

SAINT PAUL PARISH

Harvard Square – Cambridge



2010 ANNUAL FINANCIAL REPORT

November 2010

Dear Parishioners of Saint Paul Parish:

A gradual slowing of economic distress in recent months offers hope that the financial condition of our St Paul Community (“SPC”) will strengthen toward year-end 2010. The Finance Committee advises the Pastor on financial management of the three related entities that make up the SPC: the St. Paul Church, the Harvard Catholic Center and the Boston Archdiocesan Choir School. This report provides a summary of financial results for fiscal year 2010 that extended from July 1st, 2009 through June 30th, 2010.

Each of us is acquainted with businesses and families that have been punished by stagnant incomes and rising expenses over the past two years. SPC is experiencing similar hardships to those that affect many of our fellow parishioners, families and students. Each of our three related entities faces significant challenges in the months ahead.

Although, thanks to the generosity and sacrifice of many in the community, our recurring deficit has declined significantly through the end of fiscal year 2010, nonetheless we continue to deplete savings to meet current expenses and day-to-day operations. Funding needs and expense outlays are different within each entity. St Paul Church serves a diverse community which changes frequently as academic years come and go. Beyond a core population of local parishioners, it has become increasingly difficult to consolidate a stable base of weekly fundraising. The Harvard Catholic Center offers undergraduates, graduate students and university families a broad range of Sunday services, education and group activities. The high costs of tuition and student living often relegate church contributions to a small portion of the student’s already tight budget. The historic mission of the Archdiocesan Choir School continues to be the classroom preparation, religious instruction and musical training of talented boys.

Efforts to restrain expenses and achieve operating efficiencies across the SPC have been promising during fiscal year 2010. Revenue from weekly collections, gifts and bequests have held steady at St Paul Church. Fundraising at the Harvard Catholic Center has improved, and Choir School revenue has stabilized. Our development program has started well and we have laid the foundation of a long-term strategic fundraising plan.

Although such progress is encouraging, we must report to you that SPC continues to fund operations from diminished savings that will be exhausted soon – unless we, as members of the community, do something about it. Our reduced operating costs still exceed revenue in each of our three entities. In addition, our aging church building and active parish center now require significant financial outlays for maintenance, repairs and restoration. These costs have been deferred, but cannot be postponed further.

Your help and responsibility for restoring the SPC to a stable financial position is critical, whether you are a parishioner, student, alumnus, parent or visitor. SPC urgently needs your commitment and financial support to continue its vital Catholic mission in Harvard Square.

