOTE 9 DEBT (CONTINUED)

The estimated cost to complete construction in progress at June 30, 2025 is \$7,207.

As part of the Epic EMR project, the University entered into an agreement with Epic to finance the cost of the license and implementation over a period of five years. The future payments required by the agreement are as follows:

	Principal	Interest	Total
2026	\$ 1,197	\$ 9	\$ 1,206
TOTALS	\$ 1,197	\$ 9	\$ 1,206

Long-term liabilities activity for the year ended June 30, 2025 consisted of the following:

Description	Due Dates	Interest Rate	Balance June 30, 2024	Additions	Retirements	Balance June 30, 2025	Current
General Receipts Series 2013A, private placement bonds Refund Series 2004	2014-2025	1.99%	\$ 935	\$ -	\$ 935	\$ -	\$ -
General Receipts Series 2023A, private placement bonds Refund Series 2013C	2024-2031	2.83%	21,330	-	2,795	18,535	2,875
General Receipts Series 2023B, private placement bonds Refund Series 2013B and Series 2013D	2024-2036	Variable	80,680	-	1,960	78,720	1,935
Total private placement bonds			102,945	-	5,690	97,255	4,810
General Receipts Series 2007B, term bonds: Renovations for athletic, classrooms, and library	2031-2036	Variable	1,325	-	-	1,325	-
General Receipts Series 2017A, serial bonds Refund partial Series 2008A and all of Series 2007A	2019-2047	3.625% to 5.0%	54,765	-	3,660	51,105	4,460
General Receipts Series 2017B, serial bonds Refund Series 2011B maturities 2022-2031	2022-2031	5.00%	26,720	-	3,285	23,435	3,445
General Receipts Series 2018A, serial bonds Refund remaining Series 2008A	2019-2027	5.00%	3,430	-	1,100	2,330	1,580
General Receipts Series 2018B, serial bonds Refund partial Series 2008A and all of Series 2007A	2033-2044	4.26%	28,320	-	-	28,320	-
Total serial bonds			114,560	-	8,045	106,515	9,485
Unamortized bond premium			8,469	-	830	7,639	830
Unamortized bond discount			(353)	-	(76)	(277)	(41)
Interest rate swap contract (see Note 10)			7,486	-	976	6,510	948
UTP-CF line of credit			9,000	-	1,000	8,000	8,000
Loan payable-Epic			3,580	359	2,742	1,197	1,197
Financing obligations			286	-	256	30	-
Note payable-UT Foundation			3,137	-	400	2,737	-
Total other long-term debt			31,605	359	6,128	25,836	10,934
Total long-term debt			249,110	359	19,863	229,606	25,229
Less current portion						25,229	
Long-term liabilities						<u>\$ 204,377</u>	

THE UNIVERSITY OF TOLEDO
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NOTE 9 DEBT (CONTINUED)

Description	Balance June 30, 2024	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Compensated absences	\$ 34,390	\$ 19,587	\$ 18,951	\$ 35,026	\$ 27,436
Long-term liabilities	249,110	359	19,863	229,606	25,229
Lease/SBITA liability	29,454	9,134	11,525	27,063	7,015
Refundable federal student loans	528	-	362	166	-
Insurance captive reserve for losses	11,371	6,661	2,085	15,947	-
Net pension liability	454,591	-	48,133	406,458	-
Total noncurrent liabilities	779,444	35,741	100,919	714,266	59,680
Less current portion				59,680	
Noncurrent liabilities				<u>\$ 654,586</u>	

Long-term liabilities activity for the year ended June 30, 2024, consisted of the following:

Description	Due Dates	Interest Rate	Balance June 30, 2023	Additions	Retirements	Balance June 30, 2024	Current
General Receipts Series 2013A, private placement bonds Refund Series 2004	2014-2025	1.99%	\$ 1,855	\$ -	\$ 920	\$ 935	\$ 935
General Receipts Series 2013B, private placement bonds Refund Series 2011A	2015-2032	Variable	66,980	-	66,980	-	-
General Receipts Series 2013D, private placement bonds Refund partial Series 2007B and all of Series 2005	2031-2036	Variable	15,610	-	15,610	-	-
General Receipts Series 2023A, private placement bonds Refund Series 2013C	2024-2031	2.83%	24,045	-	2,715	21,330	2,795
General Receipts Series 2023B, private placement bonds Refund Series 2013B and Series 2013D	2024-2036	Variable	-	82,590	1,910	80,680	1,960
Total private placement bonds			108,490	82,590	88,135	102,945	5,690
General Receipts Series 2007B, term bonds: Renovations for athletic, classrooms, and library	2031-2036	Variable	1,325	-	-	1,325	-
General Receipts Series 2017A, serial bonds Refund partial Series 2008A and all of Series 2007A	2019-2047	3.625% to 5.0%	58,260	-	3,495	54,765	3,660
General Receipts Series 2017B, serial bonds Refund Series 2011B maturities 2022-2031	2022-2031	5.00%	29,845	-	3,125	26,720	3,285
General Receipts Series 2018A, serial bonds Refund remaining Series 2008A	2019-2027	5.00%	4,595	-	1,165	3,430	1,100
General Receipts Series 2018B, serial bonds Refund partial Series 2008A and all of Series 2007A	2033-2044	4.26%	28,320	-	-	28,320	-
Total serial bonds			122,345	-	7,785	114,560	8,045
Unamortized bond premium			9,725	-	1,256	8,469	830
Unamortized bond discount			(428)	-	(75)	(353)	(75)
Interest rate swap contract (see Note 10)			8,842	-	1,356	7,486	1,009
UTP-CF line of credit			4,205	9,000	4,205	9,000	9,000
Loan payable-Epic			7,520	541	4,481	3,580	2,604
Financing obligations			1,098	-	812	286	-
Note payable-UT Foundation			2,013	1,210	86	3,137	-
Total other long-term debt			32,975	10,751	12,121	31,605	13,368
Total long-term debt			263,810	93,341	108,041	249,110	27,103
Less current portion						27,103	
Long-term liabilities						<u>\$ 222,007</u>	

THE UNIVERSITY OF TOLEDO
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NOTE 9 DEBT (CONTINUED)

Description	Balance June 30, 2023	Additions	Reductions	Balance June 30, 2024	Due Within One Year
Compensated absences	\$ 34,345	\$ 18,220	\$ 18,175	\$ 34,390	\$ 26,348
Long-term liabilities	263,810	93,341	108,041	249,110	27,103
Lease/SBITA liability	33,430	5,636	9,612	29,454	7,992
Refundable federal student loans	3,398	-	2,870	528	
Insurance captive reserve for losses	10,161	2,101	891	11,371	
Net OPEB liability	7,621	-	7,621	-	
Net pension liability	514,851	9,606	69,866	454,591	
Total noncurrent liabilities	867,616	128,904	217,076	779,444	61,443
Less current portion				61,443	
Noncurrent liabilities				<u>\$ 718,001</u>	

Principal and interest on long-term debt are payable from general receipts. The obligations are generally callable. The future amounts of principal and interest payments required by the bond agreements are as follows:

	Principal	Interest	Swap Interest	Net Interest	Net P&I
2026	\$ 14,295	\$ 10,468	\$ (1,468)	\$ 9,000	\$ 23,295
2027	14,020	9,849	(1,496)	8,353	22,373
2028	12,555	9,131	(1,409)	7,722	20,277
2029	13,170	8,578	(1,412)	7,166	20,336
2030	12,165	7,915	(1,328)	6,587	18,752
2031-2035	91,060	21,978	(2,847)	19,131	110,191
2036-2040	19,810	7,422	(50)	7,372	27,182
2041-thereafter	26,695	4,364	0	4,364	31,059
TOTALS	<u>\$ 203,770</u>	<u>\$ 79,705</u>	<u>\$ (10,010)</u>	<u>\$ 69,695</u>	<u>\$ 273,465</u>

The University's General Receipts Bonds contain a provision that in any event of default, the trustee may declare the principal and accrued interest of all outstanding bonds be due and payable immediately. Furthermore, in such events of default and upon the written request of the holders of at least 25% of the outstanding bonds, the trustee must declare the principal and accrued interest of all outstanding bonds to be due and payable immediately.

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NOTE 10 INTEREST RATE SWAPS

In order to hedge against interest rate fluctuations on the Series 2002 variable rate bonds, the University entered into three interest rate derivative (swap) agreements in November 2002. One swap expired June 1, 2020. The two remaining swaps expire on June 1, 2032 and have a notional value of \$52,125 as of June 30, 2025 and 2024. These swaps are now associated with the Series 2023B Bonds and the counterparty is JP Morgan Chase. The University pays a fixed rate of 3.888% to the counterparty and receives a variable rate of interest of 71% of SOFR from the counterparty on these two swaps. Only the net difference in interest payments is actually exchanged with the counterparty. The swap agreement's fair value is estimated using the zero-coupon method, whereby the future net settlement payment as required by the swap is calculated, and then discounted using the spot rates implied by the current yield curve. The mark-to-market valuation on the two swap agreements as of June 30, 2025 is an asset of \$146 compared to an asset of \$1,595 on June 30, 2024.

In April, 2007, the University entered into a swap agreement with JP Morgan Chase that expires on June 30 31, 2036, in the notional amount of \$33,250, to hedge a portion of the exposure against interest rate fluctuations arising from the variable interest rates on the Series 2007B. This swap is now associated with the 2023B Bonds. Based on the swap agreement, the University owes interest calculated at a fixed rate of 3.666% to the swap counterparty. In return, the counterparty owes the University interest at a variable rate based on 68% of SOFR. Only the net difference in interest payments is actually exchanged with the counterparty. The swap agreement's fair value is estimated using the zero-coupon method, whereby the future net settlement payment as required by the swap is calculated, and then discounted using the spot rates implied by the current yield curve. The mark-to-market valuation on the swap agreement as of June 30, 2025 is an asset of \$351 compared to an asset of \$1,025 on June 30, 2024.

Upon termination of any of the swap agreements, a payment may be owed by the University to the swap counterparty or by the swap counterparty to the University, depending on the prevailing economic circumstances at the time of the termination.

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NOTE 10 INTEREST RATE SWAPS (CONTINUED)

Type	Objective	Notional Amount	Pays	Receives	Maturity Date	Counter Party Credit Rating	MTM @ 06/30/25	MTM @ 06/30/24
Pay-Fixed, Rec-Var.	Synthetic Fixed Interest	\$ 24,690	3.888%	71% SOFRr	6/1/32	Aa3/A+	\$ 74	\$ 759
Pay-Fixed, Rec-Var.	Synthetic Fixed Interest	27,435	3.888%	71% SOFR	6/1/32	Aa3/A+	72	836
Pay-Fixed, Rec-Var.	Synthetic Fixed Interest	27,300	3.660%	68% SOFR	6/1/36	Aa3/A+	352	1,025
		<u>\$ 79,425</u>					<u>\$ 498</u>	<u>\$ 2,620</u>

Interest rate swaps are classified as hedging derivative instruments, if the hedging instruments meet the criteria outlined in GASB Statement 53, *Accounting and Financial Reporting for Derivative Instruments* (GASB 53), paragraph 27a and b, or as investment derivative instruments if they do not meet the criteria. All of the swap agreements have been determined to be effective hedging derivative instruments as of both June 30, 2025 and June 30, 2024.

All of the University's hedging relationships in fiscal year 2012 were terminated in fiscal year 2013 and designated into new hedging relationships. In accordance to GASB 53 these swaps are considered hybrid instruments consisting of a financing element and an embedded derivative. The at-market amount of the swaps at the time of the new hedging relationship is designated as a hedging instrument with a mark-to-market value of \$498 and \$2,620 as of June 30, 2025 and 2024, respectively. The above-market amounts which equal \$6,510 and \$7,486 as of June 30, 2025 and 2024, respectively, are considered borrowings and are included in long term debt which will be paid down by a portion of the swaps' periodic fixed payments.

As of the balance sheet date, the swap agreements can be summarized as follows:

	Change in Fair Value		2025 Classification		2024 Classification	
	2025	2024	Amount	Notional	Amount	Notional
Business-type activities						
Cash flow hedges:						
Pay-fixed interest rate swaps (receive-variable)	\$ (2,123)	\$ 671	\$ 498	\$ 79,425	\$ 2,620	\$ 81,375

The fair values of the interest rate swaps were estimated using the zero-coupon method. This method calculates the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments are then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swaps.

THE UNIVERSITY OF TOLEDO
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NOTE 10 INTEREST RATE SWAPS (CONTINUED)

Rating	Bear Stearns (JPM) 2002 (Swap A and B)	Bank One (JPM) 2002 (Swap C)	JPM 2007B
Aaa/AAA	Infinity	Infinity	Infinity
Aa1, Aa2, Aa3/AA+, AA, AA-	Infinity	Infinity	Infinity
A1/A	10,000	Infinity	Infinity
A2/A	10,000	Infinity	Infinity
A3/A-	10,000	Infinity	Infinity
Baa1/BBB+	5,000	5,000	5,000
Baa2/BBB	500	3,000	3,000
Baa3/BBB-	500	-	-
Below Baa3/BBB- or suspended, withdrawn or unrated	-	-	-

As of June 30, 2025, the University's net liability position is \$6,013 exclusive of accrued interest in the amount of \$47 compared to a net liability position of \$4,866 in 2024. The University has not been required to post collateral with any counterparty as of June 30, 2025.

It is the University's policy to enter into netting arrangements whenever it has entered into more than one derivative instrument transaction with a counterparty. Under the terms of these arrangements, should one party become insolvent or otherwise default on its obligations, close-out netting provisions permit the nondefaulting party to accelerate and terminate all outstanding transactions and net the transactions' fair values so that a single sum will be owed by, or owed to, the nondefaulting party.

Although the University originally executed interest rate swap agreements with multiple counterparties, fall contracts, comprising approximately 100% of the net exposure to credit risk, are held with one company as the result of merger activity since 2002. That counterparty is rated Aa3/A+.

Interest Rate Risk – The University is exposed to interest rate risk on its interest rate swaps. On its pay-fixed, receive-variable interest rate swap, as LIBOR or the Securities Industry and Financial Markets Association (SIFMA) swap decreases, the University's net payment on the swap increases.

Basis Risk – The University is exposed to basis risk on its LIBOR-based interest rate swaps due to variable-rate payments received on these instruments based on a rate or index other than interest rates the University pays on its variable-rate debt, which, depending on the series is remarketed every 30 or 35 days.

Termination Risk – The University or its counterparties may terminate a derivative instrument if the other party fails to perform under the terms of the contract.

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NOTE 10 INTEREST RATE SWAPS (CONTINUED)

Rollover Risk – The University is exposed to rollover risk on its SOFR-based interest rate swaps that mature or may be terminated prior to the maturity of the hedged debt. When these hedging interest rate swaps terminate, or in the case of a termination option, if the counterparty exercises its option, the University will be re-exposed to the risks being hedged by the interest rate swaps.

NOTE 11 LEASE OBLIGATIONS

The University leases equipment as well as certain operating and office facilities for various terms under long-term, non-cancelable lease agreements. The leases expire at various dates through 2038 and provide for renewal options ranging from three months to five years.

Certain facility leases provide for increases in future minimum annual rental payments based on specific rates or defined increases in the Consumer Price Index.

Total future minimum lease payments under lease agreements are as follows:

	Principal	Interest	Total
2026	\$ 4,566	\$ 820	\$ 5,386
2027	3,644	649	4,293
2028	2,663	529	3,192
2029	2,004	430	2,434
2030	1,856	345	2,201
2031-2035	6,351	671	7,022
2036-2038	564	27	591
TOTALS	<u>\$ 21,648</u>	<u>\$ 3,471</u>	<u>\$ 25,119</u>

Right-to-use assets acquired through outstanding leases are shown below, by underlying asset class.

	FY 2025	FY 2024
Buildings	\$ 21,790	\$ 22,859
Equipment	20,807	20,654
Total right of use assets	42,597	43,513
Less: Accumulated Amortization	(20,966)	(19,804)
Net right of use assets	<u>\$ 21,631</u>	<u>\$ 23,709</u>

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NOTE 12 SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The Entity has entered into numerous subscription based-information technology arrangements (SBITAs) for various functions of the university including athletics, finance, grants, procurement, student functions and various hospital functions. The SBITA arrangements expire at various dates through 2030 and provide for renewal options.

The future subscription payments under SBITA agreements are as follows:

	Principal	Interest	Total
2026	\$ 2,449	\$ 230	\$ 2,679
2027	1,619	126	1,745
2028	773	57	830
2029	403	23	426
2030	171	7	178
TOTALS	<u>\$ 5,415</u>	<u>\$ 443</u>	<u>\$ 5,858</u>

Assets acquired through outstanding SBITAs are shown below, by underlying asset class.

	FY 2025	FY 2024
Equipment	\$ 13,424	\$ 12,555
Total right of use assets	13,424	12,555
Less: Accumulated Amortization	(7,112)	(6,828)
Net right of use assets	<u>\$ 6,312</u>	<u>\$ 5,727</u>

NOTE 13 RETIREMENT BENEFITS

The University participates in the State Teachers Retirement System of Ohio (STRS) and the Ohio Public Employees Retirement System (OPERS). Each is a statewide, cost-sharing, multiple-employer public employee retirement system governed by the Ohio Revised Code (ORC) that covers substantially all employees of the University. Each system has various retirement plan options available and provides retirement, survivor and disability benefits to plan members and their beneficiaries. The systems also provide postemployment healthcare benefits to retirees and beneficiaries. Employees may opt out of STRS or OPERS and participate in the Alternative Retirement Plan (ARP) if they meet certain eligibility requirements. The ARP is a defined contribution plan using state-approved investment providers and does not include disability, health care, or death benefits.

