

## Financials Explanation

Parish finances can seem mysterious so the diagram on the bulletin cover is intended to simplify some of the complexity, and depicts the challenge of budgeting.

**Revenue:** With the exception of a parish with rental income, most revenue streams are not totally predictable. Like the weather it is safe to assume we'll get some precipitation but we can never be sure how much; the same is true of parishioner stewardship or how the stock market will affect investments. Even fund raisers fluctuate: St. Paul Italian festival is largely dependent on the weather, Sacred Heart's Car raffles & Big Give Away fund raisers are now extinct due to changing commitment of parishioners to purchase and sell tickets.

**Expenses:** The typical operating expenses are fairly stable with a gradual increase for inflation/cost of living increases. Thus salaries, insurance premium and utilities all tend to increase gradually. Diocesan Assessments also vary pending the fluctuations of the Diocesan budget and how the pie gets divided among remaining parishes. Although the formula for assessments is complicated it is generally determined by a 3 year average of a parish's offertory.

**CSA** is an assessment meaning that the Diocese gets paid the assessed amount regardless of how much money the parish collects through CSA pledges.

**Bequests:** People leaving money to a parish is becoming rare but it still happens on occasion in unpredictable ways. Large bequests can be invested and smaller undesignated bequests are typically put into the operating budget.

**The invested money** came from bequests as well as savings from previous lucrative years (fundraising or rental income). Parish investments may be in funds with specific restrictions of how the money is to be withdrawn and used, or fund may be unrestricted. So when there are deficits in the operating account, money can be withdrawn from investments, spent towards the designated expense which gives indirect relief to the operating account. Cash can flow back and forth between the operating account and the investments. In general investments work best when left alone and are typically only tapped when absolutely necessary or for capital projects

**Capital Assets:** Beyond typical annual preventative maintenance costs parish facilities contain many expensive items with limited life span: roofs, A/C, boilers, mortar joints, paving etc that eventually need replaced. Buildings in good condition contain value when selling in a good market, and they contain long term liability otherwise.

**Apples and Oranges:** This diagram is intended to break down income and expenses in big blocks for the sake of simplicity; however when it comes to line items in actual accounting, some expenses may be recorded under a different category based upon designations by the Diocesan financial policy. Even with a Diocesan policy there are still some variations between the parishes on financial reporting. All credits and expenses are traceable but they may show up on different sections of the reports. The attached pages are an attempt to develop a standardized snapshot of the financials of the three parishes.

This information is just one part of the big picture that we must look at in consideration of our future. A positive cash flow is kind of like good blood pressure it is one vital sign, there are many others that go into determining if we are terminal, diseased or in healthy growth.

**FINANCIAL REPORT**

	2015 - 2016	2016 - 2017	2017 - 2018	2018 - 2019
<b>Income</b>				
Offertory	\$ 316,966.00	\$ 314,496.00	\$ 279,704.00	\$ 261,694.00
Bequests/Gifts	\$ 16,684.00	\$ 15,807.00	\$ 6,790.00	\$ 30,552.00
Other Income (rent/school)	\$ 94,745.00	\$ 94,936.00	\$ 93,999.00	\$ 113,897.00
Parish Activities	-	-	-	-
Investment Income	\$ 10,288.00	\$ 20,446.00	\$ 19,728.00	\$ 22,883.00
Catholic Services Appeal	\$ 9,579.00	\$ 6,890.00	\$ (3,399.00)	\$ 14,881.00
<b>TOTAL INCOME</b>	\$ 448,262.00	\$ 452,575.00	\$ 396,822.00	\$ 443,907.00
<b>Expenses</b>				
Plant Maintenance	\$ 11,206.00	\$ 22,081.00	\$ 16,301.00	\$ 14,401.00
Utilities	\$ 57,716.00	\$ 57,203.00	\$ 59,533.00	\$ 60,759.00
Insurance & Taxes	\$ 25,045.00	\$ 24,759.00	\$ 24,534.00	\$ 24,638.00
Diocesan Assessments	\$ 16,001.00	\$ 19,201.00	\$ 18,430.00	\$ 16,129.00
Catholic School Assessment	\$ 60,950.00	\$ 65,750.00	\$ 42,179.00	\$ 49,352.00
Educational Grant Program - parish	\$ 13,824.00	\$ 14,420.00	\$ 9,645.00	\$ 12,820.00
Religious Education	\$ 30,436.00	\$ 31,839.00	\$ 33,044.00	\$ 32,923.00
Salaries & Benefits	\$ 158,310.00	\$ 154,056.00	\$ 136,875.00	\$ 140,329.00
Rectory/Office Expenses	\$ 19,177.00	\$ 17,647.00	\$ 11,840.00	\$ 14,967.00
Liturgical Expenses	\$ 20,891.00	\$ 17,409.00	\$ 16,414.00	\$ 13,193.00
Parish Activities	\$ 5,102.00	\$ 5,211.00	\$ 418.00	\$ 6,431.00
Capital Expenditures	\$ 40,462.00	\$ 3,584.00	\$ 19,963.00	\$ 5,274.00
<b>TOTAL EXPENSES</b>	\$ 459,120.00	\$ 433,160.00	\$ 389,176.00	\$ 391,216.00
<b>NET INCOME</b>	\$ (10,858.00)	\$ 19,415.00	\$ 7,646.00	\$ 52,691.00

