

PARISH FINANCE COUNCIL REPORT FOR MID-YEAR ENDED DECEMBER 31, 2023

The Finance Council of Our Lady of the Lake Catholic Church is pleased to provide the Parish Mid-Year Report for the fiscal year ended December 31, 2023. Attached as Exhibits I-VIII are a Parish Net Income Statement, Statement of Financial Position (Balance Sheet), Statement of Cash Flow, Bicentennial Campaign and Catholic Appeal of South Carolina updates, and graphics. Please refer to these exhibits as you review the following highlights of the past six months. This data is made available to the parishioners of Our Lady of the Lake in accordance with Diocesan guidelines.

Parish Revenue and Net Income (Exhibits I, V, VII and VIII)

Parish Revenue comprises two categories: Assessable Operating Revenue and Non-assessable Revenue. Offertory and other income are subject to assessment by the Diocese. Campaign funds, cemetery sales and debt reduction receipts are among restricted receipts which are not subject to assessment.

Assessable Operating Revenue

Offertory accounted for 96% of Assessable Operating Revenue. We have exceeded last year's mid-year offertory by about 3%, however we remain behind our projections for offertory growth by about 9%. Parish Finance Council formulated the 2023-2024 budget aggressively, based on growth from last year. We receive a large portion of our annual offertory receipts between late December and early March, as many parishioners make annual donations during this time. We are confident that we will meet our budgeted projections by year end at June 30, 2024.

Our Lady of the Lake now has over 1000 registered families with growth of 18% in just two years and we continue to welcome new families. Also, our Traditional Latin Mass attracts Catholics from around the state, and many of the attendees have now registered as parishioners with Our Lady of the Lake.

Non-assessable Revenue

Non-assessable Revenue is broken down into Restricted Receipts and Other Non-assessable Revenue. Restricted Receipts are earmarked for specific spending and are not available for use in reducing operating expenditures. Cemetery Sales, Bicentennial Fund pledge receipts, Building Fund pledge receipts, and the monthly Debt Reduction collections are among those accounted for separately.

Other Non-assessable Revenue includes Diocesan Collections, which are transferred directly back to the Diocese as a non-operating expense for specific items of need, and Interest on Diocesan Savings.

Operating Expenditures (Exhibits I, VI and VII)

Parish Operating Expenditures in their entirety are incurred in support of the mission of our Parish, which is to maintain a Roman Catholic presence in Chapin, SC. Operating expenditures from July - December 31, 2023 were ahead of prior expenses for the same period by about 10%, as expected, due to salary increases for parish staff and provisions for mission and liturgical events. Operating Expenditures during the first six months of this year were, however, below budgeted expenditures by about 12%. We anticipate actual expenses to catch up to budget during the second half of the year as anticipated maintenance projects occur. Also, Faith Formation training and retreat expenditures are expected to increase to the budgeted level during the second half of the year.

Non-operating Expenditures (Exhibits I, VI and VII)

Non-operating expenditures include Diocesan Mortgage Interest, Cemetery/Columbarium Expense and Diocesan Collections. Interest expense on our loans has increased slightly as the Diocese has raised interest rates from the levels during the Covid pandemic, when rates were lowered. We continue to pay down the loans on our sanctuary and land. All debt payments have been paid with funds contributed by our generous parishioners to our Capital Campaigns, which have now been depleted, and through our monthly Debt Reduction collection.

Cemetery/Columbarium Expenses are paid only from the restricted Cemetery/Columbarium Sales account, and have increased due to the recent completions of the new Columbarium.

Diocesan Collections are transferred directly back to the Diocese for the specific items of need.

Balance Sheet (Exhibit II) and Statement of Cash Flows (Exhibit III)

Total Parish Assets have increased slightly in the past six months, mostly due to the completion of the new Columbarium (Exhibit II). Please refer to the Statement of Cash Flows (Exhibit III) for an analysis of the changes our cash accounts from last June through December.