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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

Each retirement system issues a publicly available financial report that includes financial statements and required supplementary information for the pension and postemployment health care plans. The reports may be obtained by contacting:

State Teachers Retirement System of Ohio
275 E. Broad Street
Columbus, Ohio 43215
888-227-7877
www.strsoh.org

Ohio Public Employees Retirement System
277 East Town Street
Columbus, Ohio 43215
800-222-7377
www.opers.org

Contributions

STRS – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For the plan years ended June 30, 2024 and 2023, the contribution rate was 14% of covered payroll for both members and employers. Under Ohio law, funds to pay health care costs may be deducted from employer contributions. For the year ended June 30, 2024, no employer allocation was made to the health care fund.

OPERS – The ORC provides statutory authority for member and employer contributions. Member contribution rates for the plan years ended December 31, 2024 and 2023 were 10% for the state and local division, 12% for the public safety division and 13% for the law enforcement division. Employer contribution rates for plan years 2024 and 2023 were 14% of covered payroll for the state and local division, and 18.1% of covered payroll for the law enforcement and public safety divisions. No employer contributions were allocated to healthcare for the combined plan in 2023 and traditional plan in 2023 and 2024. For the Member-Directed Plan, 4% of employer contributions was allocated to health care coverage for both 2023 and 2024.

In October 2023, the state legislature approved House Bill (HB) 33 which allowed for the consolidation of the Combined Plan into the Traditional Pension Plan. The Combined Plan was consolidated into the Traditional Pension Plan effective January 1, 2024 and is tracked as a separate division within the Traditional Pension Plan. No changes were made to the benefit design features of the Combined Plan as part of this consolidation so that members in this plan will experience no changes. Effective January 1, 2022, the Combined Plan is no longer available for member selection.

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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

Contributions (Continued)

ARP – The ORC provides statutory authority for member and employer contributions. Member contribution rates are the same as those required by the respective state retirement systems. For STRS-eligible employees who elected an ARP, the University contributes 11.09% of covered payroll to the selected investment provider and 2.91% to STRS. For OPERS-eligible employees who elected an ARP, the University contributes 11.76% of covered payroll to the selected investment provider and 2.24% to OPERS. The employer amounts remitted to STRS and OPERS are based on the statutory mitigating rate which is designed to offset any negative financial impact of the ARP on the state retirement systems.

University contributions to the retirement plans for the year ended June 30 are summarized below.

Plan	2025	2024
STRS	\$ 11,779	\$ 12,142
OPERS	31,130	31,371
ARP	8,723	8,626
Total	<u>\$ 51,632</u>	<u>\$ 52,139</u>

Benefits

STRS – Plan benefits are established under Chapter 3307 of the ORC, as amended by Substitute Senate Bill 342 in 2012, which gives the Retirement Board the authority to make future adjustments to the member contribution rate, retirement age and service requirements, and the cost-of-living adjustments as the need or opportunity arises, depending on the retirement system's funding progress. STRS members have a choice of three retirement plans: a Defined Benefit (DB) plan, a Defined Contribution (DC) plan and a Combined Plan.

The DB Plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective Aug. 1, 2015, the calculation is 2.2% of final average salary for the five highest years of earnings multiplied by all years of service. Eligibility changes will be phased in until Aug. 1, 2023, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 34 years of service credit and at least age 60.

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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

Benefits (Continued)

The Defined Contribution (DC) Plan allows members to place all their member contributions and the 11.09% portion of the 14% employer contribution into an investment account. Investment allocation decisions are determined by the member. The remaining 2.91% portion of the 14% employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, 12% of the 14% member rate goes to the DC Plan and the remaining 2% is applied to the DB Plan. Member contributions to the DC Plan are allocated among investment choices by the member, and contributions to the DB Plan from the employer and the member are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60 with five years of service. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50 and after termination of employment.

DB and Combined Plan members are eligible for disability and death benefits based on specified criteria in the plan.

OPERS – Authority to establish and amend benefits is provided by Chapter 145 of the ORC. OPERS members have a choice of three retirement plans: the Traditional Pension Plan, a defined benefit plan; the Combined Plan, a combination defined benefit/defined contribution plan; and the Member-Directed Plan, a defined contribution plan. All state and local governmental employees in Ohio, except those covered by one of the other state or local retirement systems in Ohio, are members of OPERS.

Retirement benefits in the Traditional Pension Plan are calculated on a formula that considers age, years of service and final average salary. Depending on when they joined the plan, members with five years of service are eligible for retirement at either age 60 or 62, and members with 25 years of service are eligible for retirement at either age 55 or 57. The annual benefit is 2.2% of final average salary for the first 30 or 35 years of service, depending on when the member joined, and 2.5% for years of service in excess. Final average salary is based on the highest three or five years of earnings, depending on when the member joined. Members who retire before meeting the age and service requirements receive a percentage reduction in the benefit amount.

Law Enforcement and Public Safety members, as defined in ORC Chapter 145, are eligible for special retirement options under the Traditional Pension Plan and are not eligible to participate in the Member-Directed or Combined plans.

For the Member-Directed Plan, the amount available for benefits consists of the member's contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections.

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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

Benefits (Continued)

Benefits in the Combined Plan consist of both an age-and-service formula and a defined contribution element. The defined benefit element is calculated on the basis of age, final average salary, and years of service. Eligibility regarding age and years of service in the Combined Plan is the same as the Traditional Plan. The annual benefit is 1% of final average salary for the first 30 or 35 years of service, depending on when the member joined, and 1.25% for years of service in excess.

Members in the Traditional Pension Plan and Combined Plan are eligible for Disability, Survivor and Death benefits based on age and/or service criteria. Members of the Member-Directed Plan do not qualify for these ancillary benefits. A cost-of-living adjustment is provided for retirement benefits under the Traditional Plan and the defined benefit portion of the Combined Plan. For those who retired prior to January 7, 2013, current law provides for a 3% adjustment. For subsequent retirees, beginning in calendar year 2021, current law provides an adjustment based on the Consumer Price Index but capped at 3%.

Net Pension Liability, Deferrals, and Pension Expense – At June 30, 2025 and 2024, the University reported a liability for its proportionate share of the net pension liability of STRS and the OPERS traditional plan, as well as an asset for its proportionate share of the net pension asset of the OPERS combined plan and member-directed plan. The net pension liability and asset were measured as of June 30, 2024 and June 30, 2023, respectively, for STRS and December 31, 2024 and December 31, 2023, respectively, for the OPERS plans. The total pension liability used to calculate the net pension liability or asset was determined by an actuarial valuation as of those dates. The University's proportion of the net pension liability or asset was based on a projection of its long-term share of contributions to the pension plan relative to the projected contributions of all participating reporting units, actuarially determined.

Plan	Measurement Date	Net Pension Liability/(Asset)		Proportionate Share		Change
		2025	2024	2025	2024	
STRS	July 1	\$ 116,405	\$ 142,946	0.605%	0.664%	0.06%
OPERS Traditional	December 31	290,053	311,645	1.183%	1.190%	0.01%
OPERS Combined and Member-Directed	December 31	(156)	(4,423)	1.024%	1.215%	0.19%

For the year ended June 30, 2025 and 2024, the University recognized pension expense of \$49,459 and \$52,325, respectively.

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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

At June 30, 2025 the University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	STRS		OPERS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual experience	\$ 7,330	\$ 64	\$ 5,982	\$ 289
Changes of assumptions	5,364	10,009	198	-
Difference between projected and actual investment earnings	-	4,038	34,785	-
Changes in proportion and differences between University contributions and proportionate share of contributions	-	21,238	458	1,941
Contributions after the measurement date	11,779	-	16,282	-
Total	<u>\$ 24,473</u>	<u>\$ 35,349</u>	<u>\$ 57,705</u>	<u>\$ 2,230</u>

At June 30, 2024, the University reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	STRS		OPERS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual experience	\$ 5,212	\$ 317	\$ 5,515	\$ 426
Changes of assumptions	11,772	8,861	288	-
Difference between projected and actual investment earnings	-	429	63,624	-
Changes in proportion and differences between University contributions and proportionate share of contributions	-	17,832	1,066	2,515
Contributions after the measurement date	11,776	-	15,740	-
Total	<u>\$ 28,760</u>	<u>\$ 27,439</u>	<u>\$ 86,233</u>	<u>\$ 2,941</u>

THE UNIVERSITY OF TOLEDO
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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2026	\$ 4,047
2027	42,402
2028	(21,060)
2029	(9,097)
2030	207
Thereafter	39
Total	<u>\$ 16,538</u>

In addition, the contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the next year (2026).

Actuarial Assumptions – The total pension liability is based on the results of an actuarial valuation using the following actuarial assumptions, applied to all periods included in the measurement:

	STRS - as of 6/30/24	OPERS - as of 12/31/24
Valuation date	June 30, 2024	December 31, 2024
Actuarial cost method	Entry age normal	Individual entry age
Cost of living	0.00%	Pre-1/7/2013 Retirees: 3.00% Simple Post-1/7/2013 Retirees: 2.90% Simple through 2025, then 2.05% Simple
Salary increases, including inflation	2.5% - 8.5%	2.75 percent - 8.25 percent
Price inflation	3.00%	2.75%
Investment rate of return	7%, net of investment expense, including inflation Period of 5 years ended June 30, 2021	6.9%, net of investment expense Period of 5 years ended December 31, 2020
Experience study rate		
Mortality basis	Pub-2010 Mortality tables with mortality improvement scale MP-2020	Pub-2010 Mortality tables with mortality improvement scale MP-2020

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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

	STRS - as of 6/30/23	OPERS - as of 12/31/23
Valuation date	June 30, 2023	December 31, 2023
Actuarial cost method	Entry age normal	Individual entry age
		Pre-1/7/2013 Retirees: 3.00% Simple Post-1/7/2013 Retirees: 2.30% Simple through 2024, then 2.05% Simple
Cost of living	0.00%	2.75 percent - 10.75 percent
Salary increases, including inflation	2.5% - 8.5%	2.75%
Price inflation	2.50%	
Investment rate of return	7%, net of investment expense, including inflation	6.9%, net of investment expense
Experience study rate	Period of 5 years ended June 30, 2021	Period of 5 years ended December 31, 2020
Mortality basis	Pub-2010 Mortality tables with mortality improvement scale MP-2020	Pub-2010 Mortality tables with mortality improvement scale MP-2020

Discount Rate – The discount rate used to measure the total pension liability was 7.00% and 7.00% for STRS and 6.9% and 6.9% for OPERS as of 2024 and 2023 respectively. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions will be made at contractually required rates for all plans. Based on those assumptions, each pension plan's fiduciary net position was projected to be available to make all projected future benefit payments for current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

THE UNIVERSITY OF TOLEDO
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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

STRS as of 6/30/2024			OPERS as of 12/31/2024		
Investment Category	Target Allocation	Long-term Expected Real Rate of Return	Investment Category	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	26.00%	4.50%	Fixed Income	24.00%	2.42%
International Equity	22.00%	5.30%	Domestic Equity	21.00%	5.70%
Alternatives	19.00%	6.70%	Real Estate	13.00%	4.17%
Fixed Income	22.00%	2.10%	Private Equity	15.00%	8.40%
Real Estate	10.00%	2.70%	International Equity	20.00%	6.10%
Liquidity Reserves	1.00%	0.00%	Risk Parity	2.00%	4.40%
Total	100.00%		Other Investments	5.00%	2.54%
			Total	100.00%	

STRS as of 6/30/2023			OPERS as of 12/31/2023		
Investment Category	Target Allocation	Long-term Expected Real Rate of Return	Investment Category	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	26.00%	6.60%	Fixed Income	24.00%	2.85%
International Equity	22.00%	6.80%	Domestic Equity	21.00%	4.27%
Alternatives	19.00%	7.38%	Real Estate	13.00%	4.46%
Fixed Income	22.00%	1.75%	Private Equity	15.00%	7.52%
Real Estate	10.00%	5.75%	International Equity	20.00%	5.16%
Liquidity Reserves	1.00%	1.00%	Risk Parity	2.00%	4.38%
Total	100.00%		Other Investments	5.00%	3.46%
			Total	100.00%	

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the net pension liability of the University, calculated using the discount rate listed below, as well as what the University's net pension liability would be if it were calculated using a discount rate that is 1.00 percentage point lower or 1.00 percentage point higher than the current rate:

Plan	1.00% decrease		Current discount rate		1.00% increase	
STRS 6/30/2024	6.00%	\$ 187,782	7.00%	\$ 116,405	8.00%	\$ 56,033
OPERS 12/31/2024	5.90%	474,388	6.90%	289,897	7.90%	136,587
Total		<u>\$ 662,170</u>		<u>\$ 406,302</u>		<u>\$ 192,620</u>

Plan	1.00% decrease		Current discount rate		1.00% increase	
STRS 6/30/2023	6.00%	\$ 219,819	7.00%	\$ 142,946	8.00%	\$ 77,932
OPERS 12/31/2023	5.90%	487,924	6.90%	307,222	7.90%	157,004
Total		<u>\$ 707,743</u>		<u>\$ 450,168</u>		<u>\$ 234,936</u>

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NOTE 13 RETIREMENT BENEFITS (CONTINUED)

Pension Plan Fiduciary Net Position – Detailed information about the pension plan's fiduciary net position is available in the separately issued STRS and OPERS financial report.

Payable to the Pension Plan – The University reported a payable of \$2,013 and \$2,479 to OPERS at June 30, 2025 and 2024, respectively, for the outstanding amount of contributions required for the years then ended.

NOTE 14 OTHER POSTEMPLOYMENT BENEFITS

As described in Note 13, both STRS and OPERS provide benefits other than pensions, such as health care, that meet the GASB criteria for other postemployment benefit OPEB plans.

The net OPEB liability represents the University's proportionate share of each OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan's fiduciary net position. The net OPEB liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

GASB 75 assumes the OPEB liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The ORC permits, but does not require, the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

Plan Descriptions

STRS (State Teachers Retirement System)

STRS administers a cost-sharing health plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare Part B premiums. The plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

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NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Plan Descriptions (Continued)

STRS (State Teachers Retirement System) (Continued)

ORC Chapter 3307 authorizes STRS to offer the plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the health care plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for postemployment health care may be deducted from employer contributions, currently 14% of covered payroll. For the fiscal year ended June 30, 2023, STRS did not allocate any employer contributions to postemployment health care.

OPERS (Ohio Public Employees Retirement System)

The ORC permits, but does not require, OPERS to offer postemployment health care coverage. The ORC allows a portion of the employers' contributions to be used to fund health care coverage. Periodically, OPERS modifies the health care program design to improve the ongoing solvency of the plans. Eligibility requirements for access to the OPERS health care options have changed over the history of the program for Traditional Pension Plan and Combined Plan members.

Prior to January 1, 2015, the System provided comprehensive health care coverage to retirees with 10 or more years of qualifying service credit and offered coverage to their dependents on a premium deduction or direct bill basis. Beginning January 1, 2015, the service eligibility criteria for health care coverage increased from 10 years to 20 years with a minimum age of 60, or 30 years of qualifying service at any age. Beginning with January 2016 premiums, Medicare-eligible retirees could select supplemental coverage through the Connector and may be eligible for monthly allowances deposited to an HRA to be used for reimbursement of eligible health care expenses. Coverage for non-Medicare retirees includes hospitalization, medical expenses, and prescription drugs. The System determines the amount, if any, of the associated health care costs that will be absorbed by the System and attempts to control costs by using managed care, case management, and other programs. Additional details on health care coverage can be found in the Plan Statement in the OPERS 2023 ACFR.

Participants in the Member-Directed Plan are not eligible for health care coverage offered to benefit recipients in the Traditional Pension Plan and Combined Plan. A portion of employer contributions for these participants is allocated to a retiree medical account. Upon separation or retirement, participants may be reimbursed for qualified medical expenses from these accounts.

With the assistance of the System's actuary and Board approval, a portion of each employer contribution to OPERS may be set aside for the funding of postemployment health care coverage. The portion of Traditional Pension Plan and Combined Plan employer contributions allocated to health care was 0.0% for 2024 and 2023, respectively. The employer contribution as a percent of covered payroll deposited for Member-Directed Plan health care accounts was 4.0% for 2024 and 2023.

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NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Plan Descriptions (Continued)

OPERS (Ohio Public Employees Retirement System) (Continued)

Net OPEB Asset, Deferrals, and OPEB Expense – At June 30, 2025 and 2024, the University reported an asset for its proportionate share of the net OPEB assets of both OPERS and STRS. The net OPEB asset for OPERS was measured as of December 31, 2024 and December 31, 2023. The net OPEB asset for STRS was measured as of June 30, 2024 and June 30, 2023. The total OPEB asset used to calculate the net OPEB asset was determined by an actuarial valuation as of those dates. The University's proportion of the net OPEB asset was based on its share of contributions to the respective retirement systems relative to the contributions of all participating entities.

