

St. Margaret Mary Parish
Fiscal 2010 – July 2009 to December 2009
6-Month Interim Financial Report

The Finance Committee is pleased to present our interim report on the financial results of St. Margaret Mary Parish. We believe it is important for all parishioners to know and understand our stewardship efforts and fiscal status as reflected in the attached financial report. These statements cover the first six months (July 2009 to December 2009) of our 2010 fiscal year which ends on June 30, 2010.

Overview

Sunday collections were \$34k, or 4.8%, under budget and 6.5% less than last year. Holyday collections are also down \$4k from budget and \$6k from last year. In addition to the effect of the economy, mass attendance is down slightly from last year. These are very challenging times for all parishioners and we sincerely appreciate your financial contributions. Please continue to be as generous as you can.

Total expenses were \$11k, or 1.4%, over budget due to a one-time, unforeseen worker's compensation charge of \$15k. Most other expenses are roughly in line with budget.

In total, for the first six months of the year, our finances are \$49k behind budget and \$80k worse than last year. While we are blessed to be in a better position than many parishes, the upcoming budget process will be a difficult one.

2011 Fiscal Year Budget

In a challenging economic environment, it is even more important to have good information. You can help us plan collection revenue more effectively by doing two things. First, if you haven't returned your commitment card that was sent to you last fall, please do so to indicate your planned financial support after prayerful consideration. You can be assured that the Finance Committee receives this information only in total and doesn't review detail by family. Second, you can help make collections more predictable by joining the --170 families already taking advantage of our automated giving program at www.parishpay.com.

Our current level of expenses and debt were acceptable a few years ago when collections were higher. However, the load is too heavy now. On the debt side, we currently owe \$2.2 million payable in \$200k annual installments through 2020. We currently have a cash balance of \$811k in our campaign fund. This year, we will use \$89k from this fund to partially pay our annual installment, with the remaining \$111k coming from operating revenue (shown as "Transfer to Campaign Funds"). The amount coming from operating will increase to \$114k in fiscal 2011.

Over the last few months, the Parish Council began formulating the fiscal 2011 budget, and budget recommendations were communicated to all Commissions. Because of the shortfall in collections this year, and our current debt obligations, this was a very challenging task. Significant cuts will be necessary in order to balance the budget. Commissions will submit their budgets to the Finance committee by the end of March, and the budgets will then be reviewed and finalized. Some of these cuts will be painful and will occur even though the underlying programs are extremely valuable to the parish. For example, as a "Parish with Heart", we have had a long history of donating a good portion of our collections to many worthwhile charitable organizations. This will continue in the next fiscal year, but the parish's charitable contributions will need to decrease.

The budget for next year is far from complete and will be challenging for all. If you have any ideas or comments, please don't hesitate to contact either a member of a specific commission, the Finance Committee or the Parish Council.

May God continue to bless you and your family.

Faithfully,

St. Margaret Mary Finance Committee
Larry Cap, Anne Lysaught, Kevin Madden, Andrew Sioson,
Terry Wagner (Chairperson), Paul Weinewuth and Kevin Wirth

St. Margaret Mary Parish
6 months YTD FY10 (July 2009 to December 2009)
Statement of Revenues & Expenses

	<u>FY10 YTD Actual</u>	<u>FY10 YTD Budget</u>	<u>FY09 YTD Actual</u>
<u>Revenues:</u>			
Sunday Collections	\$ 690,582	\$ 725,056	\$ 738,879
Other Collections	99,529	103,397	105,591
Tuition and Fees	78,891	76,471	72,102
Other Unrestricted Revenue	13,719	13,990	19,642
Total Revenue	<u>\$ 882,722</u>	<u>\$ 918,913</u>	<u>\$ 936,214</u>
<u>Expenses:</u>			
Salaries	\$ 323,502	\$ 323,113	\$ 316,750
Employee Benefits	151,171	137,779	138,818
Repairs & Maintenance	14,130	15,523	14,140
Services	43,148	42,447	43,734
Materials & Supplies	50,949	46,853	46,344
Insurance	23,283	23,148	22,654
Utilities	26,536	27,375	27,175
Diocesan Assessment	36,282	36,283	29,568
Tuition Scholarship	30,376	34,096	35,076
Donation	25,831	27,708	39,465
Other Operating Expense	53,910	53,842	48,936
Total Expenses	<u>779,118</u>	<u>768,166</u>	<u>762,660</u>
Ordinary capital expenditures	4,692	2,970	201
Operating Surplus	<u>\$ 98,912</u>	<u>\$ 147,777</u>	<u>\$ 173,353</u>
Transfer to Campaign Funds - School	(55,500)	(55,500)	(50,000)
Change in Operating Fund Balance	<u>\$ 43,412</u>	<u>\$ 92,277</u>	<u>\$ 123,353</u>

The bottom-line is
\$48,865 below budget
and \$79,941 worse than
last year.

6 months YTD FY10 (July 2009 to December 2009)
Fund Balance and Loan Principal Report

	Operating Fund	Repair & Replacement Fund	Campaign Funds	TOTAL
Balance as of July 1, 2009	\$ 160,541	\$ 275,719	\$ 733,615	\$ 1,169,875
Income	882,722	-	44,946	927,668
Expenditures	(783,810)	(10,185)	(22,928)	(816,923)
Transfers	(55,500)	-	55,500	-
Balance as of December 31, 2009	<u>\$ 203,953</u>	<u>\$ 265,534</u>	<u>\$ 811,133</u>	<u>\$ 1,280,620</u>
	Balance as of July 1, 2009	Additional Loans	Principal Payments	Balance as of December 31, 2009
Loan Principal	\$ 2,201,413	-	-	\$ 2,201,413