Total Liabilities have decreased by approximately 9%. Building and Land Loans have decreased by \$31,435 due to principal payments, and Accounts Payable has decreased by \$33,000 since at mid-year we had no accrued expenses. Other Liabilities include moneys due to parish organizations, such as the Youth Group, for items such as the biennial trip to Indianapolis last November for the National Catholic Youth Conference.

Bicentennial Campaign (Exhibit IV)

This Campaign, in celebration of the bicentennial year of the Roman Catholic Diocese of Charleston, will help to prepare our Diocese and parishes for the demands of the next century. Our Lady of the Lake began our five year campaign in late January 2020. As of February 8, 2024, we have fulfilled 80% of our pledge commitments. We have received payments totaling \$331,848 since the inception of the campaign, which have been used solely for the Case Elements identified in the Mission Advancement Plan (MAP). The MAP was formulated by a specially appointed parish committee before the campaign began. Several projects have been completed using the funds generated by this campaign, the newest of which are parking lot improvements and the new Columbarium. Proceeds from the campaign are restricted in use and not available to offset operating expenses. A copy of the complete plan is available upon request.

Parishes receive 50% of all funds raised up to the Parish Standard Pledge Target, 75% of all funds raised over and up to 125% of the Standard Target, and 100% of all funds raised over 125% of the Standard Target. If all pledges are fulfilled, pledge receipts in excess of 125% of our Standard Target will flow directly to Our Lady of the Lake. We are currently receiving 75% of all funds raised.

Catholic Appeal of South Carolina (Exhibit IV)

The Catholic Appeal of South Carolina (formerly the Bishop's Annual Appeal) is a primary source of funding that helps to sustain and expand Diocesan parishes, missions, schools, and agencies. This Diocesan campaign runs on a calendar year. Our 2023 goal, as set by the Diocese, was \$58,216. At the end of the 2023 appeal, Our Lady of the Lake surpassed that goal with your generous contributions of \$100,399, which amounted to 99% of pledges committed and 172% of our goal! This was from just 281 registered families. In February 2024, Our Lady of the Lake received 50% of the excess over the goal, or \$21,092.

Summary

The Parish's financial health remains strong as we experience unprecedented growth. The economic environment and community population are foremost in our concerns. We have set aspirational and aggressive offertory goals for this year based on these and other parameters.

Parish Finance Council works in collaboration with the Parish Pastoral Council, the Stewardship Council, Building Committee, Pastor, and Staff to appropriately address current financial needs and plan for future needs. Detail of the Income Statement and Balance Sheet are available upon request at the Parish Office, as are hard copies of this package.

EXHIBIT I

Our Lady of the Lake Catholic Church
Net Income Statement for Mid-Years Ended 12/31/22 and 12/31/23,
and Budget for Mid-Year Ended 12/31/23