Plan	Measurement Date	Share of Net OPEB (Asset)		Proportionate Share		
		2025	2024	2025	2024	Change
STRS	July 1	\$ (11,479)	\$ (12,897)	0.60%	0.66%	-0.06%
OPERS	December 31	(27,587)	(10,733)	1.18%	1.19%	-0.01%

For the years ended June 30, 2025 and 2024, the University recognized OPEB income of \$11,137 and \$1,326, respectively.

At June 30, 2025, the University reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	STRS		OPERS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual experience	\$ 496	\$ 1,240	\$ -	\$ 1,343
Changes of assumptions	1,409	5,173	-	3,981
Difference between projected and actual investment earnings	-	495	568	-
Changes in proportion and differences between University contributions and proportionate share of contributions	-	2,809	68	27
Contributions after the measurement date	-	-	19	-
Total	\$ 1,905	\$ 9,717	\$ 655	\$ 5,351

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NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Plan Descriptions (Continued)

OPERS (Ohio Public Employees Retirement System) (Continued)

At June 30, 2024, the University reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	STRS		OPERS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between projected and actual experience	\$ 20	\$ 1,971	\$ -	\$ 1,528
Changes of assumptions	1,897	8,509	2,763	4,614
Difference between projected and actual investment earnings	22	-	6,446	-
Changes in proportion and differences between University contributions and proportionate share of contributions	-	2,497	-	261
Contributions after the measurement date	-	-	27	-
Total	<u>\$ 1,939</u>	<u>\$ 12,977</u>	<u>\$ 9,236</u>	<u>\$ 6,403</u>

The contributions subsequent to the measurement date will be included as a reduction of the net pension liability in the next year (2026). Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in benefit expense as follows:

Year Ending June 30	STRS	OPERS
2026	\$ (2,576)	\$ (3,109)
2027	(1,386)	2,487
2028	(2,015)	(2,837)
2029	(1,542)	(1,256)
2030	(73)	-
Thereafter	(220)	-
total	<u>\$ (7,812)</u>	<u>\$ (4,715)</u>

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NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Plan Descriptions (Continued)

OPERS (Ohio Public Employees Retirement System) (Continued)

Actuarial Assumptions – The total OPEB liability is based on the results of an actuarial valuation using the following key assumptions, applied to all periods included in the measurement:

	STRS - as of 6/30/24	OPERS - as of 12/31/24
Inflation	3.00%	2.75%
Salary increases	Varies by Service from 2.5% to 8.5%	2.75% - 10.75% (includes inflation)
Blended discount rate of return	7.00%	6.00%
Investment rate of return	7.00 percent, net of investment expenses, including inflation	6.00 percent, net of investment expenses
Health care cost trends	-112.22% to 8%initial, 3.94% ultimate	5.50% initial, 3.50% ultimate in 2039

	STRS - as of 6/30/23	OPERS - as of 12/31/23
Inflation	3.00%	2.75%
Salary increases	Varies by Service from 2.5% to 8.5%	2.75% - 10.75% (includes inflation)
Blended discount rate of return	7.00%	5.70%
Investment rate of return	7.00 percent, net of investment expenses, including inflation	6.00 percent, net of investment expenses
Health care cost trends	-11.95% to 7.5%initial, 4.14% ultimate	5.50% initial, 3.50% ultimate in 2038

STRS

For healthy retirees the post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110% for males, projected forward generationally using mortality improvement scale MP-2020; pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95% for females, projected forward generationally using mortality improvement scale MP-2020. For disabled retirees, mortality rates are based on the Pub-2010 Teachers Disabled Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

Actuarial assumptions used in the June 30, 2024 valuation are based on the results of the latest available actuarial experience study for the period July 1, 2015 through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

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NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Plan Descriptions (Continued)

OPERS

Pre-retirement mortality rates are based on 130% of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170% of the Pub-2010 Safety Employee Mortality tables (males and females) for the Public Safety and Law Enforcement divisions. Post-retirement mortality rates are based on 115% of the PubG-2010 Retiree Mortality Tables (males and females) for all divisions. Post-retirement mortality rates for disabled retirees are based on the PubNS-2010 Disabled Retiree Mortality Tables (males and females) for all divisions. For all of the previously described tables, the base year is 2010 and mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scales (males and females) to all of these tables.

Projections of health care costs for financial reporting purposes are based on the substantive plan and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between the System and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2023, rolled forward to the measurement date of December 31, 2024.

Discount Rate

STRS

The discount rate used to measure the total OPEB liability was 7.00% and 7.00% as of June 30, 2024 and 2023, respectively. The projection of cash flows used to determine the discount rate assumed STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2024. Therefore, the long-term expected rate of return on health care fund investments of 7.00% and 7.00% was applied to all periods of projected health care costs to determine the total OPEB liability as of June 30, 2024 and 2023, respectively.

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NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Discount Rate (Continued)

OPERS

A single discount rate of 6.00% and 5.70% was used to measure the total OPEB liability on the measurement date of December 31, 2024 and 2023, respectively. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) a tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on the actuarial assumed rate of return on the health care investment portfolio of 6.00% and a municipal bond rate of 4.08%. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through the year 2124. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2124, and the municipal bond rate was applied to all health care costs after that date.

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NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Target Investment Allocation and Long-term Expected Real Rate of Return

STRS as of 6/30/2024			OPERS as of 12/31/2024		
Investment Category	Target Allocation	Long-term Expected Real Rate of Return	Investment Category	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	26.00%	4.50%	Fixed Income	37.00%	2.37%
International Equity	22.00%	5.30%	Domestic Equity	26.00%	5.70%
Alternatives	19.00%	6.70%	Real Estate	5.00%	5.00%
Fixed Income	22.00%	2.10%	International Equity	26.00%	6.10%
Real Estate	10.00%	2.70%	Risk Parity	3.00%	4.40%
Liquidity Reserves	1.00%	0.00%	Other Investments	3.00%	2.50%
Total	100.00%		Total	100.00%	

STRS as of 6/30/2023			OPERS as of 12/31/2023		
Investment Category	Target Allocation	Long-term Expected Real Rate of Return	Investment Category	Target Allocation	Long-term Expected Real Rate of Return
Domestic Equity	26.00%	6.60%	Fixed Income	34.00%	2.82%
International Equity	22.00%	6.80%	Domestic Equity	26.00%	4.27%
Alternatives	19.00%	7.38%	Real Estate	7.00%	4.68%
Fixed Income	22.00%	1.75%	International Equity	25.00%	5.16%
Real Estate	10.00%	5.75%	Risk Parity	2.00%	4.38%
Liquidity Reserves	1.00%	1.00%	Other Investments	6.00%	2.43%
Total	100.00%		Total	100.00%	

Sensitivity of the Net OPEB Asset to Changes in the Discount Rate and Health Care Cost Trend Rate – The following presents the net OPEB liability (asset) of the University, calculated using the current discount rate listed below, as well as what the University's net OPEB liability (asset) would be if it were calculated using a discount rate that is 1.00 percentage point lower or 1.00 percentage point higher than the current rate. Also shown is what the net OPEB liability (asset) would be based on health care cost trend rates that are 1.00 percentage point lower and higher than the current rate.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 14 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the Net OPEB Asset to Changes in the Discount Rate and Health Care Cost Trend Rate (Continued)

Plan	1.00% decrease	Current discount rate	1.00% increase
STRS 6/30/2024	6.00% \$ (9,330)	7.00% \$ (11,479)	8.00% \$ (13,342)
OPERS 12/31/2024	4.70% (13,698)	5.70% (27,587)	6.70% (39,176)
Total	<u>\$ (23,028)</u>	<u>\$ (39,066)</u>	<u>\$ (52,518)</u>

Plan	1.00% decrease	Current discount rate	1.00% increase
STRS 6/30/2023	6.00% \$ (10,926)	7.00% \$ (12,897)	8.00% \$ (14,637)
OPERS 12/31/2023	4.70% 5,899	5.70% (10,733)	6.70% (24,510)
Total	<u>\$ (5,027)</u>	<u>\$ (23,630)</u>	<u>\$ (39,147)</u>

Plan	1.00% decrease	Current health care trend rate	1.00% increase
STRS 6/30/2024	\$ (14,777)	\$ (11,479)	\$ (9,961)
OPERS 12/31/2024	(28,304)	(27,587)	(27,400)
Total	<u>\$ (43,081)</u>	<u>\$ (39,066)</u>	<u>\$ (37,361)</u>

Plan	1.00% decrease	Current health care trend rate	1.00% increase
STRS 6/30/2023	\$ (14,717)	\$ (12,897)	\$ (10,733)
OPERS 12/31/2023	(11,179)	(10,733)	(10,227)
Total	<u>\$ (25,896)</u>	<u>\$ (23,630)</u>	<u>\$ (20,960)</u>

OPEB Plan Fiduciary Net Position – Detailed information about the OPEB plan’s fiduciary net position is available in the separately issued STRS and OPERS financial report.

Payable to the OPEB Plan – The University did not have a payable to the OPEB plans as of June 30, 2025 and 2024.

Benefit Term Changes Since the Prior Measurement Date

STRS

Healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes effective January 1, 2025. The larger Medicare trends for Years 2027 and 2028 reflect the assumed impact of the expiration of current Medicare Advantage contract on December 31, 2028.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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NOTE 15 CONTINGENCIES AND COMMITMENTS

In the normal course of its activities, the University is a party to various legal actions. The University intends to vigorously defend itself against all claims and is of the opinion that the outcome of current legal actions will not have a material effect on the University's financial position.

The University participates in the Inter-University Council Risk Management and Insurance Consortium (IUC-RMIC). Since 1994, the IUC-RMIC Universities have purchased their property and casualty insurance on a group basis. The IUC-RMIC formalized their pooling in 2006 and created the Board of Governors. The Board of Governors is comprised of representatives from each University and is the decision making body for insurance issues of the group programs. There are three committees related to the insurance program that report to the Board of Governors: Underwriting, Loss Control, and Audit. Underwriting and Loss Control have representation from each University. In 2009, a director was hired to coordinate the activities of the IUC-RMIC and act as a facilitator to other IUC committees and university departments to address insurance and risk related issues.

Through the IUC-RMIC group, the University maintains property insurance with a \$100 deductible per member per occurrence, a \$900 IUC-RMIC retained pool per occurrence, and \$999,000 in excess insurance per occurrence.

The casualty portion of the IUC-RMIC program provides educator's legal liability, general liability, and automobile liability, and includes a \$100 deductible per member per occurrence, a \$2,400 IUC-RMIC retained pool per occurrence, and \$32,500 in excess insurance per occurrence and annual aggregate.

The IUC-RMIC also provides other coverages such as foreign liability with travel assistance, special accident, crime, cyber and fiduciary. The University's contributions to IUC for property and casualty coverage totaled \$2,927 and \$2,772 for 2025 and 2024, respectively.

The University participates in a state pool of agencies and universities that pays workers' compensation premiums into the State Insurance Fund (the Plan), which pays workers' compensation benefits to beneficiaries who have been injured on the job. Losses from asserted and unasserted claims for the participating state agencies and universities in the Plan are accrued by the Ohio Bureau of Workers' Compensation (the Bureau) based on estimates that incorporate the preceding five-year experience, as well as other considerations including the nature of each claim or incident and relevant trend factors. Participants in the Plan annually fund the workers' compensation liability based on rates set by the Bureau to collect the cash needed in subsequent fiscal years to pay the workers' compensation claims of participating state agencies and universities.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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(DOLLARS IN THOUSANDS)

NOTE 15 CONTINGENCIES AND COMMITMENTS (CONTINUED)

The University is also self-insured for unemployment compensation and substantially all employee health benefits. Liabilities for estimates of losses retained by the University for outstanding claims and claims incurred but not reported under self-insurance programs have been based on the University's experience and actuarial valuation. The estimated value of these claims was \$5,292 and \$6,832 as of June 30, 2025 and 2024, respectively. Settlements have not exceeded insurance coverage in each of the past three years. A reconciliation of changes in the claims payable for the years ended June 30, 2025 and 2024 follows:

	2025	2024
Claims payable, beginning of year	\$ 6,832	\$ 8,184
Incurred claims	60,969	60,360
Payments on claims	62,509	61,712
Claims payable, end of year	<u>\$ 5,292</u>	<u>\$ 6,832</u>

The University receives medical stop-loss coverage for employee health benefits from The University of Toledo Medical Assurance Company LLC (UTMAC) of which the University is the ultimate parent. The coverage includes limits of liability of \$1,000 per covered unit in excess of \$500 with no aggregate limit. UTMAC cedes losses in excess of \$2,000 each claim and \$5,000 in aggregate to various reinsurers.

NOTE 16 RELATED PARTY TRANSACTIONS

At its March 2016 meeting, the Foundation board of trustees approved funding by the pooled investment portfolio of up to \$6 million for University capital projects. This 10-year loan was approved by the University in July 2016 with the first draw in August 2016. The balance owed to the pool was \$3,430 and \$3,653 as of June 30, 2025 and 2024.

In 2024 the Foundation board of trustees approved funding by the pooled investment portfolio of a multiple draw term loan to the University for up to \$10 million. The University made its first draw totaling \$2,140 in January 2024. The balance owed to the pool was \$1,479 and \$1,986 as of June 30, 2025 and June 30, 2024.

As further described in note 9, UTP-CF had an outstanding payable to the Foundation of \$8,000 and \$9,000 as of June 30, 2025 and 2024, related to line of credit agreements.

On March 30, 2016, the University of Toledo entered into a Grantor Trust Agreement with the Foundation to allow the Foundation to hold title to 8,554.8 shares of VHA-VHC Alliance Newco, Inc. (now known as Vizient Inc.). The purpose for this trust rests in the fact that Vizient, Inc. is a for-profit entity and Ohio law does not permit state entities to hold title or ownership interests in for-profit entities. The initial gift was recorded based on a valuation analysis of the common stock at \$2,000 as of June 30, 2016, and a corresponding receivable was recorded by the University. The value at June 30, 2025 and 2024 is \$2,038.

THE UNIVERSITY OF TOLEDO
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(DOLLARS IN THOUSANDS)

NOTE 16 RELATED PARTY TRANSACTIONS (CONTINUED)

During the years ending June 30, 2025 and 2024, the University paid \$30,742 and \$28,534, respectively, to UTP-CF primarily for wage expense where the University utilized UTP-CF's employees.

During the years ending June 30, 2025 and 2024, the University received \$ 1,676 and \$2,064, respectively, from UTP-CF for the hospital facility fee charged to patients in connection with professional services rendered in hospital-based clinics. The University also received \$14,412 and \$16,506 from UTP-CF for the years ended June 30, 2025 and 2024, respectively, as reimbursement for expenses paid on behalf of UTP-CF.

Accounts receivable from UTP-CF were \$10,916 and \$10,225 as of June 30, 2025 and 2024. Accounts payable to UTP-CF were \$1,706 and \$953 as of June 30, 2025 and 2024.

During the years ending June 30, 2025 and 2024, the University paid \$492 and \$532, respectively, to UTMAC LLC for professional liability and medical stop-loss insurance.

During the years ending June 30, 2025 and 2024, UTP-CF paid \$1,915 and \$2,082, respectively, to UTMAC LLC for professional liability insurance.

