Dear Parishioner,

The 2011 Annual Report sets forth the financial results for the year ended June 30, 2011. The Budget for 2012 is also provided. The financial numbers are summarized on the reverse side of this document. The Annual Report presents the results of the Operating Fund Activity (day-to-day operating receipts and expenditures of the parish), and the Capital Fund Activity (receipts and expenses of renovations and improvements beyond the regular maintenance and repair of parish properties) including the Family Center mortgage activity.

OPERATING FUND ACTIVITY:

St. Cecilia's Parish ended 2011 with a small net surplus of $1,534 compared to a net deficit of $21,996 in 2010. Total receipts in 2011 were 5% higher than 2010 and 4% higher than the budget for 2011. Expenditures were slightly higher in 2011 than 2010 as well as the budget for 2011. The surplus in 2011 resulted in large measure from the Increased Offertory Giving program generously committed to as well as provided by parishioners during the fall of 2010, continuing the remainder of 2011 and into 2012. As a result of the surplus, St. Cecilia was able to commit to paying $28,000 more toward the Family Center mortgage from Bingo proceeds as well as make one-time payments to its employees in recognition of the three consecutive prior years that they did not receive a wage increase.

Fr. Cornell approved the 2012 Budget as recommended by the Finance Council at its June 2011 meeting and as presented in this report. The main objectives of the 2012 Budget are to: implement actions and activities that will retain the higher level of Offertory Collections achieved from the Increased Offertory Giving program; continue the core ministries and maintain parish properties as an inviting place of worship and spiritual growth for its parishioners; and make the final payment of the Family Center mortgage. The Operating Budget for 2012 reflects essentially a breakeven result assuming the continued giving level from the Increased Offertory Giving program. Financial stability of the parish is clearly dependent on the support of its parishioners since Offertory collections represent 68% of all Operating Fund receipts.

Beginning July 1, 2011, St. Cecilia entered into a new financial relationship with the Archdiocese of Boston called the Improved Financial Reporting Model ("IFRM"). Rather than the Archdiocese issuing several individual financial assessments during the year as has been done historically for some time, it will request a single annual tithe from St. Cecilia's based on a percent, eventually used for all parishes, that will be applied to a defined revenue base for St. Cecilia. As it turns out, the single tithe amount will be about the same as the cumulative amount of the several individual assessments. The new IFRM is easier to understand, manage and administer. It is the plan of the Archdiocese to have all 291 parishes in the Archdiocese eventually convert to the new IFRM. So far the Archdiocese is on the path to implement the new IFRM on a voluntary rather than mandatory basis. The first 34 parishes began the new IFRM July 1, 2010. The next set of 39 parishes, which includes St. Cecilia, began July 1, 2011.

CAPITIAL FUND ACTIVITY:

The Grand Annual Collection in 2011 raised $67,094 falling short of our $81,000 goal. As a result, a supplemental payment of $13,906 was made from available Capital Funds to cover the full $81,000 mortgage payment. As mentioned above, an additional $28,000 was committed toward payment of the mortgage from Bingo proceeds received in 2011. We project the fundraising goal for the Grand Annual Collection in 2012 to be $85,238, which includes the remaining mortgage principal plus an estimate of related interest. If this amount is achieved, it will be the last payment and the mortgage will be completely paid –YES…!!! Thanks be to God.

We are sincerely grateful to all parishioners for your past generous donations and continue to depend on your consistent support in the future.

Faithfully submitted,

Father Cornell
Reverend Richard Cornell, Pastor

Nick Pettinella, Chair Finance Council

Finance Council members: Holly Archer; Tim Henderson; Reinie Lehberger; Katrina Poplis; Bob Powderly; and Marcia Terlaje.

CHRISTIAN STEWARDSHIP- A WAY OF LIFE
For the 12 Month Periods July 1 to June 30, Actual 2011 Results and Budget for 2012