	<i>Mid-Year Net Income 12/31/22</i>	<i>Mid-Year Net Income 12/31/23</i>	<i>Mid-Year Budgeted Net Income 12/31/23</i>
PARISH REVENUE			
Assessable Operating Revenue			
Offertory	\$ 439,082	\$ 454,506	\$ 501,714
Designated Offerings (Flowers, candles, misc.)	30,633	5,761	8,496
Other Income	3,314	1,850	1,998
Faith Formation Fees	14,087	11,390	10,640
Total Assessable Operating Revenue	\$ 487,116	\$ 473,507	\$ 522,848
Non-assessable Revenue			
Restricted Receipts (A)			
Bicentennial Campaign Funds Received	\$ 30,205	\$ 5,385	\$ 28,750
Bequests	57,354	-	-
Cemetery/Columbarium Sales	11,923	94,198	39,998
Debt Reduction Receipts (B)	35,362	37,293	39,998
Memorials - Specified	5,275	35,000	
Total Restricted Receipts	\$ 140,119	\$ 171,876	\$ 108,746
Other Non-assessable Revenue			
Interest on Diocesan Savings	\$ 3,471	\$ 10,363	\$ 5,178
Diocesan Collections	12,810	12,973	11,650
Other Funding (Mass Intentions and Other)	12,150	12,946	1,500
Total Non-assessable Revenue	\$ 28,431	\$ 36,282	\$ 18,328
TOTAL PARISH REVENUE	\$ 655,666	\$ 681,665	\$ 649,922
PARISH EXPENDITURES			
Operating Expenditures			
Administration	\$ 69,562	\$ 72,781	\$ 76,732
Mission and Liturgical Support	107,277	127,863	141,804
Facilities/Campus Maintenance	96,248	104,536	120,986
Diocesan Assessment	45,397	49,504	53,692
Faith Formation	72,934	80,175	98,404
Total Operating Expenditures	\$ 391,418	\$ 434,858	\$ 491,617
Non-operating Expenditures			
Diocesan Mortgage Loan Interest	\$ 14,707	\$ 16,566	\$ 13,020
Cemetery/Columbarium Expense	16,589	45,788	19,498
Diocesan Collections	12,547	12,567	11,650
Other	8,391	5,042	-
Total Non-operating Expenditures	\$ 52,234	\$ 79,963	\$ 44,168
TOTAL PARISH EXPENDITURES	\$ 443,652	\$ 514,821	\$ 535,784
TOTAL PARISH NET INCOME	\$ 212,015	\$ 166,844	\$ 114,138

(A) Restricted Receipts are unavailable for use in meeting general parish expenditures.

(B) Reconciliation of Debt Reduction Funds at 12/31/23

Debt Reduction Funds available at 07/01/23	\$ 46,376
Add: Debt Reduction Receipts from 7/1/23 through 12/31/23	37,293
Less: Principal and Interest Payments made from 7/1/23 through 12/31/23	(48,002)
Debt Reduction Funds Available to Pay Down Debt at Mid-Year Ended 12/31/23:	\$ 35,667

***Our Lady of the Lake Catholic Church
Statement of Financial Position (Balance Sheet)
Year Ended 6/30/23 and Mid-Year Ended 12/31/23***

	<u>6/30/23</u>	<u>12/31/23</u>
Assets		
Operating Cash Account	\$ 280,378	\$ 247,917
Cemetery/Columbarium Account	67,913	108,678
Total Cash	<u>\$ 348,291</u>	<u>\$ 356,595</u>
Investments and Saving Accounts	743,204	753,567
Land, Buildings and Equipment	<u>7,520,585</u>	<u>7,590,276</u>
Total Assets	<u>\$ 8,612,080</u>	<u>\$ 8,700,438</u>
Liabilities		
Accounts Payable	\$ 33,071	\$ 10
Loans, Building and Land	766,966	735,531
Other	<u>38,120</u>	<u>24,130</u>
Total Liabilities	\$ 838,157	\$ 759,671
Equity	<u>\$ 7,773,923</u>	<u>\$ 7,940,767</u>
Total Liabilities and Equity	<u>\$ 8,612,080</u>	<u>\$ 8,700,438</u>

Our Lady of the Lake Catholic Church
Statement of Cash Flow
Year Ended 6/30/23 and Mid-year Ended 12/31/23

	<u>06/31/23</u>	<u>12/31/23</u>
<i>Cash flow from operating activities:</i>		
Total Parish Net Income	\$ 411,989	\$ 166,844
Adjustments to reconcile change in net assets to net cash from operating activities:		
Change in Accounts Payable and other liabilities	<u>14,960</u>	<u>(47,051)</u>
Net cash from operating activities	<u>\$ 426,949</u>	<u>\$ 119,793</u>
<i>Cash flow from investing activities:</i>		
Purchases of property and equipment	(126,274)	(69,691)
Increase in Diocesan Savings	<u>(201,116)</u>	<u>(10,363)</u>
Net cash from investing activities	<u>\$ (327,390)</u>	<u>\$ (80,054)</u>
<i>Cash flow from financing activities:</i>		
Principal payments on debt	<u>(56,369)</u>	<u>(31,435)</u>
Net cash from financing activities	<u>\$ (56,369)</u>	<u>\$ (31,435)</u>
<i>Net Cash Flow</i>	<u>\$ 43,190</u>	<u>\$ 8,304</u>
<i>Cash Reconciliation:</i>		
Beginning Cash Balance	\$ 305,101	\$ 348,291
Net Cash Flow	<u>43,190</u>	<u>8,304</u>
Ending Cash Balance	\$ 348,291	\$ 356,595
Less: Cemetery Funds	<u>(67,913)</u>	<u>(108,678)</u>
<i>Cash Available for Operations</i>	<u>\$ 280,378</u>	<u>\$ 247,917</u>