THE UNIVERSITY OF TOLEDO
NOTES TO THE FINANCIAL STATEMENTS
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(DOLLARS IN THOUSANDS)

NOTE 17 FUNCTIONAL CLASSIFICATION OF EXPENSES

Operating expenses by functional classification for the year ended June 30, 2025 are summarized as follows:

	Payroll	Supplies	Services	Other	Total
Patient Services	\$ 312,711	\$ 205,962	\$ 37,890	\$ 28,748	\$ 585,311
Instruction	167,148	1,665	2,119	2,358	173,290
Research	28,250	7,361	6,568	20,509	62,688
Public Service	5,953	180	3,268	2,947	12,348
Academic Support	37,733	1,403	8,620	2,103	49,859
Student Services	19,786	348	1,983	2,899	25,016
Institutional Support	35,186	575	6,040	(2,907)	38,894
Operation and Maintenance of Plant	13,995	1,972	(967)	9,983	24,983
Auxiliary Enterprises	21,615	3,321	22,429	12,494	59,859
Student Aid	1,538	-	100	4,747	6,385
Pension/OPEB expense/(revenue)	(14,981)	-	-	-	(14,981)
	<u>\$ 628,934</u>	<u>\$ 222,787</u>	<u>\$ 88,050</u>	<u>\$ 83,881</u>	<u>1,038,633</u>
Depreciation and Amortization					57,270
Provision for Bad Debts					828
Total Operating Expenses					<u>\$ 1,096,731</u>

Operating expenses by functional classification for the year ended June 30, 2024 (as restated) are summarized as follows:

	Payroll	Supplies	Services	Other	Total
Patient Services	\$ 289,299	\$ 179,203	\$ 36,770	\$ 20,427	\$ 525,699
Instruction	167,267	1,652	2,036	3,577	174,532
Research	27,647	7,102	5,408	15,210	55,367
Public Service	5,776	222	2,124	2,845	10,967
Academic Support	36,607	1,453	7,316	(1,673)	43,703
Student Services	20,620	490	2,145	3,635	26,890
Institutional Support	36,838	508	6,344	2,505	46,195
Operation and Maintenance of Plant	14,075	2,708	(685)	13,590	29,688
Auxiliary Enterprises	21,760	2,613	24,072	18,827	67,272
	<u>\$ 619,889</u>	<u>\$ 195,951</u>	<u>\$ 85,530</u>	<u>\$ 78,943</u>	<u>980,313</u>
Student Aid					13,004
Depreciation and Amortization					60,283
Pension/OPEB revenue from GASB adjustment					(692)
Provision for Bad Debts					1,553
Total Operating Expenses					<u>\$ 1,054,461</u>

THE UNIVERSITY OF TOLEDO
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

Schedule of Pension Funding	2025		2024		2023		2022		2021		2020		2019		2018		2017		2016	
	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS
Plan year end	June 30, 2024	December 31, 2024	June 30, 2023	December 31, 2023	June 30, 2022	December 31, 2022	June 30, 2021	December 31, 2021	June 30, 2020	December 31, 2020	June 30, 2019	December 31, 2019	June 30, 2018	December 31, 2018	June 30, 2017	December 31, 2017	June 30, 2016	December 31, 2016	June 30, 2015	December 31, 2015
University's proportion of the collective net pension liability:																				
Percentage	0.60%	1.19%	0.66%	1.20%	0.72%	1.20%	0.73%	1.16%	0.80%	1.15%	0.82%	1.30%	0.82%	1.19%	0.87%	1.29%	0.89%	1.35%	0.91%	1.38%
Amount	\$ 116,405	\$ 289,897	\$ 142,946	\$ 307,222	\$ 159,120	\$ 352,108	\$ 93,424	\$ 96,110	\$ 193,830	\$ 167,049	\$ 180,297	\$ 254,784	\$ 181,318	\$ 324,464	\$ 206,268	\$ 200,690	\$ 297,264	\$ 304,944	\$ 251,992	\$ 239,124
University's covered payroll	\$ 76,858	\$ 218,368	\$ 82,447	\$ 206,723	\$ 81,452	\$ 193,703	\$ 78,769	\$ 181,471	\$ 84,784	\$ 181,513	\$ 84,785	\$ 182,206	\$ 82,947	\$ 183,753	\$ 85,069	\$ 184,052	\$ 83,626	\$ 186,245	\$ 85,398	\$ 185,470
University's proportionate share of the collective pension liability as a percentage of covered payroll	151.45%	132.76%	173.38%	148.62%	195.35%	181.78%	118.61%	52.96%	228.62%	92.03%	212.65%	139.83%	218.60%	176.58%	242.47%	109.04%	355.47%	163.73%	295.08%	128.93%
Plan fiduciary net position as a percentage of the total pension liability	82.55%	81.01%	80.02%	79.39%	78.88%	76.07%	87.78%	93.01%	75.48%	87.21%	77.40%	82.44%	77.31%	74.91%	75.29%	84.85%	66.78%	77.39%	72.09%	81.19%

Schedule of Pension Contributions	2025		2024		2023		2022		2021		2020		2019		2018		2017		2016	
	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS
Statutorily required contribution	\$ 11,779	\$ 16,300	\$ 11,776	\$ 15,766	\$ 12,564	\$ 30,475	\$ 13,070	\$ 27,393	\$ 12,647	\$ 25,624	\$ 13,595	\$ 27,015	\$ 13,473	\$ 27,323	\$ 13,178	\$ 26,804	\$ 13,431	\$ 26,899	\$ 13,162	\$ 26,666
Contributions in relation to the actuarially determined contractually required contribution	\$ 11,779	\$ 16,282	\$ 11,776	\$ 15,766	\$ 12,564	\$ 30,475	\$ 13,070	\$ 27,393	\$ 12,647	\$ 25,624	\$ 13,595	\$ 27,015	\$ 13,473	\$ 27,323	\$ 13,178	\$ 26,804	\$ 13,431	\$ 26,899	\$ 13,162	\$ 26,666
Contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered employee payroll	\$ 77,253	\$ 225,001	\$ 77,785	\$ 222,544	\$ 81,466	\$ 204,684	\$ 81,525	\$ 189,768	\$ 78,789	\$ 177,238	\$ 84,710	\$ 183,883	\$ 84,059	\$ 186,901	\$ 82,939	\$ 184,427	\$ 85,062	\$ 190,184	\$ 83,566	\$ 188,684
Contributions as a percentage of covered payroll	15.25%	7.24%	15.14%	7.08%	15.42%	14.89%	16.03%	14.43%	16.05%	14.46%	16.05%	14.69%	16.03%	14.62%	15.89%	14.53%	15.79%	14.14%	15.75%	14.13%

Changes in Assumptions and Benefits Terms: No significant changes noted.

THE UNIVERSITY OF TOLEDO
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025 AND 2024
(DOLLARS IN THOUSANDS)

Schedule of OPEB Funding	2025		2024		2023		2022		2021		2020		2019		2018	
	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS
Plan year end	June 30, 2024	December 31, 2024	June 30, 2023	December 31, 2023	June 30, 2022	December 31, 2022	June 30, 2021	December 31, 2021	June 30, 2020	December 31, 2020	June 30, 2019	December 31, 2019	June 30, 2018	December 31, 2018	June 30, 2017	December 31, 2017
University's proportion of the collective net OPEB liability (asset):																
Percentage	0.60%	1.18%	0.66%	1.19%	0.72%	1.21%	0.73%	1.18%	0.80%	1.17%	0.82%	1.31%	0.82%	1.20%	0.87%	1.31%
Amount	\$ (11,479)	\$ (27,587)	\$ (12,897)	\$ (10,733)	\$ (18,535)	\$ 7,621	\$ (15,415)	\$ (37,063)	\$ (14,079)	\$ (20,826)	\$ (13,503)	\$ 181,519	\$ (13,251)	\$ 156,522	\$ 33,878	\$ 142,066
University's covered payroll	\$ 76,858	\$ 218,368	\$ 81,452	\$ 193,703	\$ 81,452	\$ 193,703	\$ 78,769	\$ 181,471	\$ 84,784	\$ 181,513	\$ 84,785	\$ 182,206	\$ 82,947	\$ 183,753	\$ 85,069	\$ 184,052
University's proportionate share of the collective net OPEB liability as a percentage of covered-employee payroll	-14.94%	-12.63%	-15.83%	-5.54%	-22.76%	3.93%	-19.57%	-20.42%	-16.61%	-11.47%	-15.93%	99.62%	-15.98%	85.18%	39.82%	77.19%
Plan fiduciary net position as a percentage of the total OPEB liability	158.01%	121.51%	168.52%	107.77%	230.73%	94.78%	174.73%	128.23%	182.13%	115.56%	174.74%	47.80%	176.00%	46.33%	47.11%	54.14%

Schedule of OPEB Contributions	2025		2024		2023		2022		2021		2020		2019		2018	
	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS	STRS	OPERS
Statutorily required contribution	\$ -	\$ 25	\$ -	\$ 26	\$ -	\$ 25	\$ -	\$ 14	\$ -	\$ 27	\$ -	\$ 28	\$ -	\$ 31	\$ -	\$ 293
Contributions in relation to the actuarially determined contractually required contribution	\$ -	\$ 25	\$ -	\$ 26	\$ -	\$ 25	\$ -	\$ 14	\$ -	\$ 27	\$ -	\$ 28	\$ -	\$ 31	\$ -	\$ 293
Contribution deficiency/(excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered employee payroll	\$ 77,253	\$ 225,001	\$ 77,785	\$ 222,544	\$ 77,253	\$ 225,001	\$ 81,525	\$ 189,768	\$ 78,789	\$ 177,238	\$ 84,710	\$ 183,883	\$ 84,059	\$ 186,901	\$ 82,939	\$ 184,427
Contributions as a percentage of covered payroll	0.00%	0.01%	0.00%	0.01%	0.00%	0.01%	0.00%	0.01%	0.00%	0.02%	0.00%	0.02%	0.00%	0.02%	0.00%	0.16%

Information is required to be presented for 10 years. However, until a full 10-year trend is compiled, the University will present information for those years for which information is available.

Changes in Assumptions and Benefit Terms: No significant changes noted for STRS. For OPERS, on January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and pre-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022, and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for pre-Medicare retirees with monthly allowances, similar to the program for Medicare retirees.



**INDEPENDENT AUDITORS' 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**

Board of Trustees
The University of Toledo
Toledo, Ohio

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 financial statements of the business-type activities and the aggregate discretely presented component units of The University of Toledo, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise The University of Toledo's basic financial statements, and have issued our report thereon dated October 31, 2025. The audit of University of Toledo Physicians Clinical Faculty, Inc. (UTP-CF), a blended component unit, was not performed in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with UTP-CF.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered The University of Toledo'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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of The University of Toledo's internal control. Accordingly, we do not express an opinion on the effectiveness of The University of Toledo'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 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.

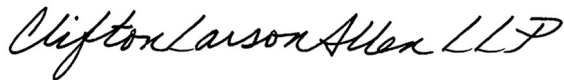
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 University of Toledo's 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 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "CliftonLarsonAllen LLP". The signature is written in a cursive, flowing style.

CliftonLarsonAllen LLP

Maumee, Ohio
October 31, 2025



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM, REPORT ON INTERNAL CONTROL OVER COMPLIANCE,
AND REPORT ON THE SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

Board of Trustees
The University of Toledo
Toledo, Ohio

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited The University of Toledo's (the University) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the University's major federal program for the year ended June 30, 2025. The University's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the University complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

Basis for Opinion on the Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the University and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the University's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the University's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the University's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the University's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, 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 University's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the University's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the business-type activities and the discretely presented component unit of the University as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the University's basic financial statements. We have issued our report thereon, dated October 31, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Maumee, Ohio
December 29, 2025

THE UNIVERSITY OF TOLEDO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Primary Sponsor	Award Number	Passed Through to Subrecipients	Total Federal Expenditures
STUDENT FINANCIAL ASSISTANCE CLUSTER					
FSEOG	84.007	U.S. Department of Education		\$ -	\$ 743,570
Pell Grant	84.063	U.S. Department of Education		-	21,448,074
Federal Work study	84.033	U.S. Department of Education		-	834,298
Federal Teach Grant	84.379	U.S. Department of Education		-	100,433
Federal Direct Loans advances during fiscal year	84.268	U.S. Department of Education		-	98,508,082
Federal Perkins Loans outstanding balance at 07/01/24	84.038	U.S. Department of Education		-	205,801
				-	121,840,258
Disadvantaged Student Loans outstanding balance at 07/01/2024	93.342	U.S. Department of Health and Human Services		-	217,361
Primary Care Loans outstanding balance at 07/01/2024	93.342	U.S. Department of Health and Human Services		-	168,487
Nurse Faculty Loan Program outstanding balance at 07/01/2024	93.264	U.S. Department of Health and Human Services		-	56,480
Total Student Financial Assistance				-	442,328
TOTAL STUDENT FINANCIAL ASSISTANCE CLUSTER					122,282,586
RESEARCH AND DEVELOPMENT CLUSTER					
U.S. Department of Agriculture					
Development and Validation of Early Detection and Sustained Treatment					
Methods to Control HABs in Inland Source Waters in Ohio					
Passed through from the U.S. Army Corps of Engineers	10.001	U.S. Army Corps of Engineers	W912H22220045	-	374,519
Membrane Systems for Humidity Control in CEA	10.001	U.S. Department of Agriculture	58-5082-4-056	-	27,768
Acquisition of Goods and Services	10.001	U.S. Department of Agriculture	58-5082-4-048	-	2,603
RSA (Research support Agreement) with USDA--ARS	10.001	U.S. Department of Agriculture	58-5082-4-042	-	28,975
RSA for Student Employment	10.001	U.S. Department of Agriculture	58-5082-3-016	-	382
Organic and Metal Contaminant Occurrence and Fate in Operational Water when					
Producing Containerized Specialty Crops	10.001	U.S. Department of Agriculture	58-5082-3-010	-	128,303
Molecular and cellular analysis of the effects of silicon on stress tolerance in crops	10.001	U.S. Department of Agriculture	58-5082-1-011	2,265	71,671
Exploring the virome and RNAi strategies for disease control	10.001	U.S. Department of Agriculture	58-5082-1-008	-	12,341
NACCA: Effects of algal toxins on plants	10.001	U.S. Department of Agriculture	58-5082-1-009	-	204,601
RCPP Project ID #2603 Pilot Watershed Project in the Western Lake Erie Basin					
Passed through from Ohio State University	10.001	Ohio State University	SPC-1000012325 GR131828	-	109,603
Investigation into Integrated Phosphorus and Ammonia Recovery in Swine					
Applications - Passed through from the Applied Environmental Solutions, LLC	10.212	Applied Environmental Solutions, LLC	2023-00792-UT01	-	17,290
The Function of Centriole Protein POC1B in the Rabbit Sperm	10.310	U.S. Department of Agriculture	6.70114E+19	-	3,432
Centriolar Biomarkers of Bull Sperm	10.310	U.S. Department of Agriculture	Not Available	-	107,069
A new technology for high yield conversion of biomass carbohydrates to furans					
to furans from bioproducts	10.310	U.S. Department of Agriculture	2018-67021-27953	-	66,262
Total U.S. Department of Agriculture				2,265	1,154,819
National Oceanic and Atmospheric Administration					
Swan Creek In Stream Restoration					
Passed through from the National Oceanic and Atmospheric Administration	11.463	Great Lakes Commission	NA23NMF4630030	-	102,263
Paleontological and sedimentological analysis of cyanobacteria and eukaryotic					
phytoplankton on sediment cores collected from Lake Erie	11.478	National Oceanic and Atmospheric Administration	1305M323PNRMA0138	16,500	93,208
Using Microcystin Degrading Bacteria and their Enzymes for Water Treatment	11.478	National Oceanic and Atmospheric Administration	NA20N064780182	-	73,921
cyanobacteria HAs in the Great Lakes					
Passed through from the National Oceanic and Atmospheric Administration	11.478	University of Michigan	SUBAWARD NO: SUBK00016951	-	9,452
Health Sciences Bioresearch Lab	11.617	National Oceanic and Atmospheric Administration	60NANB23D115	-	4,300,155
From Bottles to Beauty: Creating connections using experiential					
learning in plastics circularity	11.620	National Oceanic and Atmospheric Administration	Not Available	-	175,084
Total National Oceanic and Atmospheric Administration				16,500	4,754,083
U.S. Department of Defense					
SMART Hub (Task Order #2)					
Passed through from the Army Research Laboratory	12.000	Baylor University	1001689-13 PO ORD0166466	-	64,057
Additive Manufacturing of Beryllium for Defense					
Passed through from the Airforce Research Laboratory at Virginia	12.000	Materion Brush	Not Available	-	278,442
Photovoltaic Sheets for High Specific Power Space-Based Energy					
Harvesting (PVS-EH) Passed through from Airforce Research Laboratory at Virginia	12.000	Airforce Research Laboratory at Virginia	FA9453-21-C-0056	-	3,086,975
Crew Care Helmet Health System (Crew Care-HHS): a helmet-integrated health and					
performance monitoring system Passed-Through from Aptima	12.000	Aptima	1704-2356 HT9425-24-P-0024	-	2,138
IORE: FINIRS Operation Readiness Estimation					
Passed through from the Department of Aptima	12.000	Aptima	1527-2227	-	4,617
Advanced Power Electronic Designs for KARN0 Engines	12.000	Hyllion	PO11439	-	68,049
UToleado APEX Accelerator Passed through from the Ohio Department of Development	12.002	Ohio Department of Development	APXG20258817	-	11,076
APEX Accelerator Program Passed through from the Ohio Department of Development	12.002	Ohio Department of Development	APXG20258817	-	45,273
Effusion Cooling for Hypersonic Ground Testing	12.300	Office of Naval Research	N0001424C1519	39,460	810,834
Early Damage Evolution and Lifetime Prediction of Wire Arc Additive Manufactured					
Nickel Aluminum Bronze through High-Throughput Ultrasonic Fatigue Testing:					
An In-situ Corrosion Fatigue Study	12.300	Office of Naval Research	N00014-23-1-2798	-	119,055
PROMPT: Process for Rapid Optimization and Modeling of Power Transistors.	12.300	Office of Naval Research	N00014-21-1-2832	-	30,445
Ultra-wideband and Highly Efficient Plasma-Matched Small HF Antennas	12.300	Office of Naval Research	N00014-21-1-2449	-	63,203
Ensuring Operational Readiness and Sustainment of Knowledge/Skills via Multimodal					
Assessment and an On-Demand Virtual Simulation Platform	12.420	Department of Defense	HT942524C0073	-	308,537
Dabber: D-Type Peptide Grabber for Degradation of Undruggable Transcription					
Factors in Lethal Prostate Cancer	12.420	Department of Defense	HT94252410179	-	25,081
Dormancy mimicking to inhibit prostate cancer metastasis and recurrence	12.420	Department of Defense	HT94252410133	-	278,662
Development of an Attenuated Vaccine for the Prevention of Lyme Disease	12.420	Department of Defense	W81XWH2110967	-	232,997
Tumor Metabolism as the new Achilles' heel in prostate cancer	12.420	Department of Defense	W81XWH2010794	-	215,524
A CLOUD (CRISPR-Mediated Loci-Specific Unbiased Discovery) Atlas of Regulatory					
Binding Proteins for Driver Genes in Prostate Cancer Bone Metastases	12.420	U. S. Army Medical Research and Material Command	HT9425-23-1-0015	-	18,642
Maladaptive Nigrovalgal Pathophysiology in Parkinsonism	12.420	U. S. Army Medical Research and Material Command	W81XWH2110912	-	426,734

See accompanying Notes to Schedule of Expenditures of Federal Awards.