<table>
<thead>
<tr>
<th>OPERATING FUND ACTIVITY</th>
<th>2011 Actual</th>
<th>2012 Budget</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>RECEIPTS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Offertory Collection Weekly</td>
<td>$302,386</td>
<td>$300,000</td>
</tr>
<tr>
<td>Offertory Collection Monthly from Mass and from Mail</td>
<td>64,088</td>
<td>60,000</td>
</tr>
<tr>
<td>Catholic Appeal Rebate</td>
<td>720</td>
<td>8,000</td>
</tr>
<tr>
<td>Gifts</td>
<td>60,832</td>
<td>34,800</td>
</tr>
<tr>
<td>Religious Education</td>
<td>41,308</td>
<td>42,500</td>
</tr>
<tr>
<td>Buckley Endowment</td>
<td>15,029</td>
<td>22,000</td>
</tr>
<tr>
<td>Bingo, net proceeds</td>
<td>28,343</td>
<td>60,000</td>
</tr>
<tr>
<td><strong>Total Receipts</strong></td>
<td>512,706</td>
<td>527,300</td>
</tr>
<tr>
<td><strong>EXPENSES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Religious Education &amp; Youth Ministries</td>
<td>106,770</td>
<td>103,044</td>
</tr>
<tr>
<td>Family Center</td>
<td>42,725</td>
<td>39,269</td>
</tr>
<tr>
<td>Rectory</td>
<td>6,757</td>
<td>5,115</td>
</tr>
<tr>
<td>Music Ministry</td>
<td>31,311</td>
<td>31,626</td>
</tr>
<tr>
<td>Parish Administration</td>
<td>165,061</td>
<td>153,618</td>
</tr>
<tr>
<td>Utilities (heat &amp; electricity), total parish</td>
<td>46,246</td>
<td>49,950</td>
</tr>
<tr>
<td>Maintenance supplies, buildings and grounds (total parish)</td>
<td>35,668</td>
<td>40,700</td>
</tr>
<tr>
<td>Weekly Envelopes, Missalettes &amp; Altar Supplies for Church</td>
<td>5,630</td>
<td>13,400</td>
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<tr>
<td>Archdiocesan Assessment for Schools</td>
<td>16,468</td>
<td>-</td>
</tr>
<tr>
<td>Archdiocesan Central Ministry Tithe (new in 2012)</td>
<td>-</td>
<td>33,093</td>
</tr>
<tr>
<td>Property &amp; Liability Insurance</td>
<td>16,703</td>
<td>17,813</td>
</tr>
<tr>
<td>Health Insurance</td>
<td>37,639</td>
<td>39,594</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td>511,172</td>
<td>527,222</td>
</tr>
<tr>
<td><strong>SURPLUS FROM OPERATIONS</strong></td>
<td>$1,534</td>
<td>$78</td>
</tr>
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</table>

<table>
<thead>
<tr>
<th>CAPITAL RELATED ACTIVITY</th>
<th>2011</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital Fund:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Beginning Balance</td>
<td>112,799</td>
<td>121,771</td>
</tr>
<tr>
<td>Add:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Grand annual collection (GAC)</td>
<td>67,094</td>
<td>85,238</td>
</tr>
<tr>
<td>Bingo proceeds toward additional Mortgage payment</td>
<td>28,000</td>
<td></td>
</tr>
<tr>
<td>Interest income</td>
<td>4,173</td>
<td>2,000</td>
</tr>
<tr>
<td>Deduct: GAC for Family Center mortgage payment</td>
<td>(67,094)</td>
<td>(85,238)</td>
</tr>
<tr>
<td>GAC supplement for mortgage payment</td>
<td>(13,906)</td>
<td>-</td>
</tr>
<tr>
<td>Bingo proceeds toward additional mortgage payment</td>
<td>-</td>
<td>(28,000)</td>
</tr>
<tr>
<td>Parish renovations and improvements</td>
<td>(9,286)</td>
<td>(20,000)</td>
</tr>
<tr>
<td>Ending Balance</td>
<td>121,771</td>
<td>75,771</td>
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</tbody>
</table>

<table>
<thead>
<tr>
<th>Family Center Mortgage Debt:</th>
<th>2011</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning Balance</td>
<td>$182,644</td>
<td>$109,238</td>
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<tr>
<td>Add:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest expense</td>
<td>7,594</td>
<td>4,000</td>
</tr>
<tr>
<td>Deduct: Mortgage payment from GAC proceeds</td>
<td>($67,094)</td>
<td>(85,238)</td>
</tr>
<tr>
<td>Mortgage payment supplement from Capital Fund</td>
<td>($13,906)</td>
<td>-</td>
</tr>
<tr>
<td>Mortgage payment from Bingo proceeds</td>
<td>-</td>
<td>(28,000)</td>
</tr>
<tr>
<td>Ending Balance</td>
<td>$109,238</td>
<td>-</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>ACCOUNTS PAYABLE AT END OF YEAR</th>
<th>2011</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$13,072</td>
<td>$10,000</td>
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</table>

<table>
<thead>
<tr>
<th>CASH BALANCE AT END OF YEAR</th>
<th>2011</th>
<th>2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating Fund general accounts</td>
<td>$34,586</td>
<td>$30,000</td>
</tr>
<tr>
<td>Operating Fund Bingo and Raffle accounts</td>
<td>13,279</td>
<td>10,000</td>
</tr>
<tr>
<td>Capital Fund account</td>
<td>121,771</td>
<td>75,771</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$169,618</td>
<td>$115,771</td>
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</tbody>
</table>