* Restricted Funds are earmarked for specific spending and include Memorials, Building Fund and Debt Reduction.

***Our Lady of the Lake Catholic Church
Bicentennial Campaign and Catholic Appeal of SC
as of 2/8/2024***

Bicentennial Campaign

OLL Bicentennial Campaign Goal	\$	680,000
Total Pledge Commitments as of 12/31/23	\$	882,170
Current Amount Collected	\$	704,579
Pledge Balance Outstanding	\$	177,591
Fulfillment Rate		80%
Number of Families Participating		172

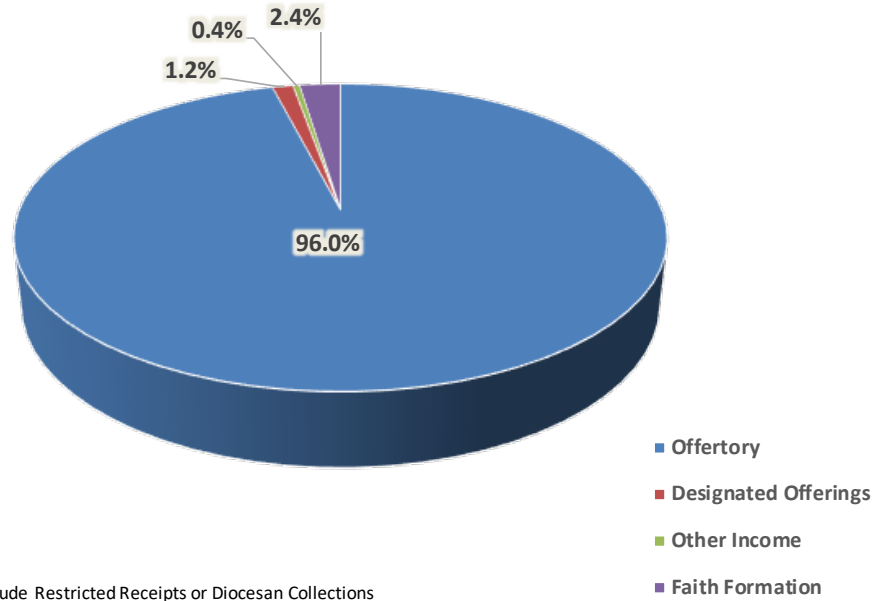
Our Lady of the Lake is currently receiving 75% of the excess of pledged funds fulfilled over the Appeal Goal

Catholic Annual Appeal of SC

OLL 2023 CASC Goal	\$	58,216
OLL Pledge Commitments for 2023 appeal	\$	100,399
Current Amount Collected	\$	99,189
Pledge Balance Outstanding	\$	1,210
Percentage of Goal Pledged		172%
Fulfillment Rate		99%
Number of Families Participating		281
2023 CASC Rebate Received from Diocese on 1/19/24 (Excess of Anticipated Receipts over Goal *50%)	\$	21,092