THE UNIVERSITY OF TOLEDO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Primary Sponsor	Award Number	Passed Through to Subrecipients	Total Federal Expenditures
U.S. Department of Defense (Continued)					
Role of KDM4A as an Epigenetic Regulator with Oncogenic and Immunosuppressive Features in Malignant Pleural Mesothelioma	12.420	U.S. Army Medical Research and Development Command	W81XWH2210962	\$ -	\$ 72,774
Developing PTH1R PROTAC degraders for lethal prostate cancer	12.420	U.S. Army Medical Research and Development Command	HT94252410064	6,339	95,422
Optimizing Clinical Outcomes for Patients with Patellofemoral Pain Using Strength Training Rehabilitation Incorporating Power Exercises (STRIPE)					
Passed through from the University of Connecticut	12.420	University of Connecticut	W81XWH2210532	-	50,869
Disrupting and Managing Riverine and other Large-Scale Freshwater Harmful Algal Blooms	12.630	U.S. Army Corps of Engineers	W912HZ-24-2-0050	-	52,725
Active Early Detection and Diagnosis of HABs with Scalable Biological Treatment Strategies	12.630	U.S. Army Corps of Engineers	W912HZ2120015	-	126,950
Development of Low Cost Materials and Devices for Flexible Tandem Space Solar Cells (ROSET)	12.800	Airforce Research Laboratory at Virginia	FA9453-19-C-1002	-	305,224
Development of Low Cost Materials and Devices for Flexible Tandem Space Solar Cells (ROSET)	12.800	Airforce Research Laboratory at Virginia	FA9453-19-C-1002	-	1,212,883
Unified Large-Scale Theoretical and Computational Frameworks for Invariance and Composition of Open Hybrid Dynamical Systems					
Passed through from the Airforce Office of Scientific Research	12.800	George Washington University	23-S19	5,574	134,249
Mathematically Justified Computational Platform for Nonlinear Dynamics	12.800	Rutgers University	PO 25485749	-	62,825
Passed-Through from Air Force Office of Scientific Research	12.000	Airforce Research Laboratory at Virginia	FA9453-19-S-0002	-	983,883
New Materials for Space Power (NMASP) - STAR 2					
Reconfigurable Plasma Protection against High Power Microwaves	12.300C	The Trustees of Purdue University	13001025-054	1,376	73,393
Passed through from the Office of Naval Research					
Intelligent and Resilient Structures (Phase 2)	12.RD	Eaton Corporation	PO 0011-45680	-	30,979
Passed through from the U.S. Army Corps of Engineers					
Thermal Protection for Hypersonic Vehicles	12.RD	Triton Systems	TSI-4116-24-20246229	-	67,297
Passed through from the U.S. Air Force Research Lab					
PRISM: Physiological Ruggedized Integrated Sensor-based Monitoring	12.RD	Aptima Inc	1641-2319	-	14,560
Passed through from the Aptima Inc					
Intelligent and Resilient Structures (Phase 3)	12.RD	Eaton Corporation	0011-46391	-	115,001
Passed through from the U.S. Army Corps of Engineers	12.RD	Argonne National Laboratory	SUBCONTRACT No. 1F-60447	-	230,862
Molecular Design of Lead Acid Battery Model Expanders					
CHEETA: Center for Heuristic Evaluation of Emerging Technology Advancement	12.RD	National Technology and Engineering Solutions of Sandia	PO# 2294290	-	148,209
Passed through Sandia National Laboratory	12.RD	Naval Research Laboratory	N0017324P1127	-	57,212
TCAD and Circuit Models for Semiconductor Opening Switches				52,749	9,925,658
Total U.S. Department of Defense					
U.S. Department of the Interior					
Assessment of Sandusky River habitat suitability for potential sauger (Sander canadensis) reintroduction (FY25)					
Passed through from the U.S. Fish and Wildlife Service	15.605	Ohio State University	SPC-1000013970 GR133660	-	43,779
Invited Full Proposal : Managing spotted turtle nest microhabitat based on female selection, incubation conditions, and sex ratio outcomes	15.608	U.S. Fish and Wildlife Service	F24AP02687-00	-	48,793
Developing a Habitat Suitability Model for Lake Sturgeon in the Sandusky River	15.634	Ohio Department of Natural Resources	PO00199798	-	1,154
Development of capabilities and response methodologies to effectively respond to detections of Grass Carp, Passed through from the U.S. Fish and Wildlife Service	15.662	Ohio Department of Natural Resources	PO00170244	-	120,733
Development of capabilities and response methodologies to effectively respond to detections of Grass Carp, Passed through from the U.S. Fish and Wildlife Service	15.662	Ohio Department of Natural Resources	PO00112552	-	261,553
Grass Carp Reproduction in Lake Erie	15.808	US Geological Survey	G21AC10095	-	6,786
Evaluating the Effects of Climate Change on Lake Erie Fishery Recruitment	15.808	US Geological Survey	G24AC00052	-	62,869
Grass Carp Reproduction in Lake Erie	15.808	US Geological Survey	G21AC10095	-	41,787
Lake Sturgeon survival, habitat use, and movements in Lake Erie	15.808	US Geological Survey	G23AC00495-00	-	70,689
Total U.S. Department of the Interior					
National Aeronautic Space Administration					
Compact Gas Turbine Compressor CFD Analysis					
Passed-Through from Hx5	43.000	Hx5	2624.04.W00124.00	-	1,102
Compact Gas Turbine Compressor CFD Analysis					
Passed-Through from Hx5	43.000	Hx5	2624.04.W00124.00	-	12,180
Cycle Nine GO Grant	43.000	Universities Space Research Association	NNA17BF53C	-	35,910
NAOMY-J: NIR-dark Accretion Outbursts from Massive Young stellar object with JWST, Passed-through from the Association of Universities for Research in Astronomy	43.001	Association of Universities for Research in Astronomy	JWST-GO-01906.006-A	-	2,368
Dissecting the Prototypical Starbursts NGC 253 and M 82 and their Cool Galactic Winds	43.001	Association of Universities for Research in Astronomy	JWST-GO-01701.027-A	-	15,734
The Vanishing Act: PAHs and Heavy Element Abundance in M101	43.001	Association of Universities for Research in Astronomy	JWST-GO-02452.001-A	-	33,276
Structure formation and baryonic cycling in the edge-on galaxy NGC891					
Passed-Through from Association of Universities for Research in Astronomy	43.001	Association of Universities for Research in Astronomy	JWST-GO-02180.020-A	-	27,339
An HST Treasury of Stellar Feedback in Action: Sizes, Structures, and Power Sources for 50,000 Extragalactic HII Regions	43.001	Association of Universities for Research in Astronomy	HST-GO-17126.001-A	9,299	57,386
Passed-Through from Association of Universities for Research in Astronomy	43.001	National Aeronautics and Space Administration	NNC24O603A	-	224,315
IPADuane Hixon					
Modeling Supermassive Black Hole Seed Formation and Growth on Cosmological Scales	43.001	National Aeronautics and Space Administration	80NSSC22K0629	-	81,689
Bolometric Luminosities of Cool Brown Dwarfs: The Key to Their Effective Temperatures and the Mass uncton	43.001	Space Telescope Institute	JWST-GO-02302.001-A	-	108,744
A JWST-HST-VLT/MUSE-ALMA Treasury of Star Formation in nearby Galaxies	43.001	Space Telescope Institute	JWST-GO-02107.003-A	-	9,346
Investigating the Outflows and Shocks of HOPS 361	43.001	Space Telescope Institute	HST-GO-16493.004-A	-	1,386
Arcana of the Ancients: A Spectral Metallicity Survey of the Lowest-Mass Stars and Brown Dwarfs					
Passed-Through from Association of Universities for Research in Astronomy	43.001	Association of Universities for Research in Astronomy	JWST-GO-04668.003-A	-	11,411
The JWST Whirlpool Galaxy Treasury					
Passed-Through from Association of Universities for Research in Astronomy	43.001	Association of Universities for Research in Astronomy	JWST-GO-03435.037-A	-	6,473
The JWST Whirlpool Galaxy Treasury					
Passed-Through from Association of Universities for Research in Astronomy	43.001	Association of Universities for Research in Astronomy	JWST-GO-03435.009-A	-	4,896
How do the Small Survive: PAHs in Low Metallicity Starburst II Zw 40	43.001	Association of Universities for Research in Astronomy	JWST-GO-02511.004-A	-	27,411
Passed-Through from Association of Universities for Research in Astronomy					
Crouching Galaxy, Hidden Stars: Observational Tests of Cluster Formation Theories	43.001	Association of Universities for Research in Astronomy	JWST-GO-03348.001-A	19,105	6,481
Passed-Through from Association of Universities for Research in Astronomy					
The First Ever Low Metallicity PDR Benchmark	43.001	Association of Universities for Research in Astronomy	JWST-GO-02521.010-A	-	21,042
Passed-Through from Association of Universities for Research in Astronomy					
X-ray Observations of an Outbursting Class 0 Protostar in Orion	43.001	Harvard-Smithsonian Center for Astrophysics	G03-24008X	61,756	5,849
Passed-Through from Association of Universities for Research in Astronomy					
The First Comprehensive Study of LMXBs Formed in the Globular Cluster Systems of Spiral Galaxies	43.001	Harvard-Smithsonian Center for Astrophysics	AR3-24006X	5,384	37,496
Passed-Through from Association of Universities for Research in Astronomy					
Near-IR Spectroscopy of Protostars: Determining the Boundary Conditions of Planet Formation	43.001	National Aeronautics and Space Administration	80NSSC23K0831	-	87,878
Fueling the Fire: Tracing Black Hole Growth in Pre-Quasar Systems	43.001	National Aeronautics and Space Administration	80NSSC23K0750	-	156,946
Surveying the 3-5 Micron Variability of Young Stellar Objects with Spitzer	43.001	National Aeronautics and Space Administration	80NSSC19K0591	-	115,835

See accompanying Notes to Schedule of Expenditures of Federal Awards.

THE UNIVERSITY OF TOLEDO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Primary Sponsor	Award Number	Passed Through to Subrecipients	Total Federal Expenditures
National Aeronautic Space Administration (Continued)					
Two Decades of Protostellar Variability in the IR: An ISO, Herschel, Spitzer, SOFIA and NEOWISE Archival Study	43.001	National Aeronautics and Space Administration	80NSSC20K0454	\$ -	\$ 35,648
18-ADAP18-0200; Orion Is The Final Epoch	43.001	National Aeronautics and Space Administration	80NSSC19K0591	-	38,852
Mission Earth: Fusing GLOBE with NASA Assets to Build Systemic Innovation in STEM Education	43.001	National Aeronautics and Space Administration	NNX16AC54A	-	39,998
Mission Earth: Fusing GLOBE with NASA Assets to Build Systemic Innovation in STEM Education	43.001	National Aeronautics and Space Administration	NNX16AC54A	-	2,018,056
Constraining the Epoch of Reionization vis Cross Correlation of JWST Pencil-Beam Galaxy Surveys and Line-Intensity Maps	43.001	Space Telescope Science Institute	JWST-AR-05238.001-A	-	46,710
Infrared Gold: A Student-Centered Program to Extract, Analyze, and Disseminate 20 Years of IRTF/SpexPoint-Source Spectrography	43.001	University of California at San Diego	705197	-	9,935
The Spitzer IRS Mapping Legacy Archive	43.001	University of California at San Diego	KR 704458	-	24,262
Come Out, Come Out, Wherever You Are: Seeking All the Massive Young Clusters Hidden in the Antennae	43.001	Association of Universities Research in Astronomy	JWST-GO-02581.001.A	5,076	6,481
Investigating Protostellar Accretion Across the Mass Spectrum	43.001	Space Telescope Science Institute	JWST-GO-01802.001	-	19,703
Analysis and Testing of Advanced Materials & Structures	43.002	Hx5	2624.04.WO0100.00	-	207,579
Advanced Microscopy and Microstructural Analysis	43.002	Hx5	2624.04.WO0065.00	-	293,413
Nondestructive Evaluation for Aerospace Materials & Structures	43.002	Hx5	2624.04.WO0063.00	-	162,990
High Temperature Materials & Coatings for Extreme Environments	43.002	Hx5	2624.04.WO0058.00	-	201,490
Analysis for Future Aircraft Propulsion Systems	43.002	Hx5	2624.04.WO.0017	-	179,107
Advanced Computational Tools for the Simulation of Multistage Turbomachinery in Support of Aero propulsion	43.002	Hx5	2624.WO0178.00	-	62,514
Experimental and Computational Investigation of Turbine Aerodynamics & Heat Transfer	43.002	Hx5	Not Available	-	35,994
Compact Gas Turbine Compressor CFD Analysis	43.002	Hx5	2624.04.WO0179.00	14,159	32,437
Ohio Space Grant Consortium (OSGC) Scholarships and Fellowships for Fellowships for 2006-2007 to University of Toledo	43.002	Ohio Aerospace Institute	Not Available	-	10,951
UTOL-0476 GEARs Duffy: SA-Spin Test of an Additively Manufactured Gas Turbine Compressor	43.000	Hx5	UTOL-0476	-	5,702
Test and Modeling to Predict Spacesuit Water Membrane Evaporator Failures (RSES)	43.RD	Analytical Mechanics Associates, Inc.	RSES - The University of Toledo	-	1,581
Total National Aeronautic Space Administration				114,779	4,525,896
National Science Foundation					
Resonant Microwave Plasma Sources to Improve the Efficiency of Compact Plasma-Based Accelerators	47.041	Department of Energy	DE-SC0025743	-	109,804
Developing a sex-specific finite element model with and without total shoulder arthroplasty (Email 5-2F)	47.041	Multiple Sponsors	Not Available	97,484	5,988
CAREER: Novel Microplasmas for Highly Compact and Versatile RF Electronics	47.041	National Science Foundation	Not Available	-	145,933
Shear thickening under high shear using bimodal dispersions	47.041	National Science Foundation	2154284	-	2,774
Collaborative Research: Dry-Wet Phase Inversion Pathway of Graphene Oxide (GO)-Based Mixed-Matrix Membranes for Mineral Ions Separation by Membrane Distillation	47.041	National Science Foundation	2002310	235,876	14,029
Shear thickening under high shear using bimodal dispersions	47.041	National Science Foundation	2154284	-	44,511
Phase II IUFCF The University of Toledo: Center for Disruptive Musculoskeletal Innovations (CDMI)	47.041	National Science Foundation	1916636	-	7,698
PFI TT: A hand-held device for rapid and accurate determination of cancerous tumor margins during surgical resections	47.041	National Science Foundation	2141183	-	43,626
Phase II IUFCF The University of Toledo: Center for Disruptive Musculoskeletal Innovations (CDMI)	47.041	National Science Foundation	1916636	-	34,837
Ultra-High Efficiency Microwave Plasma for Extreme Low-Power Applications	47.041	National Science Foundation	2102100	-	12,980
Research Initiation: Measuring mental demand of interactive textbooks using wearables and web analytics	47.041	National Science Foundation	2025088	-	19
Collaborative Research: Dry-Wet Phase Inversion Pathway of Graphene Oxide (GO)-Based Mixed-Matrix Membranes for Mineral Ions Separation by Membrane Distillation	47.041	National Science Foundation	2002310	-	22,518
Phase II IUFCF The University of Toledo: Center for Disruptive Musculoskeletal Innovations (CDMI)	47.041	National Science Foundation	1916636	-	1,985
Development of clinically relevant in-vitro testing protocol to evaluate sacroiliac joint (SIJ) fusion devices by-joint theory	47.041	NSF-CDMI Industry Consortium	Not Available	-	19,996
The role of flexibility of the thoracic spine on lumbar spinal disease based on the concept of join-by-joint theory	47.041	NSF-CDMI Industry Consortium	Not Available	-	20,001
Evaluation and comparison of the mechanical properties of nanograined metals (NanoSus Cp-4 Titanium and baseline alloys (standard Ti6Al4V alloy) in an ASTM standards F1717 corpectomy model	47.041	NSF-CDMI Industry Consortium	Not Available	-	59,806
Investigation of the spinal cord and nerve roots in Ossification of the Posterior Longitudinal Ligament (OPLL) and various decompression techniques in a cervical and thoracolumbar-ribcage finite element model with muscle forces	47.041	NSF-CDMI Industry Consortium	Not Available	-	12,973
Investigating the Effectiveness of DisCure Treatment Using A Human Disc Organ Culture Under Physiologically Relevant Mechanical Loading Conditions	47.041	Rainbow Medical, Ltd.	Not Available	-	1,815
NSF I-Corps Hub: Great Lakes Region	47.041	University of Michigan	2048612	-	8,991
ERI: Additive Manufacturing of Iron Based Shape Memory Alloy	47.041	University of Michigan	2048612	-	54,087
ERI: Additive Manufacturing of Iron Based Shape Memory Alloy	47.041	National Science Foundation	Not Available	-	7,174
Conference: Mapping class Groups and Beyond	47.049	National Science Foundation	Not Available	-	60,294
REU Site: Research Experiences for Undergraduates in Physics and Astronomy at the University of Toledo	47.049	National Science Foundation	Not Available	-	16,010
Acquisition of Helium Recovery Equipment to Establish a Sustainable NMR Facility at the University of Toledo	47.049	National Science Foundation	Not Available	-	2,266
Direct Tests of Black Hole Accretion Rate Prescriptions	47.049	National Science Foundation	Not Available	-	7,588
					123,249
					160,648

See accompanying Notes to Schedule of Expenditures of Federal Awards.

