

ANNUAL FINANCIAL REPORT

Saint Cecilia Parish Operating Statement FY 2010 - July 1, 2009 to June 30, 2010

Checking Account as of 6/30/10	\$49,381.26
Renovation Fund as of 6/30/10	\$11,829,805.44
Operating Reserve Account as of 6/30/10	\$436,442.45
Promise for Tomorrow (Restricted) as of 6/30/10	\$62,217.89

Income

Offertory	191,663.41
OCP Offertory	350,686.25
Shrines, Candles, & Flowers	4,239.00
Sacramental Offerings	40,056.00
Gifts & Bequests	21,760.00
Religious Education	8,455.83
Lease/Rental Income	-5,966.21
Other Income	54,977.93
Christmas Pops	1,645.00
Young Neighbors	20,381.00
Haiti Service Trip	0
Shelter Meals	250.00

Total Income

688,148.21

Expense

Young Neighbors	27,197.81
POPS Expense	2,986.27
Haiti Service Trips	1,600.08
Salaries Exempt & Non Exempt	284,472.22
Staff Benefits	62,551.27
All Clergy: Assigned and Unassigned Including Benefits	58,596.41
Data Processing Fees	2,318.56
Professional Fees	16,449.04
Office Supplies, Postage, Printing	21,023.09
Telephone & Internet	8,676.91
Office Equipment Repair & Contracts	8,573.19
Books, Pamphlets, Dues, Subscriptions, Missalettes, Wkly. Envelopes	12,158.78
Household	48,596.92
Utilities, Heat, Water & Sewer	61,986.48
Building Insurance	28,410.00
Maintenance	42,420.74
Pastoral/Liturgical	68,657.40
Meetings & Workshops	518.48
Acquisitions/Improvements – Furniture, Equipment	13,863.85
The Pilot	1,305.00
Parish Hospital Chaplaincy Tax	6,845.17
Cathedraticum	7,500.00
School Tax	9,229.00
Miscellaneous	12,230.79

Total Expense

808,167.46

Net Operating Income

-120,020.00

INCOME STATEMENT		
	FYE	FYE
	JUNE 30,2010	JUNE 30,2011
ORDINARY INCOME	ACTUAL	BUDGET
Sunday Offertory Income	\$ 542,349	\$ 599,960
Special Donations Income	\$ 25,999	\$ 24,239
Other Income	\$ 119,800	\$ 77,000
TOTAL ORDINARY INCOME	\$ 688,148	\$ 701,199
EXPENSES		
Personnel Expenses	\$ 454,735	\$ 449,199
Office Expenses	\$ 71,028	\$ 64,679
Liturgy Expenses	\$ 26,807	\$ 26,039
Building Expenses	\$ 132,816	\$ 165,725
Other Expenses	\$ 122,782	\$ 126,533
TOTAL EXPENSES	\$ 808,168	\$ 832,175
TOTAL ORDINARY INCOME LESS EXPENSES	\$ (120,020)	\$ (130,976)

Dear Fellow Parishioners,

We are pleased to present Saint Cecilia's Operating Statement for the fiscal year ending June 30, 2010, as well as the Budget for the current fiscal year. As you will see, the parish ran a deficit last year of \$120,000. This year, we are budgeted to lose \$130,000. Father John and the Finance Council feel it is important to share this information with you for a number of reasons. First, we all take an ownership stake in the stewardship of Saint Cecilia; we share in the successes of our parish, and we are part of its shortfalls. Secondly, we are striving to be as transparent as possible with respect to all matters affecting our parish, particularly financial. Finally we hope this information will help you to understand

why we are asking for your help with our budget shortfall.

Before discussing the budget and operating statement, however, it is critical to explain how these financials are affected by the proceeds from the Parish's land sale. To put it bluntly, they are completely unrelated. As most of you know, in 2008, the Parish sold the plot of land behind the church for approximately \$14 million. This is a huge sum and, if used for the operating budget of the parish, would mean we would likely never face another shortfall. However, the physical plant of

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SAINT CECILIA PARISH

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the church was literally falling apart, and we were all seriously concerned about physical danger to our parishioners and neighbors. In order to continue worshiping together and doing the community outreach work we hold so dearly, Father John, the Parish and Finance Councils, and the Archdiocese agreed that, upon the land sale, a substantial portion of the proceeds would be used to renovate the parish buildings. For a number of reasons which we will explain in more detail in the next few weeks, the budget for the renovations quickly reached and then exceeded the \$14 million. As a result, the land sale proceeds are all going towards the renovation, and the operating income of the parish was and will continue to be completely unaffected by the \$14 million.

As you can see from the financials, the operating income for the Parish is currently almost entirely derived from donations -- both weekly (the Offertory Commitment Program and the basket) and special (one-time gifts and bequests). Over the past two years, there have been two critical changes to our income resulting in a material significant decrease. First, likely due to the current economic crisis, donations have decreased. From 2008 to 2010, total donations decreased by almost 20%, from \$699,000 in 2008 to \$564,000 last year (a drop of \$135,000). Secondly, as a result of the significant changes to our buildings, including the demolition of the former parish hall, we have had to forego renting those spaces to local institutions. Prior to our renovation project, we received approximately \$80,000 in annual rent from these institutions. As we look to increase the Parish activities that would use the new Parish space in the lower level of the church, we are hopeful that we can make our finances work without renting that space out again.

In order to counteract this deficit, we will be looking to ourselves—all parishioners—over the next several months. We, along with Father John, are working diligently to find concrete areas where we can decrease our expenses. At the same time, we will be looking to increase our revenues by focusing on increased offertory donations, especially increased and more widespread parishioner participation in our Offertory Commitment Program. Please understand that we are well aware that St. Cecilia is not a for-profit enterprise, and our Parish's true mission is to create and foster our faith community. The unfortunate reality is that we - like every other institution - need resources to succeed. As our parish continues to grow and we reap the benefits of our labors, we must remember that we are each called to provide strong stewardship for our parish. Please consider all of this information when we reach out to you in the coming months.

And please do not hesitate to discuss any of this with Father John or any other member of the Finance Council should you have any questions. Members of the Finance Council will be available in the back of church following all Sunday masses this week and next to address any of your questions.

Thank you.

Saint Cecilia Finance Council

Father John Unni, Pastor
Matt Maguire, Vice Chair
Rich Cantwell
Dave Castaldi
Alicia Cooney
Mark Duggan
Jason Kelly
Mark Lippolt