

Transfiguration Church – Financial Activities Review Summary FYE June 30, 2024

Overall FY 2024 Results

For the fiscal year ended 6/30/2024 (“FY24”), Transfiguration recorded a net surplus of **\$547,135** across all operational segment categories. Total income of \$3,655,915 exceeded total expenses of \$3,108,780. A summary of the financial results for the major activity segments is provided below for both "Income" and "Expenses."

Compared to the FY24 budget, total income surpassed budgeted income by \$586,245. Notable income sources included:

- Offertory Donations - \$84,000 above budget and \$123,665 over prior year.
- Archbishop Annual Appeal (“AAA”) rebate - \$50,425 (rebate from Archdiocese exceeding parish goal)
- Endowment Fund contributions and investment growth – \$49,195 growth in Fund balance over prior year (further Fund balance growth of \$82,461 was posted in July 2024 to reflect additional fund contributions from May & June of 2024. *Note – Endowment funds are earmarked for future needs.*
- Other Parish Collections - \$206,000 above budget. (Driven by \$200K parishioner donation for the HVAC system)

Total parish expenses exceeded the budget by \$60,805. The actual net variance to our budget target was favorable by \$525,440. Our income less expense totals were favorable to budget levels for virtually every month of the fiscal year. This allowed the parish to tackle the unplanned expenditures and well as numerous planned upgrades to our parish facilities. Summarizing the full fiscal year ending 6/30/24, our most notable expenditures included:

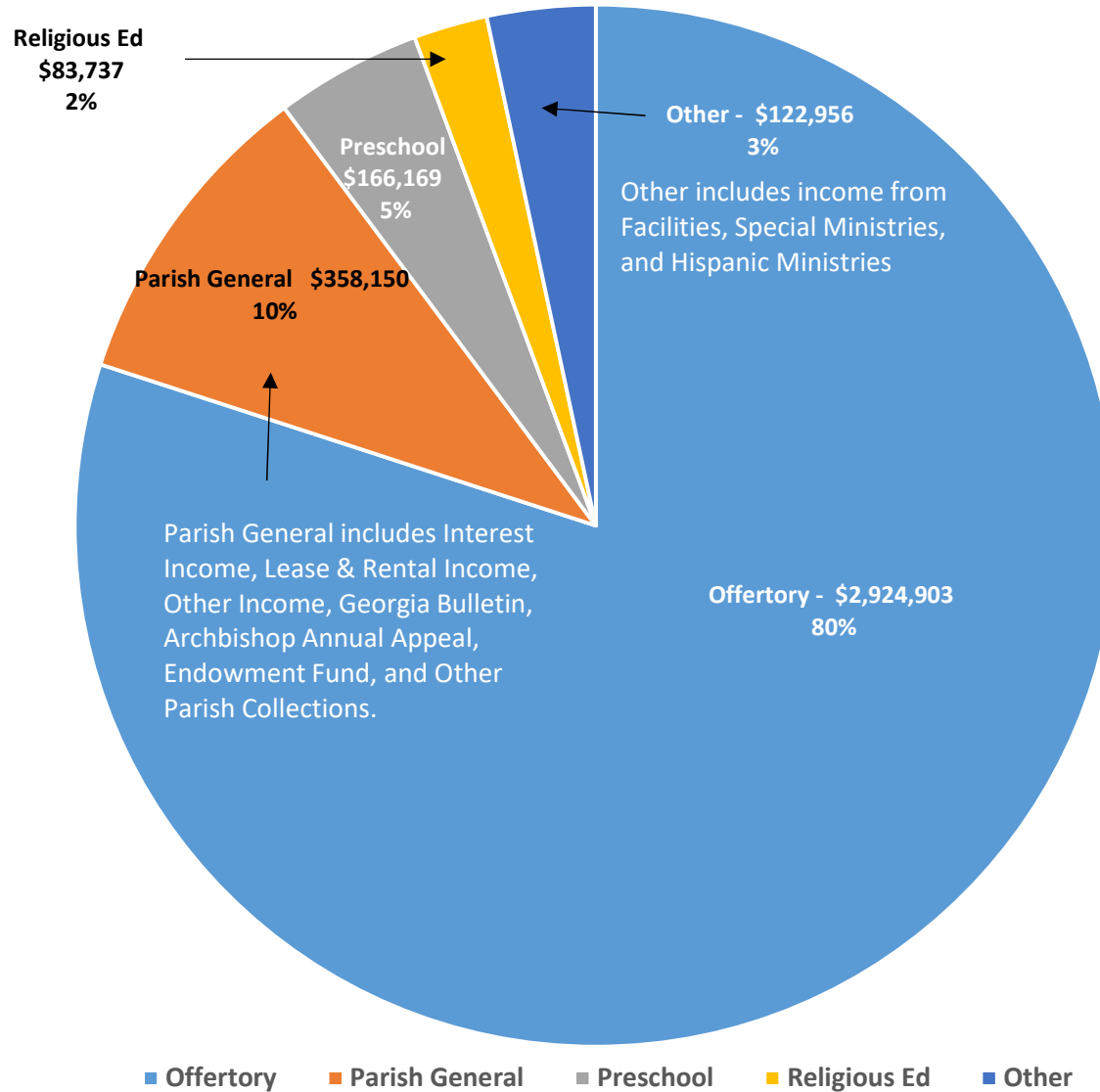
- Charity Tithe - \$63K provided to Shady Grove Church, Catholic Charities, Health & Education Relief, Pregnancy Aid, plus several other charitable organizations serving those in need throughout the world
- Facilities Upgrades - Elevator modernization, Replacement of Social Hall stage and window drapes, Office renovations, Installation of 2 sets of Fire Doors and repair of other doors
- Facilities Maintenance - Lightning Strike Repairs, Kitchen deep cleaning, Building and Grounds Maintenance