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National Science Foundation (Continued)					
LEAPS-MPS: Harnessing materials from nature: from biomaterials to metal oxides	47.049	National Science Foundation	2316861	\$ -	\$ 1,000
LEAPS-MPS: Harnessing materials from nature: from biomaterials to metal oxides	47.049	National Science Foundation	2316861	-	100,141
LEAPS-MPS: Surface Subgroups of outer automorphism group of the free group and dynamics on the boundary	47.049	National Science Foundation	2137611	-	39,390
CAREER: Expanding the Toolbox for Olefin Functionalization and Difunctionalization Reactions	47.049	National Science Foundation	2047725	-	119,163
Tracking the Causes and Effects of Galactic Winds with Resolved Spectroscopy	47.049	National Science Foundation	2009416	-	80,171
Modeling the Abundance and Distribution of the First Stars and Galaxies	47.049	National Science Foundation	2009309	(250)	14,905
ASEEKnowledge Change Team					
Passed-Through from American Society for Engineering Education	47.049	American Society for Engineering Education	Not Available	-	119
Lake Erie Center for Fresh Waters and Human Health--BGSU NSF					
subaward Passed-Through from Bowling Green State University	47.050	Bowling Green State University	10010192-UT08	-	14,115
CAREER: Electrical Signals in Soils across Terrestrial and Aquatic Interfaces	47.050	National Science Foundation	Not Available	-	111,746
Collaborative Research: SCH: Optimal Desensitization Protocol in Support of a Kidney Paired Donation (KPD) System					
Passed-Through from George Mason University	47.050	George Mason University	Not Available	62,994	23,691
Collaborative Research: SCH: Clinical Adaptive Performance Enhancement Through Human-AI Teaming (CAE-HAT)	47.050	National Science Foundation	Not Available	-	86,917
CRII: CNS: Auction Mechanism Design for Energy-Efficient High Performance Computing	47.070	National Science Foundation	2300124	-	39,097
Collaborative Research: CSSI Elements: Multi-GPU and Network Modeling and Simulation in SST Passed-through from Regents of New Mexico	47.070	Regents of New Mexico	Not Available	-	23,833
Collaborative Research: Strengthening Global Biodiversity Research by Building Informatics Capacity for Ancient Environmental DNA	47.074	National Science Foundation	Not Available	-	15,755
Collaborative Research: MRA: Resolving and scaling litter decomposition controls from leaf to landscape in North American Drylands	47.074	National Science Foundation	Not Available	-	30,389
Collaborative Research:BoCP-Implementation: Quantifying the response of biodiverse freshwater ecosystems to abrupt and progress environmental change	47.074	National Science Foundation	Not Available	-	67,284
Collaborative Research: BoCP-Implementation: The impact of climate change on functional biodiversity across spatiotemporal scales at Lake Tanganyika, Africa	47.074	National Science Foundation	2224891	-	25,817
Stress response mechanisms in Vibrio	47.074	National Science Foundation	2151127	-	248,468
CAREER: The regulation of cytokinesis by calcium	47.074	National Science Foundation	2144701	-	1,100
CAREER: The regulation of cytokinesis by calcium	47.074	National Science Foundation	2144701	-	126,268
Collaborative Research: Peripheral Neighborhoods in City Creation					
Passed-Through from University of Illinois at Urbana-Champaign	47.075	National Science Foundation	2002310	-	20,172
Cultivating Persistence and Leadership Development in Science Master Teachers					
Robert Noyce Teacher Scholarship	47.076	National Science Foundation	Not Available	-	304,414
Cultivating Persistence and Leadership Development in Science Master Teachers					
Robert Noyce Teacher Scholarship	47.076	National Science Foundation	Not Available	-	95,230
ADVANCE Catalyst: Transitioning from Anecdotal to Data-Driven Intersectional Approach for Institutional Change at the University of Toledo	47.076	National Science Foundation	Not Available	-	30,712
Collaborative Research: Gateway or Gatekeeper: Understanding Why Black Students Choose Engineering Technology or Engineering, and the Implications of this Choice	47.076	National Science Foundation	2224766	222,200	155,218
Greater, Equity Access, and Readiness for Success for Engineering and Technology (GEARSET)	47.076	National Science Foundation	1930478	22,132	75,445
Greater, Equity Access, and Readiness for Success for Engineering and Technology (GEARSET)	47.076	National Science Foundation	1930478	-	32,548
SatC: EDU: Collaborative: Visualization and Practice based Cybersecurity Curriculum and Training Framework for transforming High School Students into the Next Generation Cyber-aware and Cyber-savvy Workforce	47.076	National Science Foundation	1903419	-	10,832
I-Corps: Oilier: Market Validation of SuperHydrophobic Filters for High-Performance Oil-Water Separation	47.084	National Science Foundation	Not Available	-	18,846
I-Corps: Translation Potential a Digital Simulation Platform for Aerospace and Automotive Designs	47.084	National Science Foundation	Not Available	-	12,539
I-Corps: Translation Potential of Elastocaloric Cooling Devices	47.084	National Science Foundation	Not Available	-	23,796
PFI-TT: Biomimetic Engineered Space Technology Platform	47.084	National Science Foundation	2213958	-	14,532
ExLent Beginnings: Experiential Learning Opportunities in Mechatronics at Toledo, Ohio	47.084	National Science Foundation	Not Available	-	53,911
ExLent Beginnings: Experiential Learning Opportunities in Mechatronics at Toledo, Ohio	47.084	National Science Foundation	Not Available	-	58,716
Development of flow sensor technology for fluid dynamics	47.084	National Science Foundation	Not Available	-	28,092
PFI-TT: Biomimetic Engineered Space Technology Platform	47.084	National Science Foundation	2213958	-	2,613
PFI-TT: A new test for male fertility based on sperm neck structures	47.084	National Science Foundation	Not Available	-	119,913
I-Corps: High efficiency multi-material heat sink/storage by additive manufacturing	47.084	National Science Foundation	1224125	-	3,091
I-Corps: Web-based platform for Real-time Crime Mapping	47.084	National Science Foundation	2329738	-	4,923
A Novel COVID Detection System Using a DNA Cage-Embedded Microfluidics Sensor (I-Corps)	47.084	National Science Foundation	2323237	-	14,315
PFI-TT: Biomimetic Engineered Space Technology Platform	47.084	National Science Foundation	2213958	-	40,347
IPA	47.RD	National Science Foundation	Not Available	-	189,980
IPA	47.RD	National Science Foundation	Not Available	-	218,975
Total National Science Foundation				640,436	3,700,129
U.S. Environmental Protection Agency					
Reducing the impacts of Chloride on aquatic species in the Maumee Area of Concern Passed-Through from Ohio Environmental Protection Agency	66.469	Ohio Environmental Protection Agency	UNIVTOL-FDAQUA21	-	101,830
H2Ohio Wetland Monitoring: Sensor Infrastructure and Capacity					
Passed-Through from Ohio State University	66.469	Ohio State University	SPC-1000007572 GR130252	-	473,336
Improving our understanding of cyanotoxins in Lake Erie					
Passed-Through from Ohio State University	66.469	Ohio State University	SPC-10000011783 GR131514	-	119,191
Total U.S. Environmental Protection Agency				-	694,357
U.S. Department of Energy					
COMPASS FME Passed-Through from Pacific Northwest National Laboratory	81.000	Pacific Northwest National Laboratory	PO567057	-	124,758
COMPASS FME Passed-Through from Pacific Northwest National Laboratory	81.000	Pacific Northwest National Laboratory	PO567057	-	74,743
COMPASS FME Passed-Through from Pacific Northwest National Laboratory	81.000	Pacific Northwest National Laboratory	PO567057	-	31,627
A tale of two extremes: Temperature sensitivity of carbon loss from cool and Passed-Through from Emory University	81.049	Emory University	Subaward No: A912200	-	7,734
Tidal Triggers and Hot-Spot Switches in Coastal Marsh					
Passed-Through from Marine Biological Laboratory	81.049	Marine Biological Laboratory	Subaward No: 54652	-	5,339
Back-Contact Interface Engineering for Higher Efficiency CdTe PV					
Passed-Through from Colorado State University	81.087	Colorado State University	Subaward No: G-49011-02	-	232,600
Hydrogen Academic Programs to Enhance the Hydrogen Economy	81.087	Department of Energy	DE-EE0010706	-	476,054
All-Perovskite Tandem Photoelectrodes for Low-Cost Solar Hydrogen					
Fuel Production from Water Splitting	81.087	Department of Energy	DE-EE0010740	-	152,259
Minimizing organic carbon losses to improve net productivity in direct air capture cultivation	81.087	Department of Energy	DE-EE0009676	-	356,777

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U.S. Department of Energy (Continued)					
Integrated LIBS-RAMAN-AI System for Real Time, In-Situ Chemical Analysis of MSW Streams Passed-Through from Lehigh University	81.087	Lehigh University	Subaward No: 544533-78001	\$ -	\$ 41,036
High pH/high alkalinity cultivation for Direct Atmospheric Air Capture and Algae Bioproducts Passed-Through from Montana State University	81.087	Montana State University	G282-22-W9180	1,495,287	162,999
Gallium Nitride (GaN) Protected Tandem Photoelectrodes for High Efficiency, Low cost, and Stable Soar Water Splitting					
Passed-Through from University of Michigan	81.087	University of Michigan	SUBAWARD NO: SUBK00018853	-	46,765
High Performance Superstrate for CdTe Modules					
Passed-Through from Vitro Flat Glass LLC	81.087	Vitro Flat Glass LLC	FEDERAL AWARD NO: DE-EE0010472	-	7,644
High Performance Superstrate for CdTe Modules					
Passed-Through from Vitro Flat Glass LLC	81.087	Vitro Flat Glass LLC	FEDERAL AWARD NO: DE-EE0010472	27,339	79,593
Center for Hybrid Organic-Inorganic Semiconductors for Energy (CHOISE)					
Passed-Through from Alliance for Sustainable Energy LLC	81.RD	Alliance for Sustainable Energy LLC	Sub-2023-10118	-	154,519
Support for Transactive Energy Analyses in Nuclear/Renewable Grid Systems					
Passed-Through from Batelle Energy Alliance, LLC (BEA)	81.RD	Batelle Energy Alliance, LLC (BEA)	310132	-	47,843
COMPASS FME Passed-Through from Batelle Energy Alliance, LLC (BEA)	81.RD	Batelle Energy Alliance, LLC (BEA)	Subcontract No. 730017	-	966,721
Scaling Perovskite-Silicon Tandems Toward Reliable Commercial Product (SETO-11421) Passed-Through from CubicPV Inc.	81.RD	CubicPV Inc.	Not Available	-	140,212
Modeling of Components in Nuclear/Renewable Power Systems					
Passed-Through from Idaho National Labs	81.RD	Idaho National Labs	290356	-	23,654
Industrial Carbon Capture Membrane Simulation (Task 3)					
Passed-Through from National Energy Technology Laboratory	81.RD	Leidos, Inc.	P010267273	-	49,466
Rare Earth and Critical Elements Recovery Via Selective Membranes: AI/ML Guided Membrane Development					
Passed-Through from Triton Systems, Inc	81.RD	Triton Systems, Inc	Not Available	-	4,946
Cadmium Telluride Photovoltaics Accelerator Consortium					
Passed-Through from Alliance for Sustainable Energy LLC	81.RD	Alliance for Sustainable Energy LLC	SUB-2021-10715	-	1,109,037
Total U.S. Department of Energy				1,522,626	5,186,734
U.S. Department of Health and Human Services					
National Institutes of Health					
A Multicenter Platform Evaluating Putative Therapeutics for the Treatment of COVID-19 in Hospitalized Adults Passed-Through from National Institute of Allergy & Infectious Disease	93.000	Social & Scientific Systems, Inc.	Not Available	-	74,414
Developmental Pyrethroid exposure in the prairie vole as a model of environmental risk for autism					
Passed-Through from National Institute of Environmental Health Sciences	93.113	National Institute of Environmental Health Sciences	Not Available	-	16,575
SWI/SNF in Ultraviolet Radiation-Induced Chromatin Alterations					
Passed-Through from National Institute of Environmental Health Sciences	93.113	National Institute of Environmental Health Sciences	Not Available	-	28,916
Developmental Pyrethroid exposure in the Shank3 mutant prairie vole as a 2-hit model for neurodevelopmental disorder risk					
Passed-Through from National Institute of Environmental Health Sciences	93.113	National Institute of Environmental Health Sciences	Not Available	-	150,199
Discovery of Novel Cyanotoxins by Detections of Their Native Fluorescence and Unique MS/MS Fragments and Determination of Their Toxicities					
Passed-Through from National Institute of Environmental Health Sciences	93.113	National Institute of Environmental Health Sciences	Not Available	375,987	71,352
Lake Erie Center for Fresh Waters and Human Health (Project 4)					
Passed-Through from National Institute of Environmental Health Science	93.113	University of Michigan	Not Available	69,313	6,528
Lake Erie Center for Fresh Waters and Human Health (Project 4)					
Passed-Through from National Institute of Environmental Health Science	93.113	University of Michigan	Not Available	76,497	4,893
Lake Erie Center for Fresh Waters and Human Health (Project 4)					
Passed-Through from National Institute of Environmental Health Science	93.113	University of Michigan	Not Available	-	235,468
Great Lakes Center for Fresh Waters and Human Health					
Passed-Through from National Institute of Environmental Health Science	93.113	University of Michigan	Not Available	-	19,712
IL-17 receptor signaling in megakaryocytes and the implications for oral mucosal immune responses during oropharyngeal candidiasis					
Passed-Through from National Institute of Dental Craniofacial Research	93.113	National Institute of Dental Craniofacial Research	Nor Available	-	12,475
The role of platelets in oral candidiasis					
Passed-Through from National Institute of Dental Craniofacial Research	93.113	National Institute of Dental Craniofacial Research	5R01DE027343-05	760,913	33,207
Identifying the mechanisms of latent inhibition to prevent dental fear					
Passed-Through from National Institute of Dental Craniofacial Research	93.121	University of Texas Rio Grande Valley	1R01DE031117	26,953	45,772
Engaging Fathers in Cross-Cutting Violence Prevention: A Dual Generation Evaluation of the ACT Raising Safe Kids Program to Prevent Multiple Forms of Violence					
Passed-Through from Centers For Disease Control and Prevention	93.136	George State University	Not Available	-	4,355
Distance Education and Training on Emerging Contaminants and Technologies					
Passed-Through from National Institute of Environmental Health Science	93.143	Purdue University	11001228-039	-	9,317
University of Toledo Health Science Campus Ryan White Program Parts C and D					
Passed-Through from Health Resources & Services Administration	93.153	Health Resources & Services Administration	Not Available	-	27,017
Olfactory Combinatorial Coding in C. elegans					
Passed-Through from Nat Inst of Deafness & Other Communication Disorders	93.173	Nat Inst of Deafness & Other Communication Disorders	Not Available	-	49,832
Using pre-pandemic baseline data in propel with and without PTSD to study effects of the COVID-19 pandemic on mental health and brain emotion circuits Passed-Through from National Institutes on Mental Health	93.242	National Institutes on Mental Health	5R21MH126172-02	16,888	224,289
A large sample machine learning network analysis of vertex cortical thickness measures for high resolution definition PTSD related cortical structure abnormalities Passed-Through from National Institutes on Mental Health	93.242	National Institutes on Mental Health	1R21MH125277-01A1	-	123,173
Translational assessment of brain bioenergetic function in schizophrenia					
Passed-Through from National Institutes of Health	93.242	University of Maryland at Baltimore	3000303	-	160,246
Phosphodiesterase 4B inhibition as a Therapeutic Target for Alcohol-associated Liver Disease Passed-Through from National Institute on Alcohol Abuse and Alcoholism	93.273	National Institute on Alcohol Abuse and Alcoholism	1R21AA029767-01	-	200,040
Novel GLT-activators for the treatment of alcohol dependence: preclinical studies					
Passed-Through from National Institute on Alcohol Abuse and Alcoholism	93.273	National Institute on Alcohol Abuse and Alcoholism	1R01AA029674-01A1	-	375,833
Targeting PI3K/BRD4 and Hedgehog Pathway in Alcohol Associated Liver Disease					
Passed-Through from National Institutes of Health	93.273	National Institutes of Health	Not Available	-	80,404
Investigating the long-term effects of prenatal circadian rhythm disruption on substance use-related disorders					
Passed-Through from National Institute on Drug Abuse	93.279	National Institute on Drug Abuse	Not Available	-	153,383
Cross platform analysis of drug targets and toxicity of bath salts					
Passed-Through from National Institute on Drug Abuse	93.279	National Institute on Drug Abuse	1U01DA054330-01A1	-	278,507
Zebrafish Screens to Identify Agents which Reverse the Effects of Synthetic Opioids					
Passed-Through from National Institute on Drug Abuse	93.279	National Institute on Drug Abuse	1R21DA055558-01A1	97,063	89,237
Cross platform analysis of drug targets and toxicity of bath salts					
Passed-Through from National Institute on Drug Abuse	93.279	National Institute on Drug Abuse	1U01DA054330-01A1	-	583,129
High-throughput high-resolution microscopy for mechanism based phenotypic drug discovery applications					
Passed-Through from National Institute of Biomedical Imaging & Bioengineering	93.286	National Institute of Biomedical Imaging & Bioengineering	1R15EB034552-01	-	49,234

