

St. Margaret Mary Parish Fiscal 2017 - July 2016 to June 2017 12 Month Financial Report

The Finance Committee is pleased to present the fiscal 2017 financial results of St. Margaret Mary Parish. We believe it is important for all parishioners to know and understand the stewardship efforts and fiscal status as reflected in the attached financial report. These statements cover the 2017 fiscal year which ended on June 30, 2017 in addition to the 2018 fiscal year budget.

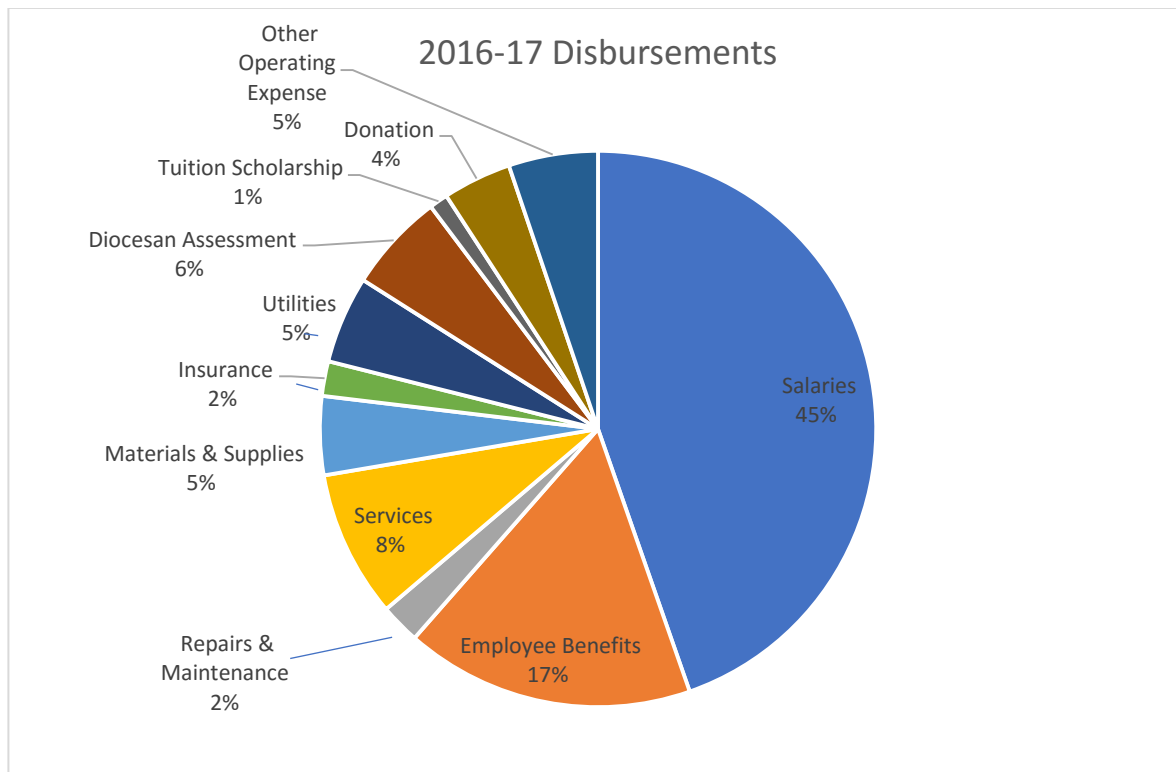
Revenue was \$78.5k below budget.

Sunday collections were below budget by \$11k. Other unrestricted donations, which include Mass Stipends, Stole Fee and Votive Candle and other misc. donations exceeded budget by \$8.3k. Revenue from Religious Education was \$11k below budget. Adult Education revenue was slightly below budget (\$2.9k). Holyday collections were \$61.8k below budget. The Christmas, Easter, Sunday and Holy day collections make up 92% of St. Margaret Mary revenue.

Our parish staff and commissions continue to spend parish funds wisely.

- Total expenses were \$27.2k under budget but \$47k higher than last year.
- Salaries and Employee Benefits were \$10.6k under budget but \$26.7k higher than last year.
- Utility Expenses exceeded budget by \$12.9k due to higher than anticipated electricity costs. Utility Expenses were \$19k higher than last year.
- Tuition and Scholarship finished the year \$13.7k below budget and \$12.9k below last year.
- Other Expenses were \$14.8k lower than budget and \$1.9k lower than last year. Lower retreat, parish mission, youth ministry activity and peer ministry costs contributed to this variance.

The chart below shows individual expenditures as a percentage of total expenditures.