The income surplus of \$586K absorbed our operating expense overages and provided the parish with sufficient funding for many needed capital projects. Beginning in May 2024, the parish began several repair and renovation initiatives to the campus facilities. Some of the below expenditures were completed shortly before the close of the FY24 fiscal year. Some will be completed this fiscal year but will be funded from the FY24 operational surplus. The most notable of these projects include:

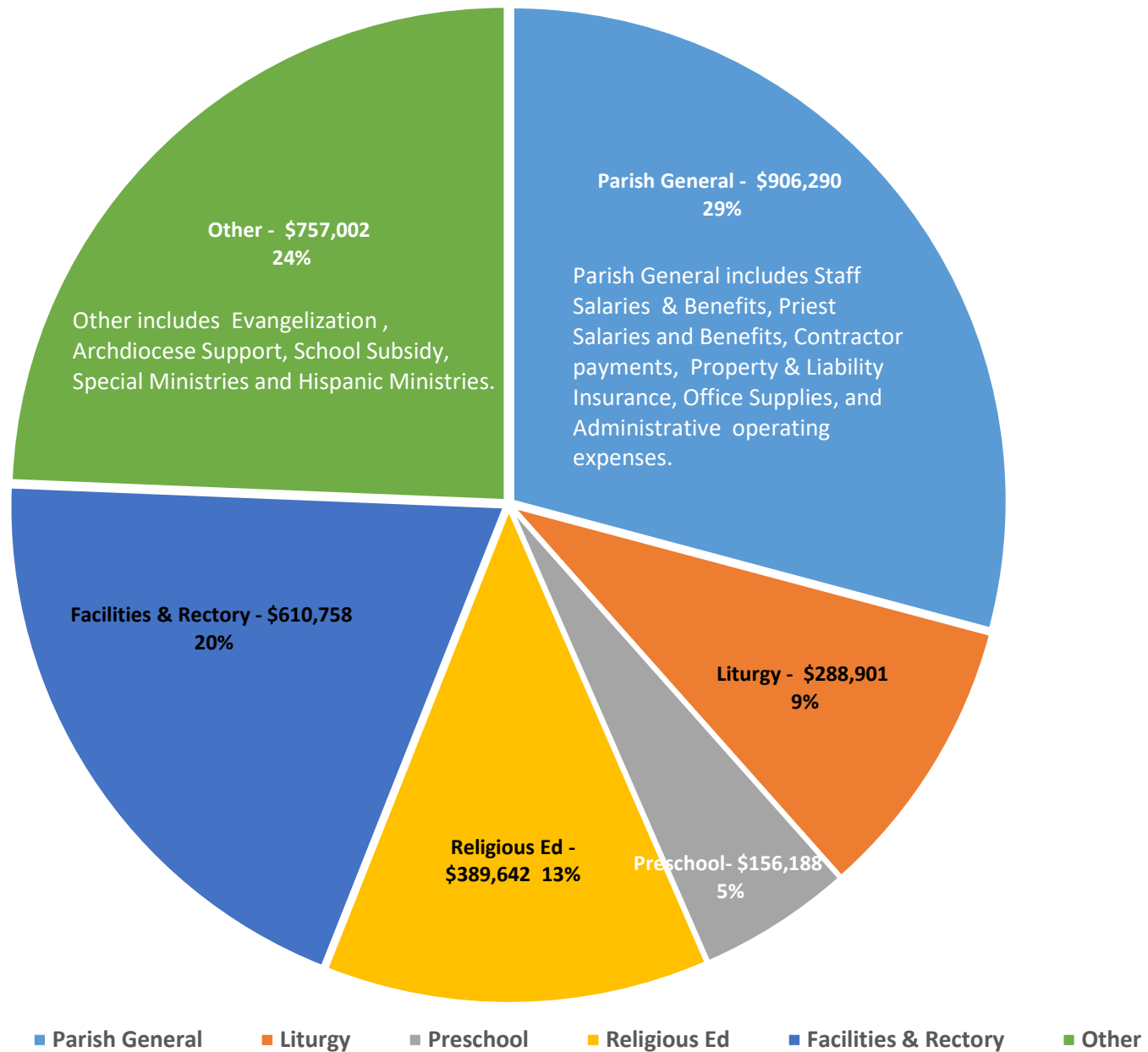
- Restrooms remodeled in parish center building
- Vinyl plank flooring installation throughout a large portion of the parish center building and Family Life Center
- New Social Hall Furniture (chairs and tables)
- Caulking of vulnerable areas of the building