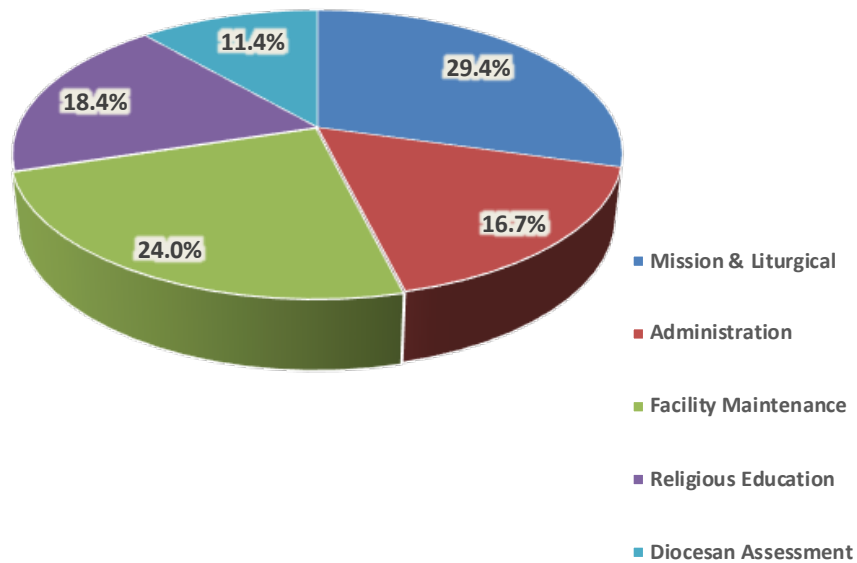
**Our Lady of the Lake Catholic Church
Parish Operating Revenue*
Mid-Year 12/31/23**

EXHIBIT V



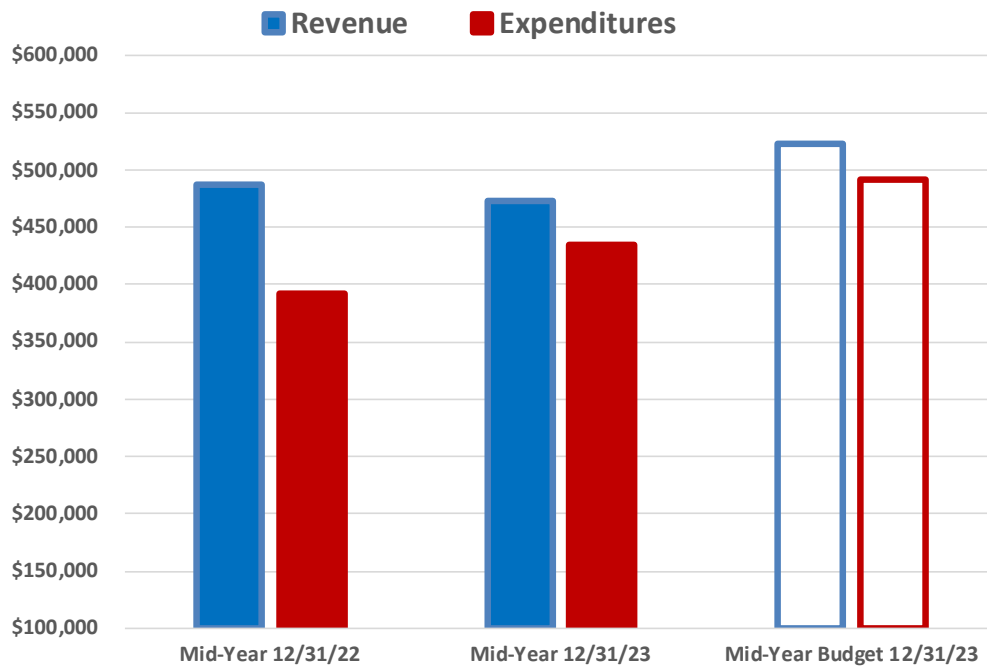
**Our Lady of the Lake Catholic Church
Parish Operating Expenditures
Mid-Year 12/31/23**

EXHIBIT VI



Operating Revenue vs. Operating Expenditures * Comparative 3 Period Trend

EXHIBIT VII



Mid-Year Offertory by Month 12/31/23 vs. 12/31/22

EXHIBIT VIII