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National Institutes of Health (Continued)					
High-throughput high-resolution microscopy for mechanism based phenotypic drug discovery applications					
Passed-Through from National Institute of Biomedical Imaging & Bioengineering	93.286	National Institute of Biomedical Imaging & Bioengineering	1R15EB034552-01	\$ -	\$ 187,676
Biodesign-based learning platform fortified with clinical immersion and medical device commercialization pathway					
Passed-Through from Department of Health and Human Services	93.286	National Institutes of Health	5R25EB029385-05	19,016	68,954
Campus Wastewater Monitoring of University of Toledo Campus					
Passed-Through from Centers For Disease Control and Prevention	93.323	Ohio Department of Health	PO00125588	-	436
Clinical and Translational Science Collaborative of Northern Ohio, Catalyzing Linkages to Equity in Health (CLE Health)					
Passed-Through from Case Western University	93.350	Case Western University	RES602390	-	24,761
Clinical and Translational Science Collaborative of Northern Ohio, Catalyzing Linkages to Equity in Health (CLE Health)					
Passed-Through from Case Western University	93.350	Case Western University	RES602390	-	63,417
Acquisition of a FACSymphony S6 Sorter for the University of Toledo Flow Cytometry Core					
Passed-Through from Department of Health and Human Services	93.351	National Institutes of Health	Not Available	-	349,874
Self-Care for Community Health Workers and Neighborhood Navigators					
Passed-Through from Centers For Disease Control and Prevention	93.354	Ohio Department of Health	Not Available	-	6,500
Self-Care for Community Health Workers and Neighborhood Navigators					
Passed-Through from Centers For Disease Control and Prevention	93.354	Ohio Department of Health	PO0205395	-	59,387
Sequencing Familial Lung Cancer					
Passed-Through from National Institutes of Health	93.393	Baylor Research Institute	PO# P700000160	-	26,302
Mechanisms of APOBEC3A-induced cancer evolution and cancer vulnerability					
Passed-Through from National Cancer Institute	93.393	Massachusetts General Hospital	1R01CA262874-01A1	-	4,052
ATR Isomerization in Cellular Responses to UV Damage of DNA					
Passed-Through from National Cancer Institute	93.393	National Cancer Institute	R01CA219342	-	9,263
Interplay between Dietary Fiber and Gut Microbiota in Hepatocellular Carcinoma					
Passed-Through from National Cancer Institute	93.393	National Cancer Institute	7R01CA219144-02	-	1,474
Engineering of Exosomes for Pancreatic Cancer Targeting Therapy					
Passed-Through from Department of Health and Human Services	93.394	National Institutes of Health	1R01CA276732-01A1	-	577,677
Clinical Utility of a Combined Biomarker Approach to Diagnose Lung Cancer					
Passed-Through from National Cancer Institute	93.394	Vanderbilt University	Not Available	-	58,038
Enhancing chemotherapeutic efficacy in triple-negative breast cancer via DSTYK silence					
Passed through from National Cancer Institute	93.395	National Cancer Institute	Not Available	-	12,949
Molecular basis and targeting of FASN in expanding PARPI utility for TNBC					
Passed-Through from National Cancer Institute	93.395	National Cancer Institute	Not Available	374,246	99,661
Targeting eIF4A1 in drug-resistant breast cancer stem-like cells					
Passed-Through from National Cancer Institute	93.395	National Cancer Institute	R01CA258682-01-A1	-	194,046
Targeting FASN to eliminate metastatic breast cancer in the brain					
Passed-Through from National Cancer Institute	93.395	National Cancer Institute	1R21CA277252-01A1	-	209,733
Targeting eIF4A1 in drug-resistant breast cancer stem-like cells					
Passed-Through from National Cancer Institute	93.395	National Cancer Institute	R01CA258682-01-A1	-	1,834
Targeting eIF4A1 in drug-resistant breast cancer stem-like cells					
Passed-Through from National Cancer Institute	93.395	National Cancer Institute	R01CA258682-01-A1	-	354,935
Targeting of eIF4A along with immunotherapy to overcome chemoresistance					
Passed-Through from National Cancer Institute	93.395	National Cancer Institute	1R21CA256462-01A1	-	40,984
TAZ-driven Regulation of Tumor Microenvironment in Triple-Negative					
Passed-Through from National Cancer Institute	93.396	National Cancer Institute	Not Available	-	72,025
Dissecting Molecular Mechanisms of Tumor-Induced Myeloid-Mediated Immune Suppression in Triple-Negative Breast Cancer					
Passed-Through from National Cancer Institute	93.396	National Cancer Institute	Not Available	-	264,889
Role of prolactin in adipocyte-breast cancer cell crosstalk					
Passed-Through from National Cancer Institute	93.396	National Cancer Institute	1R21AI176323-01	-	130,432
CDHR5 tumor suppressor function in the intestine					
Passed-Through from National Cancer Institute	93.396	National Cancer Institute	R15CA264735	-	114,348
Molecular targeting the translational control axis in Wnt/β-catenin signaling pathway					
Passed-Through from National Cancer Institute	93.396	National Cancer Institute	R01CA211904	-	9,041
Influence of bone microenvironment on drug resistance in prostate cancer bone metastasis					
Passed-Through from Department of Health and Human Services	93.396	National Institutes of Health	7R01CA230744-03	44,274	171,468
A transcription-independent role of HSF1 in tumorigenesis via suppression of AMPK					
Passed-Through from National Cancer Institute	93.398	National Cancer Institute	K22CA248616	-	20,111
Cardi-OH Passed-Through from Department of Health and Human Services	93.778	Case Western Reserve University	Not Available	-	212,728
UToledo COMLS Regional Quality Improvement Hub (Federal)					
Passed-Through from Centers for Medicare and Medicaid Services	93.778	Ohio State University	Not Available	-	415,612
UToledo COMLS Regional Quality Improvement Hub (Federal)					
Passed-Through from Centers for Medicare and Medicaid Services	93.778	Ohio State University	SPC-1000012110	-	103,893
UToledo COMLS Regional Quality Improvement Hub (Federal 70%)					
Passed-Through from Centers for Medicare and Medicaid Services	93.778	Ohio State University	Not Available	-	1,593
Sex Differences in Gut Metabolite-Immune Interplay in Hypertension and Renal End-Organ Damage					
Passed-Through from National Heart, Lung & Blood Institute	93.837	Augusta University	Not Available	-	45,966
Conjugated bile acids as nutritionally re-programmable antihypertensive metabolites					
Passed-Through from National Heart, Lung & Blood Institute	93.837	National Heart, Lung & Blood Institute	Not Available	-	584,731
Building a kidney monitoring panel to guide therapy in resistant hypertension					
Passed-Through from National Heart, Lung & Blood Institute	93.837	National Heart, Lung & Blood Institute	Not Available	-	486,991
YAP1, neointima formation, and blood pressure regulation					
Passed-Through from National Heart, Lung & Blood Institute	93.837	National Heart, Lung & Blood Institute	4R00HL153896-03	-	273,106
Mechanical Control of Coronary Angiogenesis in Myocardial Adaptation to Ischemia					
Passed-Through from National Heart, Lung & Blood Institute	93.837	National Heart, Lung & Blood Institute	R01HL148585	-	85,225
Neural mechanisms of host-microbiota interaction in hypertension: a potential for bio-electronic Medicine					
Passed-Through from National Heart, Lung & Blood Institute	93.837	National Heart, Lung & Blood Institute	5R01HL152162-03	-	197,866
The Erk1/2-c-Fos/Egr1 Pathway in Neutrophil Versus Monocyte Lineage Specification					
Passed-Through from National Heart, Lung & Blood Institute	93.839	National Heart, Lung & Blood Institute	R15HL156109	-	111,126

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National Institutes of Health (Continued)					
Myocardial Ischemia and Transfusion (MINT)					
Passed-Through from Rutgers University	93.839	Rutgers University	Not Available	\$ -	\$ 3,857
MicroRNA-based therapy for rheumatoid arthritis					
Passed-Through from Washington State University	93.846	Washington State University	SUBAWARD 131344 G003906	-	814
7/14 APOL1 Long-term Kidney Transplantation Outcomes Network (APOLLO) Clinical Center					
Passed-Through from National Institute of Diabetes, Digestive & Kidney Diseases	93.847	Cleveland Clinic Foundation	Not Available	22,318	2,484
Neural Mechanisms Underlying Central Induction of Skeletal Muscle Thermogenesis					
Passed-Through from National Institute of Diabetes, Digestive & Kidney Diseases	93.847	Kent State University	Not Available	-	13,722
Gut-brain axis in Parkinson's disease					
Passed-Through from National Institute of Diabetes, Digestive & Kidney Diseases	93.847	National Institute of Diabetes, Digestive & Kidney Diseases	7R01DK124098-03	-	588,635
Role of neutrophil extracellular traps (NETs) in Inflammatory bowel disease					
Passed-Through from National Institute of Diabetes, Digestive & Kidney Diseases	93.847	National Institute of Diabetes, Digestive & Kidney Diseases	5R01DK134053-02	-	492,798
Role of GSK3beta in diabetic kidney disease					
Passed-Through from National Institute of Diabetes, Digestive & Kidney Diseases	93.847	National Institute of Diabetes, Digestive & Kidney Diseases	5R01DK133203-02	-	310,199
Optogenetic and Chemogenetic Dissection of Cell Transplants					
Passed-Through from National Institute of Neurological Disorders and Stroke	93.853	National Institute of Neurological Disorders and Stroke	7R01NS104565-05	-	382,980
The coordination of miRNAs in Axon Guidance					
Passed-Through from National Institute of Neurological Disorders and Stroke	93.853	National Institute of Neurological Disorders and Stroke	1R15NS126957-01	-	102,663
Cofilin Signaling in Hemorrhagic Stroke					
Passed-Through from National Institute of Neurological Disorders and Stroke	93.853	National Institute of Neurological Disorders and Stroke	R01NS112642	-	208,956
Pre- and Post- synaptic pathways underlying the stress response in the adrenal medulla Passed-Through from Department of Health and Human Services	93.853	National Institutes of Health	5R01NS122534-09	-	413,460
Shigella Conjugate Vaccine (SCV4) Development, Characterization, and Pre-clinical Evaluation					
Passed-Through from National Institute of Allergy & Infectious Disease	93.855	Massachusetts General Hospital	243484	-	62,174
O-Specific Polysaccharide Responses and Cholera					
Passed-Through from Massachusetts General Hospital	93.855	Massachusetts General Hospital	5R37AI106878-09	-	63,131
Determining role of 14-3-3zeta in IL-17A signaling					
Passed-Through from National Institute of Allergy & Infectious Diseases	93.855	National Institute of Allergy & Infectious Diseases	Not Available	-	151,342
Structure and function of Borna disease virus polymerase					
Passed-Through from National Institute of Allergy & Infectious Diseases	93.855	National Institute of Allergy & Infectious Diseases	1R21AI176323-01	-	245,390
Stress granules in virus infections					
Passed-Through from National Institute of Allergy & Infectious Diseases	93.855	National Institute of Allergy & Infectious Diseases	1R15AI169398-01A1	-	109,426
Anti-inflammatory Functions of Non-Transcriptional IRF3					
Passed-Through from National Institute of Allergy & Infectious Diseases	93.855	National Institute of Allergy & Infectious Diseases	R01AI155545	-	96
Dissecting catalytic and regulatory functions of nonsegmental negative strand RNA viral polymerases					
Passed-Through from National Institute of Allergy & Infectious Diseases	93.855	National Institute of Allergy & Infectious Diseases	R01AI146172	-	209,820
Understanding the proviral role for TRAF6 interaction with the viral protease in flavivirus replication and pathogenesis					
Passed-Through from National Institute of Allergy & Infectious Diseases	93.855	National Institute of Allergy & Infectious Diseases	R01AI153496	-	296,509
Methods to synthesize oligosaccharide-fusion protein conjugates and enhancement of their antigenicity					
Passed-Through from National Institute of Allergy & Infectious Diseases	93.855	National Institute of Allergy & Infectious Diseases	5R01AI148570-05	-	143,425
Methods to synthesize oligosaccharide-fusion protein conjugates and enhancement of their antigenicity					
Passed-Through from National Institute of Allergy & Infectious Diseases	93.855	National Institute of Allergy & Infectious Diseases	5R01AI148570-05	-	114,180
Factor H Fc fusions as novel therapeutics for Burkholderia pseudomallei infections					
Passed-Through from National Institute of Allergy & Infectious Disease	93.855	Planet Biotechnology	1R41AI177227-01A1	-	67,755
Trehalose and Mucolic Acid Use in Mycobacteria					
Passed-Through from University of Nebraska Medical Center	93.855	University of Nebraska Medical Center	34-2005-2098-001	-	79,441
Functional Architecture of Intracellular Ca2+ signals					
Passed-Through from National Institute of General Medical Sciences	93.859	Medical College of Wisconsin	Not Available	88,911	75,131
MTRFR2 in the control of mitochondrial dynamics and mitotic spindle integrity					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	1R15GM147878-01	-	42,422
Halogenase Inspired Chemical Catalysis and Methods					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	Not Available	-	174,895
Regulation of epithelial junctions stability and turnover by the RhoG exchange factor for SGEF Passed-Through from Department of Health and Human Services	93.859	National Institute of General Medical Sciences	Not Available	155,911	197,452
Regulation of Cadherins by MLKs					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	1R15GM152942-01	-	132,130
Control of Klebsiella capsule biosynthesis and attachment (MIRA)					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	1R35GM150588-01	22,732	12,096
MTRFR2 in the control of mitochondrial dynamics and mitotic spindle integrity					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	1R15GM147878-01	-	41,173
New Glycosylation Methods for Microbial Glycan Synthesis					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	1R15GM147867-01	-	120,578
The mechanism of cell size regulation by polycystins					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	1R01GM144652-01	-	292,560
Discovery and Characterization of Novel Halogenases from the Human Microbiome					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	R15GM144877	-	43,689
Regulation of Ferroptosis by the p53/CDK/Rb Axis					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	R15GM141712	-	70,491
Regulation of epithelial junctions and lumen morphogenesis by the Scribble/SGEF/ Scribble/SGEF/Dlg1 complex					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	R01GM136826	-	5,562
Effective targeting surviving dimerization interface with small molecule inhibitors					
Passed-Through from National Institute of General Medical Sciences	93.859	National Institute of General Medical Sciences	RGM127656	-	64,647
Optical control of Endogenous G protein Coupled Receptor and G protein Signaling					
Passed-Through from National Institute of General Medical Sciences	93.859	St. Louis University	Not Available	-	2,564
Structural and proton dynamics of pyridoxal-S-phosphate dependent enzymes					
Passed-Through from University of Georgia at Athens	93.859	University of Georgia at Athens	SUB00002438_AMEND 4	-	84,646
Control of Klebsiella capsule biosynthesis and attachment (R35-Brooke Ring)					
Passed-Through from National Institute of General Medical Sciences	93.859	University of Pittsburgh	Not Available	-	37,426
The Role of Rabbit POC1B in Sperm Centrioles					
Passed-Through from National Institute of Child Health & Human Development	93.865	National Institute of Child Health & Human Development	R15HD110863	-	124,024
Astrocyte insulin resistance-induced neuroendocrine defects in pubertal delay and hypogonadotropic hypogonadism					
Passed-Through from Department of Health and Human Services	93.865	National Institutes of Health	5R01HD104418-02	-	442,502
Age remodels kidney-adrenal-heart interorgan communication					
Passed-Through from National Institute on Aging	93.866	Brown University	Not Available	-	397,574

See accompanying Notes to Schedule of Expenditures of Federal Awards.