As in FY23, our offertory donations have provided the primary funding source for parish operations (80% of total income in FY24). Since October 2022, average annual offertory donations have increased by 4%. In addition, Endowment Fund increases and designated donations for our church facilities all contributed to the **\$547,135** operating surplus. Regarding FY24 expenses, it is important to note that Facilities & Rectory expenses declined by 13% from FY23, and Liturgy, Preschool, and Religious Ed experienced modest increases over FY23 expense levels. The following pie charts illustrate the major activity segments where our FY24 income was generated, and our expenditures were incurred.

Transfiguration Church FY 2024 Income - \$3,655,915



Transfiguration Church FY 2023 Expenses - \$3,108,780



What's ahead in FY 2025

For the current fiscal year ended 6/30/2025 ("FY25"), the parish budget forecasts \$3.07 million in income sources supporting 3.07 million in operational expenses. This represents a 3% increase to the FY24 budget and restores the parish to income levels averaged in the pre-Covid fiscal years of 2015 – 2019. We recognize that the age of the facilities and equipment on our campus requires continual maintenance and upgrades to keep in proper working order. While our operational budget is constructed to cover these needs, we know that unexpected needs often occur.

In addition to the renovation projects completed and underway which are funded from the FY24 surplus, there are many other needed facilities improvements that will benefit our parishioners and guests. Many of these are not budgeted. However, we are prayerfully optimistic that most of these items will be realized through additional donations. These items include:

- Landscaping enhancements
- Parking lot resurfacing and concrete repairs
- Social Hall lighting equipment
- Completion of Building caulking
- Large Screen Monitors in Sanctuary
- Comprehensive Security System Upgrade – Key Card, Cameras and Safety Doors
- Replace cabinetry in Preschool, Bride Room, Priest Room, Office, Adult Ed. Room, Narthex, Nursery

Transfiguration Church has faced some significant financial challenges over the past few years beginning with reduced offertory giving during and continuing post Covid 19, followed by the need to replace the HVAC equipment throughout our campus at a cost close to \$500,000, in addition to several other urgent and unplanned facilities expenditures. The generosity and tithing of our parishioners got us through that difficult period in 2022 and reversed a mid-year revenue gap of over \$400,000 to a break-even position by the end of that fiscal year. Many of you felt the grace of the Holy Spirit, and Transfiguration witnessed a resounding uptick in the level of offertory donations. That appeal to embrace the spirit of tithing was not meant as a one-time initiative, but an ongoing way of life to continually evaluate our offerings in consideration of the many blessings the Lord has bestowed upon us. Tithing is looking at percentage giving...really sitting down and praying for guidance from the Lord about how generous He is and how we are called to be thankful. Our parish financial goal is to address the essential maintenance of our facilities and service activities without the need for a capital campaign or emergency fundraising appeal. Our needs are not just about our needs here on campus but how we are called to reach out beyond our doors! We are eternally grateful for the gifts of time, talent, and treasure that are made every day by all of you. With your continued prayers and embrace of tithing according to your capabilities, we have boundless opportunities to serve the spiritual and service needs of our parishioners, ministries, and outreach communities during FY25.