

Financial Status of St. Mary Magdalene Catholic Parish

We are pleased to report to you our fiscal year ending June 30, 2017. The attached financial statement covers the revenue, expenses, progress toward paying off the debt on the church building, and end of year cash balance. When you review these results, please remember that Fr. Terry and the Finance Council are required to develop a budget each year that balances the income from your generous donations, against the often fixed and constantly growing costs of operating the parish and our ministries.

- **Total Revenue** was budgeted at **\$1,045,075**, with actual revenue at **\$1,060,440** from offertory, debt reduction, Annual Appeal refund, and faith formation and preschool fees.
- **Total Expenses** were budgeted at **\$976,575**. Through careful spending, the parish ended the year **\$68,033 under** budgeted expenses. The budgeted expenses include our **Loan interest payments** which were **\$68,365**, but do not include the Principal payment.
- **Loan principal payments** were budgeted at **\$110,700**. We actually paid **\$96,644** toward the loan and ended the fiscal year **owing \$1,844,195** in loan principal.

Overall, the parish is on a firm financial foundation, but as we look ahead to the 2017-2018 fiscal year we have seen a marked increase in budgeted expenses due to parish growth, continued rising health care costs, and our own success in improving our fiscal foundation. As our offertory has grown over the last few years, our assessments to the Archdiocese have also grown. Finally, while our offertory growth was very dramatic two or three years ago, our 2016-2017 revenue was less than the year before. For our parish, a key factor in steady offertory receipts has been your increasing use of online giving and other electronic payments. **We ask all parish families to consider whether online giving or automated bill pay can work for you.**

While our parish is more financially stable now, we still have a large mortgage weighing us down; at the same time we have a growing demand for more building space to minister to the needs of the Parish. Your support in paying off the mortgage is critical; however, this money is no longer protected from the Archdiocesan assessment.

Many Catholic dioceses recommend that half of your biblical tithes (10% of your income) be donated to your parish. Donating 5% of your income to the parish can be a daunting challenge. However, each of us is called to offer gifts of time, talent, and treasure to show our gratitude for all God gives us in the past, present, and future. **We ask that each family prayerfully consider increasing offertory donations at this time to get closer to this 5% recommendation.**

Please remember that our parish exists for the benefit of our families and our community, and also to further the New Evangelization of Pope Francis.

If you have any questions, or if we can be of any assistance whatsoever, please do not hesitate to contact either of us.

Yours in Christ,



Fr. Terry Crone
Pastor



David Keller
FAC Chairperson

Statement of Parish Revenue and Expenses
July 1, 2016 – June 30, 2017

Revenue:	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Offertory	\$760,000	\$717,393	(\$42,607)
Online Giving	\$100,000	\$134,255	\$34,255
Children/Youth Offertory	\$4,400	\$3,798	(\$602)
Interest Income	\$5,000	\$4,637	(\$363)
Georgia Bulletin	\$900	\$834	(\$66)
Debt Reduction	\$81,000	\$81,555	\$555
Capital Campaign	\$10,000	\$8,951	(\$1,049)
Annual Appeal Refund	\$16,000	\$16,588	\$588
School of Religion	\$26,000	\$28,813	\$2,813
Preschool	\$28,675	\$40,023	\$11,348
Other Income	\$13,100	\$23,594	\$10,494
Total Revenue	\$1,045,075	\$1,060,440	\$15,365

Operating Expenses:

Liturgy **	\$21,000	\$25,239	(\$4,239)
Evangelization	\$5,000	\$3,524	\$1,476
Religious Education	\$158,950	\$148,923	\$10,027
Special Ministries	\$21,250	\$16,339	\$4,911
Preschool	\$63,100	\$63,197	(\$97)
Admin/General **	\$224,175	\$202,883	\$21,292
Facilities	\$168,000	\$147,041	\$20,959
Rectory	\$7,450	\$7,254	\$196
Archdiocese Support	\$200,850	\$200,088	\$762
Mortgage Interest Expense***	\$75,000	\$68,365	\$6,635
Stewardship	\$1,100	\$0	\$1,100
Music	\$30,700	\$25,689	\$5,011
Total Operating Expenses	\$976,575	\$908,542	\$68,033

<u>Net Income (Deficit)</u>	<u>\$68,500</u>	<u>\$151,898</u>	<u>\$83,398</u>
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Other Cash Expenditures:

Principal Payments on Mortgages	\$110,700	\$96,644	(\$14,056)
Purchase of Furniture and Equipment*	\$0	\$9,154	(\$9,154)

Operating Cash in Checking Account	\$133,854
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Principal Balance on Mortgages	\$1,844,195
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*TVs, upper cabinets for 2 classrooms, playground storage,
bounce house, diaper changing station, piano

** Stipends and automobile expense for visiting priests
while Fr. Terry on leave (Oct through mid-Jan).

Fr. Terry paid by Archdiocese of Atlanta and not the parish

***Interest rate decrease-Oct 2016