

# Annual Financial Report

## St. Mary Magdalene Catholic Parish

July 1, 2018 – June 30, 2019

We are pleased to make this financial report to you for the fiscal year ending June 30, 2019. The attached financial statements cover the revenue, expenses, progress toward paying off the debt on the existing church building, capital raised for our new 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 costs of the parish ministry, outreach, and operation.

- **Total Operating Revenue** was budgeted at **\$1,021,500**, with actual revenue at **\$996,073**, coming from the offertory, the Annual Appeal refund, faith formation and preschool fees, and other, minor income.
- **Total Operating Expenses** were budgeted at **\$990,955**. Through careful spending, the parish ended the year at **\$983,099**. The budgeted expenses include our **Loan interest payments** which were **\$59,206**, but do not include the targeted principal payment.
- Between income and expenses, the parish was over budget by **\$17,571** primarily due to lower than budgeted operating revenue.
- The Parish received **\$79,426** from debt reduction income and paid **\$100,394** toward the loan. Archbishop Gregory generously approved a loan match up to \$100,000, so the Finance Council agreed to take advantage of the full amount. We started the year with a balance of **\$1,765,453** and ended the year with a balance of **\$1,565,058** in loan principal.
- We have pledges for the new building of **\$1,348,675**, and have received donations from February 2018 of **\$863,903**.

Overall, the parish continues to remain on a firm financial foundation. We are able to meet our day-to-day expenses and pay down some debt on the existing building. We also continue to see strong support for the paying down of debt on the original loan. We received over \$79,400 toward this effort which is a 2% increase from the year before, while at the same time receiving a 10% increase in payment of pledges over last year. This is an excellent result overall.

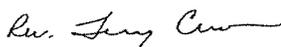
Annunciation Hall, our new classroom building, continues to move forward. A general contractor has been selected and the costs have been reduced to meet our budget constraints. Fr. Terry and some members of the Building Committee are going to the Archdiocese Planning Committee on November 7 to petition for final approval of the building project. We confidently anticipate beginning construction before Thanksgiving.

Father Terry and the Finance Council are still committed to keep spending within the amount we have raised in pledges to prevent increasing our overall debt. As with any building project, we have had to make some sacrifices in order to meet our budgetary constraints. Most notably, we have had to postpone building the Parish Life Center, the large gathering space planned in front of the new building.

As communicated previously, Annunciation Hall is critical to the growth of our Parish Community. While we are deeply disappointed we are not able include the Parish Life Center at this time, the Hall will reduce congestion in our current building and provide better resources for our children in Faith Formation and the Preschool.

Thank you to everyone who has supported our parish spiritually, financially, and creatively. 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  
Finance Council Chair

***Statement of Parish Revenue and Expenses***  
***July 1, 2018 – June 30, 2019***

<b>Operating Revenue:</b>	<b><u>Budget</u></b>	<b><u>Actual</u></b>	<b><u>Variance</u></b>
Offertory	\$750,000	\$677,620	(\$72,380)
Online Giving	\$165,000	\$199,881	\$34,881
Children/Youth Offertory	\$3,500	\$2,789	(\$711)
Interest Income	\$6,700	\$13,630	\$6,930
Georgia Bulletin	\$900	\$940	\$40
Annual Appeal Refund	\$8,000	\$14,298	\$6,298
Faith Formation	\$25,200	\$26,490	\$1,290
Preschool	\$47,700	\$40,163	(\$7,537)
Other Income	\$14,500	\$20,262	\$5,762
<b>Total Operating Revenue</b>	<b>\$1,021,500</b>	<b>\$996,073</b>	<b>(\$25,427)</b>
<b>Operating Expenses:</b>			
Liturgy	\$16,400	\$16,732	(\$332)
Evangelization	\$4,200	\$3,771	\$429
Faith Formation	\$175,200	\$161,976	\$13,224
Special Ministries	\$7,100	\$3,288	\$3,812
Preschool	\$89,000	\$72,443	\$16,557
Admin/General *	\$246,100	\$256,332	(\$10,232)
Facilities **	\$164,805	\$174,699	(\$9,894)
Rectory	\$10,000	\$10,509	(\$509)
Archdiocese Support	\$182,800	\$183,411	(\$611)
Mortgage Interest Expense	\$60,000	\$59,206	\$794
Capital Campaign (Fundraising expenses)	\$400	\$973	(\$573)
Stewardship	\$500	\$0	\$500
Music ***	\$34,450	\$39,762	(\$5,312)
<b>Total Operating Expenses</b>	<b>\$990,955</b>	<b>\$983,099</b>	<b>\$7,856</b>
<b>Net Income (Deficit)</b>	<b>\$30,545</b>	<b>\$12,974</b>	<b>(\$17,571)</b>

*\*Replaced server-not budgeted*

*\*\*Electrical and lights upgraded due to controller failure.*

*\*\*\*Sound processor and speaker replacement and repair.*

***Statement of Parish Revenue and Expenses***  
***July 1, 2018 – June 30, 2019***

	<u>Last Year</u>	<u>Current Year</u>
<b><u>Loan on Current Building</u></b>		
<b>Balance on July 1</b>	<b>\$1,844,195</b>	<b>\$1,765,453</b>
Debt Reduction Income	\$77,941	\$79,426
Archdiocese Principal Match ^	\$0	\$100,000
Principal Payments on Mortgages	\$78,742	\$100,394
<b>Balance YTD</b>	<b>\$1,765,453</b>	<b>\$1,565,058</b>
<b><u>New Building Savings</u></b>		
<b>Balance on July 1</b>	<b>\$106,504</b>	<b>\$440,679</b>
Capital Campaign Income	\$334,175	\$480,680
Expenses (Blueprints, etc.)	\$0	\$57,456
<b>Funds Raised through Capital Campaign</b>	<b>\$440,679</b>	<b>\$863,903</b>
<b>Total Pledges YTD</b>	<b>\$1,181,794</b>	<b>\$1,348,675</b>
<b>Other Cash Expenditures:</b>		
Purchase of Furniture and Equipment ^^	\$14,069	\$11,528
<b>Ending Balance in Checking Account</b>	<b>\$103,292</b>	<b>\$83,675</b>
<b>Ending Balance in Endowment</b>	<b>\$28,684</b>	<b>\$31,523</b>

*^Loan forgiveness up to \$100,000-applied to Land Loan*

*^^Annunciation Icon*