Respectfully submitted,
The St. Paul Parish Finance Committee

Reverend Michael E. Drea, *Pastor*

James Perrine, *Chairman*

Joe Barrell

David Hannon

Bob Muldoon

David Dankens

Sharon Gallagher

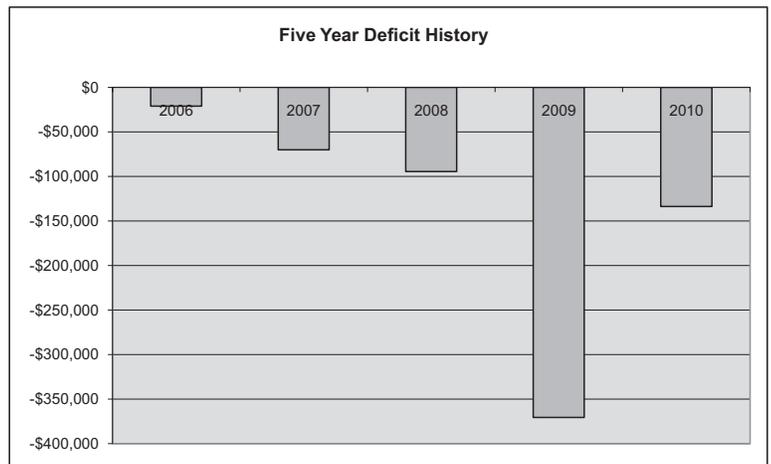
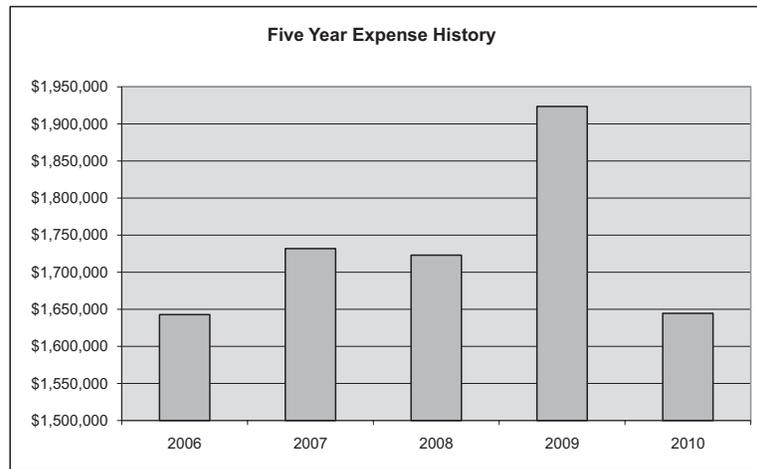
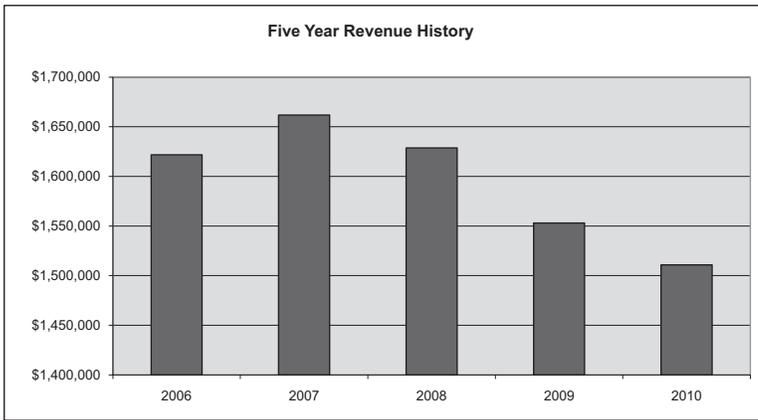
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Ex Officio Members:

Katie Broach

Andy Griswold

Fr. George Salzman, OSFS



St Paul Parish: FY2010 Financial Results

	<u>St Paul Parish</u>	<u>HCSC</u>	<u>BACS</u>	<u>SPC Combined</u>
Revenue				
Offertory	\$ 598,466	\$ 23,576	\$ -	\$ 622,042
Donations		308,264	110,051	418,315
Student Fees			191,382	191,382
Parent Fundraising			77,192	77,192
Gifts, Bequests	18,131	1,325		19,456
Religious Ed	9,950			9,950
Concerts & Recordings			34,153	34,153
Investment Income	28,784	3,127	15,324	47,235
Other	39,073		52,049	91,122
Revenue	\$694,404	\$336,292	\$480,151	\$ 1,510,847
Expense				
Clergy & Religious Stipend and Benefits	96,915	90,944	-	187,859
Salaries	194,318	110,276	161,913	466,507
Benefits & Work Comp	44,377	25,293	34,247	103,917
Salaries - Teachers			196,736	196,736
Salaries - Music			157,163	157,163
Development		85,339	35,010	120,349
General & Administration	66,046	24,447		90,493
Facilities Expense	217,039	-	14,434	231,473
Meetings & Conferences		26,345		26,345
Pastoral Liturgical	59,117	2,127		61,244
Other			2,443	2,443
Expense	677,812	364,771	601,946	1,644,529
Excess / (Deficit) of Revenue over Expenses	16,592	(28,479)	(121,795)	(133,682)
SPP Contribution	(66,868)		66,868	-
Operating Surplus (Deficit)	(50,276)	(28,479)	(54,927)	(133,682)
SPP Loan	(60,000)	60,000		-
2010 Net Results	\$ (110,276)	\$ 31,521	\$ (54,927)	\$ (133,682)