**St. Andrew Parish**

**FINANCIAL REPORT**

	2015 - 2016	2016 - 2017	2017 - 2018	2018 - 2019
<b>Income</b>				
Offertory	\$ 121,462.00	\$ 106,608.00	\$ 104,363.00	\$ 94,754.00
Bequests/Gifts	\$ 976,820.00	\$ 317.00	\$ 12,264.00	\$ 6,041.00
Other Income (rent/school)	\$ 13,100.00	\$ 13,448.00	\$ 17,814.00	\$ 43,251.00
Parish Activities	\$ 181,267.00	\$ 120,795.00	\$ 160,683.00	\$ 121,791.00
Investment Income	\$ 11,984.00	\$ 36,136.00	\$ 32,000.00	\$ 43,544.00
Catholic Services Appeal	\$ 33,440.00	\$ 29,955.00	\$ 32,015.00	\$ 23,985.00
<b>TOTAL INCOME</b>	<b>\$ 1,338,073.00</b>	<b>\$ 307,259.00</b>	<b>\$ 359,139.00</b>	<b>\$ 333,366.00</b>
<b>Expenses</b>				
Plant Maintenance	\$ 37,907.00	\$ 29,907.00	\$ 29,947.00	\$ 22,782.00
Utilities	\$ 42,367.00	\$ 40,638.00	\$ 42,024.00	\$ 43,618.00
Insurance & Taxes	\$ 11,358.00	\$ 11,864.00	\$ 11,922.00	\$ 12,019.00
Diocesan Assessments	\$ 25,887.00	\$ 24,142.00	\$ 19,522.00	\$ 22,901.00
Catholic School Assessment	\$ 30,629.00	\$ 26,838.00	\$ 36,118.00	\$ 32,658.00
Educational Grant Program - parish	\$ -	\$ -	\$ -	\$ -
Religious Education	\$ -	\$ -	\$ -	\$ -
Salaries & Benefits	\$ 105,214.00	\$ 117,214.00	\$ 115,712.00	\$ 110,571.00
Rectory/Office Expenses	\$ 25,659.00	\$ 22,530.00	\$ 24,317.00	\$ 26,572.00
Liturgical Expenses	\$ 6,471.00	\$ 5,667.00	\$ 6,941.00	\$ 4,635.00
Parish Activities	\$ 22,023.00	\$ 20,562.00	\$ 20,464.00	\$ 15,407.00
Capital Expenditures	\$ -	\$ 46,306.00	\$ 43,715.00	\$ 73,015.00
<b>TOTAL EXPENSES</b>	<b>\$ 307,515.00</b>	<b>\$ 345,668.00</b>	<b>\$ 350,682.00</b>	<b>\$ 364,178.00</b>
<b>NET INCOME</b>	<b>\$ 1,030,558.00</b>	<b>\$ (38,409.00)</b>	<b>\$ 8,457.00</b>	<b>\$ (30,812.00)</b>

**St. Paul Parish**

**FINANCIAL REPORT**

	2015 - 2016	2016 - 2017	2017 - 2018	2018 - 2019
<b>Income</b>				
Offertory	\$ 330,123.00	\$ 316,516.00	\$ 290,881.00	\$ 280,462.00
Bequests/Gifts	\$ 12,060.00	\$ 15,964.00	\$ 12,840.00	\$ 16,288.00
Other Income (rent/school)	\$ 147,692.00	\$ 191,144.00	\$ 67,755.00	\$ 24,565.00
Parish Activities	\$ 78,273.00	\$ 45,737.00	\$ 39,778.00	\$ 29,202.00
Investment Income	\$ (11,669.00)	\$ 249,180.00	\$ 174,335.00	\$ 142,415.00
Catholic Services Appeal	\$ 56,908.00	\$ 32,011.00	\$ 41,636.00	\$ 37,538.00
<b>TOTAL INCOME</b>	\$ 613,387.00	\$ 850,552.00	\$ 627,225.00	\$ 530,470.00
<b>Expenses</b>				
Plant Maintenance	\$ 35,385.00	\$ 41,634.00	\$ 53,866.00	\$ 39,759.00
Utilities	\$ 29,843.00	\$ 33,580.00	\$ 53,146.00	\$ 36,291.00
Insurance & Taxes	\$ 22,467.00	\$ 23,721.00	\$ 23,287.00	\$ 20,103.00
Diocesan Assessments	\$ 23,844.00	\$ 21,176.00	\$ 22,350.00	\$ 21,146.00
Catholic School Assessment	\$ 40,245.00	\$ 43,088.00	\$ 49,077.00	\$ 57,972.00
Educational Grant Program - parish	\$ 126,318.00	\$ 100,275.00	\$ 36,889.00	\$ -
Religious Education	\$ 13,343.00	\$ 12,773.00	\$ 3,611.00	\$ 4,114.00
Salaries & Benefits	\$ 183,084.00	\$ 193,481.00	\$ 182,758.00	\$ 191,784.00
Rectory/Office Expenses	\$ 19,228.00	\$ 20,404.00	\$ 15,660.00	\$ 11,893.00
Liturgical Expenses	\$ 15,844.00	\$ 14,281.00	\$ 13,795.00	\$ 16,767.00
Parish Activities	\$ 2,226.00	\$ 2,662.00	\$ 1,154.00	\$ 1,405.00
Capital Expenditures	\$ 124,363.00	\$ 31,308.00	\$ 66,957.00	\$ 23,186.00
<b>TOTAL EXPENSES</b>	\$ 636,190.00	\$ 538,383.00	\$ 522,550.00	\$ 424,420.00
<b>NET INCOME</b>	\$ (22,803.00)	\$ 312,169.00	\$ 104,675.00	\$ 106,050.00

**Sacred Heart Parish**