THE UNIVERSITY OF TOLEDO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Primary Sponsor	Award Number	Passed Through to Subrecipients	Total Federal Expenditures
National Institutes of Health (Continued)					
Mechanistic tRNA modification affects to aging					
Passed-Through from National Institute on Aging	93.866	National Institute on Aging	Not Available	\$ 24,186	\$ 10,013
Investigation of active kinase networks in Alzheimer's dementia					
Passed-Through from National Institute on Aging	93.866	National Institute on Aging	Not Available	-	239,278
Cerebrovascular endothelial cells in the pathogenesis and therapy of Alzheimer's Disease					
Passed-Through from National Institute on Aging	93.866	National Institute on Aging	1R03AG080418-01	-	66,008
AMPK localization, expression, and activity in Alzheimer's disease (N.Henkel Fellowship)					
Passed-Through from National Institute on Aging	93.866	National Institute on Aging	1F30AG079633-01	-	30,153
Role of gut commensal Coprococcus comes in angiotensin-converting enzyme inhibitor resistant hypertension					
Passed-Through from National Institute on Aging	93.866	National Institute on Aging	1R21AG079357-01	2,813	122,237
PPARG regulated osteocyte bioenergetics and function during aging					
Passed-Through from National Institute on Aging	93.866	National Institute on Aging	R56AG071332	-	866,687
Development of Attenuated Furoxans as Novel Therapies for Alzheimer's Disease					
Passed-Through from National Institute on Aging	93.866	National Institutes of Health	1R01AG057598-01	196,630	75,861
Determining the context specificity of metformin treatment on mitochondria and health span					
Passed-Through from National Institute on Aging	93.866	Oklahoma Medical Research Foundation	Not Available	-	39,011
Ryan White Part C (Title III) HIV Early Intervention Services (EIS) Program					
Passed-Through from HIV/AIDS Bureau	93.918	HIV/AIDS Bureau	Not Available	-	95,475
Ryan White Part C (Title III) HIV Early Intervention Services (EIS) Program					
Passed-Through from HIV/AIDS Bureau	93.918	HIV/AIDS Bureau	Not Available	-	389,820
Healthy Start Initiative: Eliminating Disparities in Perinatal Health					
Passed-Through from Health Resources & Services Administration	93.926	Lucas County Regional Health District	2 H49MCM27825-11-00	-	45,078
STI Prevention: Syphilis					
Passed-Through from Centers For Disease Control and Prevention	93.940	Lucas County Regional Health District	Not Available	-	2,929
STI Prevention: Syphilis					
Passed-Through from Centers For Disease Control and Prevention	93.977	Lucas County Regional Health District	Not Available	-	47,704
AHEC Point of Service Maintenance and Enhancement					
Passed-Through from Health Resources & Services Administration	93.RD	Health Resources & Services Administration	Not Available	-	11,812
AHEC Point of Service Maintenance and Enhancement					
Passed-Through from Health Resources & Services Administration	93.RD	Health Resources & Services Administration	Not Available	-	875,655
University of Toledo Health Science Campus Ryan White Program Parts C and D					
Passed-Through from Health Resources & Services Administration	93.RD	Health Resources & Services Administration	Not Available	-	463,021
Self-Care for Community Health Workers and Neighborhood Navigators					
Passed-Through from Centers For Disease Control and Prevention	93.RD	Ohio Department of Health	PO00115565	-	18,597
Total U.S. Department of Health and Human Services				2,374,651	18,584,769
U.S. Department of Transportation					
Developing Innovative Data Analytics and Artificial Intelligence for Pavement Data Analysis					
Passed-Through from U.S. Highway Planning and Construction	20.205	Ohio Department of Transportation	42152	-	5,390
From Data to Action: Leveraging Machine Learning/Artificial Intelligence to Guide Proactive Pedestrian and Cyclist Safety Initiatives					
Passed-Through from U.S. Highway Planning and Construction	20.205	Ohio Department of Transportation	40195	-	55,305
Innovative Evaluation of prestressed Concrete Box Beam Bridge Designs (STAR Program)					
Passed-Through from U.S. Highway Planning and Construction	20.205	Ohio Department of Transportation	40193	189,698	61,817
Veterans' Glass City Skyway Bridge Main Cable Evaluation					
Passed-Through from U.S. Highway Planning and Construction	20.205	Ohio Department of Transportation	39160	-	57,121
Investigation of Pavement Performance in Historically Under-Performing Regions					
Passed-Through from U.S. Highway Planning and Construction	20.205	Ohio Department of Transportation	37851	-	102,866
Evaluation of the Perpetual Pavement Concept					
Passed-Through from U.S. Highway Planning and Construction	20.205	Ohio University	PO 1135895 UT21640	-	3,298
Quality Processes for Bridge Analysis Models					
Passed-Through from Federal Highway Administration	20.RD	National Academy of Sciences	SUB00001911 UNIT 913	-	4,336
Total U.S. Department of Transportation				189,698	290,133
U.S. Department of Education					
CTE Teacher Preparation and Retention FY2025					
Early Childhood Reading Proficiency Initiative Evaluation	84.048	Ohio Dept of Education/Dept of Human Services	Not Available	-	79,619
Passed-Through From Toledo Tomorrow	84.215	Toledo Tomorrow	S215K230139	-	16,239
Bold Beginnings for Higher Education	84.325	Department of Education	Not Available	-	136,959
Understanding and Responding to the Early Care and Learning Needs of Young Children and Families in Ohio Experiencing Homelessness					
NURTURES	84.RD	Ohio Dept of Education/Dept of Human Services	Not Available	-	896
Passed-Through From Georgia State University	84.RD	Georgia State University	Not Available	-	204,297
High-Dosage Tutoring Project					
Passed-Through From Ohio Dept of Education/Dept of Human Services	84.RD	Ohio Dept of Education/Dept of Human Services	Not Available	1,500	27,747
COMPASS Across Settings (CAST) for Integrating School, Home, and Community Services and Improving Transition Outcomes for Students with ASD					
Passed-Through From Ball State University	84.RD	Ball State University	Not Available	-	16,513
Efficacy of Narrative Comprehension Intervention for Elementary School Children at risk for Attention-Deficit Hyperactivity Disorder					
Passed-Through From University of Kentucky	84.RD	University of Kentucky	Not Available	-	10,196
Total U.S. Department of Education				1,500	492,466
Other Research and Development					
Toledo Tinkers					
Passed-Through from Institute of Museum and Library Services	45.301	Toledo Science Center DBA Imagination Station	Not Available	-	1,475
Renewable Energy and Water for US and Serbia	19.900	Department of State	XA77NAJYELF1	-	16,797
Visiting Professor and guest artist support in Theatre and Film					
Passed-Through Arts Commission of Greater Toledo Inc.	21.027	Arts Commission of Greater Toledo Inc.	Not Available	-	31,915
City of Toledo Youth Programming Grant Summer 2024	21.RD	U.S. Department of Treasury	Not Available	-	11,041
Total Other Research and Development				-	61,228
TOTAL RESEARCH AND DEVELOPMENT CLUSTER				4,915,204	50,028,415
TRIO CLUSTER					
U.S. Department of Education					
TRIO Student Support Services	84.042	U.S. Department of Education	Not Available	-	2,267
TRIO Student Support Services	84.042	U.S. Department of Education	Not Available	-	262,289
Upward Bound Math & Science Program	84.047	U.S. Department of Education	P047M220275	-	103,065
Upward Bound Math & Science Program	84.047	U.S. Department of Education	P047M220275	-	204,751
Indian Education Fellowships for Indian Students	84.047A	U.S. Department of Education	P047A221073	-	176,073
Indian Education Fellowships for Indian Students	84.047A	U.S. Department of Education	P047A221073	-	324,995
TOTAL TRIO CLUSTER				-	1,073,440

See accompanying Notes to Schedule of Expenditures of Federal Awards.

THE UNIVERSITY OF TOLEDO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Primary Sponsor	Award Number	Passed Through to Subrecipients	Total Federal Expenditures
MEDICAID CLUSTER					
U.S. Department of Health and Human Services					
Medical Assistance Program Passed-Through from Ohio Department of Medicaid	93.778	Case Western Reserve University	RES601925	\$ -	\$ 73,805
Total U.S. Department of Health and Human Services				-	73,805
TOTAL MEDICAID CLUSTER				-	73,805
OTHER AWARDS					
Department of Defense					
Rocket Camp	12.420	Department of Defense	NAFIBI-22-C-0074	-	489,002
Rocket Camp	12.420	Department of Defense	NAFIBI-22-C-0074	-	265,887
2005: Issue of Department of Defense Excess Equipment	12.000	United States Department of Veterans Affairs	Not Available	-	8,551
Language Grant Program	12.900	National Security Agency	H98230-23-1-0130	-	127,213
Language Grant Program	12.900	National Security Agency	H98230-23-1-0130	863,416	29,888
Language Grant Program	12.900	National Security Agency	H98230-22-1-0080	-	916
Total Department of Defense				863,416	921,457
U.S. Department of Education					
Academic Facilities Reconstruction and Renovation for Removal of Architectural Barriers	84.000	U.S. Department of Education	Not Available	-	9,360
Development Grant	84.048	Ohio Department of Education/Ohio Department of Human Svc	Not Available	1,637	44,977
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	U.S. Department of Education	Not Available	-	225,166
Special Education - State Personnel Development					
Passed-Through from University of Cincinnati	84.323	University of Cincinnati	Not Available	-	1,620
Special Education - Personnel Development to Improve Services and Results for Children With Disabilities	84.325	U.S. Department of Education	H325D130075	-	12,556
Special Education - Personnel Development to Improve Services and Results for Children With Disabilities	84.325	U.S. Department of Education	H325D130075	-	64,745
Special Education - Personnel Development to Improve Services and Results for Children With Disabilities	84.325	U.S. Department of Education	H325N180008	-	59,079
Gaining Early Awareness and Readiness for Undergraduate Programs					
Children and Families in Ohio Experiencing Homelessness	84.334	Ohio Department of Education/Ohio Department of Human Svc	Not Available	-	4,600
Total U.S. Department of Education				1,637	422,103
Department of Health and Human Services					
Area Health Education Centers	93.107	Health Resources & Services Administration	5U77HP23072-13-00	-	951
Area Health Education Centers	93.107	Health Resources & Services Administration	5U77HP23072-13-00	-	885,693
Coordinated Services and Access to Research for Women, Infants, Children, and Youth	93.153	Health Resources & Services Administration	Not Available	-	13,334
Occupational Safety and Health Program	93.262	National Institute for Occupational Safety and Health	T03OH008605	-	79,222
Congressional Directives	93.493	Health Resources & Services Administration	Not Available	-	17,894
Congressional Directives	93.493	U.S. Department of Health and Human Services	1CE1HS52617-01-00	-	595,014
Biomedical Research and Research Training	93.859	National Institutes of Health	Not Available	119,172	394,859
Biomedical Research and Research Training	93.859	National Institutes of Health	Not Available	1,000	35,949
HIV Prevention Activities Health Department Based					
Passed-Through from Centers for Disease Control and Prevention	93.940	Lucas County Regional Health District	Not Available	-	37,000
Coordinated Services and Access to Research for Women, Infants, Children, and Youth					
Passed-Through from HIV/AIDS Bureau	93.153	University of Toledo Physicians	Not Available	-	1,009,434
Social Services Block Grant					
Passed-Through from Administration for Children and Families	93.667	Ohio Department of Jobs and Family Services	PO00183977	-	122,198
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease	93.918	HIV/AIDS Bureau	Not Available	-	106,249
Grants to Provide Outpatient Early Intervention Services with Respect to HIV Disease					
Passed-Through from HIV/AIDS Bureau	93.918	University of Toledo Physicians	Not Available	-	2,512,549
Total Department of Health and Human Services				120,172	5,810,346
Other					
Marine Sanctuary Program	11.429	National Oceanic and Atmospheric Administration	NA23NOS4290132	-	17,692
Marine Sanctuary Program	11.429	National Oceanic and Atmospheric Administration	NA23NOS4290132	203,067	25,570
Grants to Reduce Domestic Violence, Dating Violence, Sexual Assault, and Stalking on Campus	16.525	U.S. Department of Justice	2020-WA-AX-0018	-	14,198
The University of Toledo Low Income Taxpayer Clinics	21.008	US Department of Treasury	24-LITC0597-03-00	-	98,291
The University of Toledo Low Income Taxpayer Clinics	21.008	US Department of Treasury	24-LITC0597-03-00	-	127,567
The University of Toledo Low Income Taxpayer Clinics	21.008	US Department of Treasury	24-LITC0597-03-00	-	1,205
Department of Art - Recovery Fund					
Passed-Through from U.S. Department of Treasury	21.027	Arts Commission of Greater Toledo Inc	Not Available	-	41,992
Connections, Education, and Stewardship (PLACES)					
Passed-Through from Arts Commission of Greater Toledo Inc	43.001	WestEd	S-00018984	-	65,862
Total Other				203,067	392,377
TOTAL FEDERAL EXPENDITURES				\$ 6,103,496	\$ 181,004,529

See accompanying Notes to Schedule of Expenditures of Federal Awards.

THE UNIVERSITY OF TOLEDO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2025

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of The University of Toledo under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of 2 CFR 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance). Because the Schedule presents only a selected portion of the operations of The University of Toledo, it is not intended to and does not present the financial position, changes in net assets, or cash flows of The University of Toledo.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the same basis of accounting as the basic financial statements. Such expenditures are recognized following the cost principles contained in the Uniform Guidance. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

The University has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 3 ADJUSTMENTS AND TRANSFERS

During the year ended June 30, 2025, there were the following:

Transferred From	Amount	Transferred to
Federal Work Study	\$ 296,313	FSEOG

NOTE 4 LOAN BALANCES

Loans outstanding at the beginning of the year and loans made during the year are included in the federal expenditures presented in the schedule of federal expenditures. The balances of loans outstanding at June 30, 2025 consists of the following:

Cluster/Program Title	ALN	Loan Balance
Nurse Faculty Loan Program	93.264	\$ 30,047
Disadvantaged Student Loans	93.342	137,546
Primary Care Loans	93.342	217,361
Total Loans Outstanding		<u>\$ 384,954</u>

During the year ended June 30, 2025, The University of Toledo completed the liquidation of the Perkins Loan Program. All loans were properly assigned and accepted by the Department of Education.

THE UNIVERSITY OF TOLEDO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
JUNE 30, 2025

NOTE 5 STUDENT FINANCIAL AID INSTITUTIONAL PROGRAM ELIGIBILITY METRICS

The below ratios represent the Institutional and program eligibility requirements under the Higher Education Act of 1965 and Federal regulations under 34 CFR 668.23:

- 0%: Correspondence courses the institution offers under 34 CFR 600.7(b) and (g)
- 0%: Regular students that enroll in correspondence courses under 34 CFR 600.7(b) and (g)
- 0%: Institution's regular students that are incarcerated under 34 CFR 600.7(c) and (g)
- 0% Completion rates for confined or incarcerated individuals enrolled in non-degree programs at nonprofit institutions under 34 CFR 600.7(c)(3)(ii) and (g)
- 0%: Institution's regular students that lack a high school diploma or its equivalent under 34 CFR 600.7(d) and (g)
- 0%: Completion rates for short-term programs under 34 CFR 668.8(f) and (g)
- 0%: Placement rates for short-term programs under <https://www.ecfr.gov/current/title-34/subtitle-B/chapter-VI/part-668/subpart-A/section-668.8> 34CFR 668.8(e)(2)

**THE UNIVERSITY OF TOLEDO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2025**

Section I – Summary of Auditors’ Results

Financial Statements

- | | | | |
|--|------------|------------------------------|--|
| 1. Type of auditors' report issued: | Unmodified | | |
| 2. Internal control over financial reporting: | | | |
| • Material weakness(es) identified? | _____ yes | _____ <u>x</u> no | |
| • Significant deficiency(ies) identified? | _____ yes | _____ <u>x</u> none reported | |
| 3. Noncompliance material to financial statements noted? | | | |
| | _____ yes | _____ <u>x</u> no | |

Federal Awards

- | | | | |
|---|------------|------------------------------|--|
| 1. Internal control over major federal programs: | | | |
| • Material weakness(es) identified? | _____ yes | _____ <u>x</u> no | |
| • Significant deficiency(ies) identified? | _____ yes | _____ <u>x</u> none reported | |
| 2. Type of auditors’ report issued on compliance for major federal programs: | | | |
| | Unmodified | | |
| 3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? | | | |
| | _____ yes | _____ <u>x</u> no | |

Identification of Major Federal Programs

Assistance Listing Number(s)

Name of Federal Program or Cluster

84.007	Student Financial Assistance Cluster:
84.033	Federal Supplemental Educational Opportunity Grants
84.038	Federal Work-Study Program
84.063	Federal Perkins Loan Program
84.268	Federal Pell Grant Program
84.379	Federal Direct Student Loans
93.264	Teacher Education Assistance
93.342	Nurse Faculty Loan Program
	Health Professions Student Loans

THE UNIVERSITY OF TOLEDO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
YEAR ENDED JUNE 30, 2025

Section I – Summary of Auditors’ Results (Continued)

Dollar threshold used to distinguish between
Type A and Type B programs:

\$ 3,000,000

Auditee qualified as low-risk auditee?

 x yes no

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).



U.S. Department of Education

The University of Toledo respectfully submits the following summary schedule of prior audit findings for the year ended June 30, 2025.

Audit period: July 1, 2024 – June 30, 2025

The findings from the prior audit's schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the prior year.

FINDINGS—FINANCIAL STATEMENT AUDIT

2024 – 001 Significant Deficiency in Internal Control over Financial Reporting - Payroll

Condition: The University of Toledo Medical Center (UTMC), had deficiencies in the internal control system related to payroll and time tracking processes, that together constitute a significant deficiency in internal controls.

The following issues were found in our review of management controls. We found that select Environmental Services employees had the ability to clock in for their shifts from a remote location via VPN access or on terminals located within the hospital in addition to those terminals available at the employee's worksite. On some occasions employees were able to clock-in without using their badge with no documentation about why this exception was made. There was not a consistent practice by management in reviewing timesheets or in verifying that the employees worked the shifts recorded. Edits made to clocking records were not always supported by documentation, such as what would have been created by the employee and approved by a supervisor. There was not always a critical review of pay differentials when pay differentials were utilized.

Status: Corrective measures were developed and implemented to address the deficiency.

2024 – 002 Significant Deficiency in Internal Control over Financial Reporting – Journal Entries

Condition: UTMC did not have a policy that requires formal documentation indicating the proper review and approval of manual journal entries.

Status: Corrective measures were developed and implemented to address the deficiency

If the U.S. Department of Education has questions regarding this schedule, please call Matt Schroeder, Executive Vice President for Finance and Administration and CFO at 419-530-1448.

OHIO AUDITOR OF STATE KEITH FABER



UNIVERSITY OF TOLEDO

LUCAS COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



Certified for Release 2/17/2026

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