In total, our finances (the Change in Operating Fund Balance line) was a 56k shortfall versus a budgeted shortfall of \$9.5k and \$99.5k lower than last year.

We continue to save for our future.

These would include replacing old HVAC units, sound system, parking lot replacement, church flooring and roof replacement. In addition to the \$50k budgeted transfer to the Repair and Replacement fund an additional \$50k was transferred from the Operating Account during fiscal 2017. The balance in the Repair and Replacement Fund as of 06/30/2017 was \$231.4k.

The balance of the School loan has been reduced to \$600k.

SMMP makes principal only payments of \$200k each year from our School Account. For the 2016-17 fiscal year, the School Account had income of \$28k in addition to an \$80k transfer from operating funds. Income is comprised of interest income (\$8.9k) and debt reduction envelopes (\$19k). The debt reduction program has been very successful in reducing future transfers from operating funds. Many thanks to those participating in this program. The balance in the School Account as of 06/30/2017 was \$327k. The final principal payment will be made during the 2019-20 fiscal year.

Please take a moment to review the budget for 2017-18.

We have been very conservative with our revenue projections for the 2017-18 fiscal year. Sunday collections have been budgeted slightly less than the year just completed with total revenue \$6k lower. Each commission was asked to reduce budgets by approximately 10% which resulted in lower projected expenses (\$24k) for the upcoming year. With budgeted transfers to Repair and Maintenance and the School Fund of \$40k and \$80k respectively, our projected cash shortfall is (\$32.7k).

Please feel free to contact any of us with questions or comments. May God continue to bless you and your family.

We are very grateful for the generosity of our parish family. Please continue to prayerfully consider the level of your financial commitment to our parish.

Faithfully,

St. Margaret Mary Finance Committee
Jeff Kroma, Mike Prus, Laurette Solak, Susan Schroeder (Chairperson),
Helen Stirk, and Henry Torres

St. Margaret Mary Parish
12 Months YTD FY17 (July 2016 to June 2017)
Statement of Revenues & Expenses

	<u>FY17 YTD Actual</u>	<u>FY17 YTD Budget</u>	<u>FY16 YTD Actual</u>	<u>FY 2018 Budget</u>
Revenues:				
Sunday Collections	\$ 1,320,035	\$ 1,331,180	\$ 1,320,391	1,310,000
Holiday and Other Collections	134,806	196,600	171,921	145,600
Religious Education	74,985	86,000	81,946	75,000
Adult Education	16,478	19,380	16,605	19,380
Other Receipts	36,804	28,440	49,379	27,140
Total Revenue	\$ 1,583,109	\$ 1,661,600	\$ 1,640,242	\$ 1,577,120
Expenses:				
Salaries	673,290	679,532	\$ 648,716	686,912
Employee Benefits	253,550	257,888	251,429	247,954
Repairs & Maintenance	34,958	35,400	39,946	38,400
Services	128,811	122,066	119,556	113,531
Materials & Supplies	69,030	75,050	65,703	68,160
Insurance	30,369	30,867	29,661	31,460
Utilities	76,564	63,650	57,553	63,820
Diocesan Assessment	86,580	86,579	80,340	82,177
Tuition Scholarship	16,300	30,000	29,250	19,000
Donation	60,151	61,055	58,449	54,723
Other Operating Expense	78,276	93,032	80,224	77,682
Total Expenses	1,507,878	1,535,119	1,460,828	1,483,819
Ordinary capital expenditures	1,238	6,000	5,938	6,000
Operating Surplus	\$ 73,992	\$ 120,481	\$ 173,475	\$ 87,301
Transfer to Campaign Funds - School	(80,000)	(80,000)	(80,000)	(80,000)
Transfer to Repair & Replacement Fund	(50,000)	(50,000)	(50,000)	(40,000)
Change in Operating Fund Balance	\$ (56,008)	\$ (9,519)	\$ 43,475	\$ (32,699)

12 Months YTD FY17 (July 2016 to June 2017)
Fund Balance and Loan Principal Report

	Operating Fund	Repair & Replacement Fund	School Funds
Balance as of July 1, 2016	\$ 210,695	\$ 208,793	\$ 418,615
Income	1,583,109	-	27,977
Expenditures	(1,509,116)	(77,381)	(200,000)
Transfers	(180,000)	100,000	80,000
Balance as of June 30, 2017	\$ 104,687	\$ 231,412	\$ 326,592
	Balance as of July 1, 2016	Principal Payments	Balance as of June 30, 2017
Loan Principal	\$ 800,000	200,000	\$ 600,000