

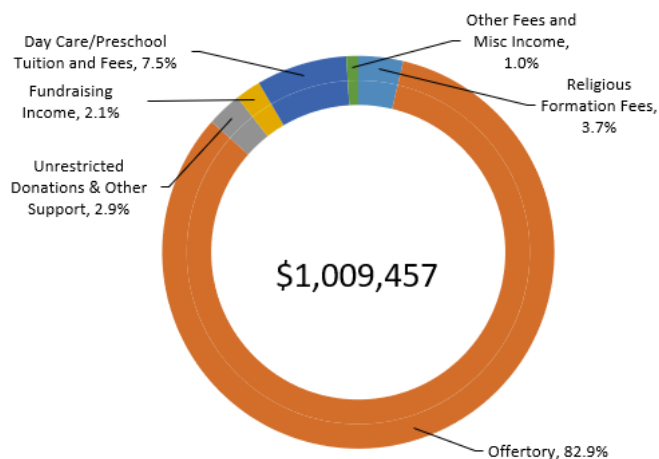
# St. Therese Catholic Church Mid Year Financial Report Overview

## July 1, 2017 - December 31, 2017

The Finance Council would like to present the midyear financial report for the 6 month period ending December 31, 2017. The Finance Council provides advice and oversight to Fr. Mark who along with the Parish Staff has done a great job at managing expenses while ensuring prudent financial accountability. As we recently celebrated our 30<sup>th</sup> anniversary of the dedication of the church / facility on this property, there is much that we have to be thankful for. As the 3<sup>rd</sup> largest of the 92 parishes and missions in the Diocese, our growth has been nothing less than phenomenal. This vibrant growth has been a blessing to our community and our parish. Your stewardship of time, talent and treasure makes the many programs offered at St. Therese possible, which keeps us a welcoming and dynamic Catholic community.

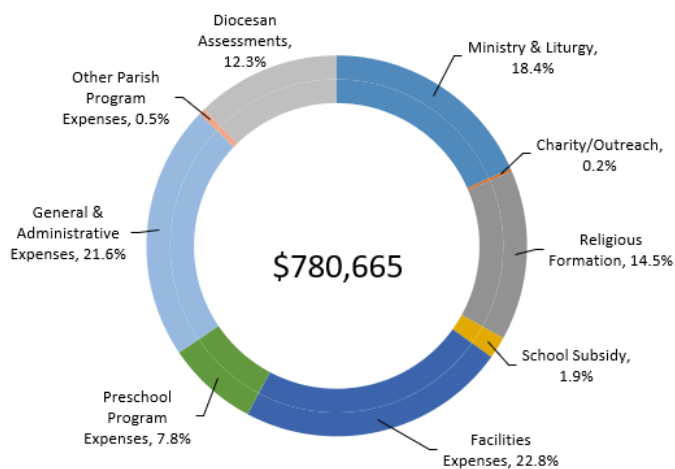
These next pages provide financial highlights with more detailed information on the last page.

### Operating Income



**Excludes Debt Reduction Receipts**

### Operating Expense



**Excludes Debt Service Expenses**

**Thank you for your generosity!**

Thanks to your generosity, as of December 2017, St. Therese had approximately \$1.051M in cash and savings and a loan balance from our new church of \$403,000. As promised, we have been using funds donated to the capital campaign, the Debt Reduction collection envelopes, and the *Forward in Faith, Hope and Love (FFHL)* Diocesan wide campaign matching proceeds to pay down our debt. Therefore, as of February 28, 2018 the new church loan balance is \$141,000 due to prepayments from the Debt Reduction envelopes and FFHL proceeds and normal debt service payments.

While our savings would be enough to pay off the mortgage at this time, we also have a responsibility to look towards the future and plan for continued growth and anticipated changes coming to the area. Given our current track, this loan will be paid off **by December 31, 2018, a full 7 years** ahead of schedule!

## Parish Property

As many of you are aware, the NCDOT plans to widen Brawley School Road in support of future traffic impacts from the upcoming retail center off Talbert Road, which will include a Costco Wholesale Warehouse. This widening plan will impact our traffic flow in and out of our campus ( <https://www.ncdot.gov/projects/publicmeetings/?search=brawley> ). To that end, Fr. Mark sought advice on how to address this challenge from the Pastoral Council, Finance Council, Buildings and Facilities Committee, and the Diocese. As a result, we have purchased property adjacent to our campus on Sunfish Road that will provide for ease of traffic flow and future expansion space. More information can be found on the parish website <https://sainttherese.net/expanded-parish-property>.

Given the closed boundaries of our campus and the escalating price of real estate, we have taken this

prudent action in order to ensure our ability to expand and protect our western most boundaries from bordering on commercial development. We are confident in the support of the parish to absorb this short term expense impact to secure our continued growth for years to come.



### Expanded Parish Property:

- Adjoining properties on Sunfish Rd. consisting of three homes and 6.8 acres with 450 feet of shared border with our west parking lot.
- Purchase price of \$1.15M comprised of a \$200,000 down payment with the remainder borrowed from DL Catholic (the Diocesan deposit and loan).
- Rental income from all three homes (estimated at \$6,000/month) will help offset the mortgage expense of approximately \$10,000/month.
- Future potential: additional parking lot egress onto Sunfish Dr., picnic area, parking lot expansion, etc.

Fr. Mark, the Parish Staff and the Finance Council take great care to be good stewards of your financial support of St. Therese. We appreciate your generosity and hope that this information provides some insight into what it takes to support our Parish. Your continued stewardship ensures that St. Therese will remain the welcoming community we love so much.

**Thank you for all you do in His name. God Bless You!**



## Finance Council Members

**Rick Fabrize, Chair**  
**Philipp J. Bischoff**  
**Janet Manzullo**  
**Julianne McConaghey**

**Cindy McConnell**  
**Stacey Polito**  
**Ed Tornesello**  
**Anne Woody**

# ***St. Therese Catholic Church***

## **Report to Parishioners: December 2017**

	<b>Fiscal YTD <u>Actual</u></b>	<b>2017/18 <u>Budget</u></b>
<b>PARISH STATEMENT OF ACTIVITIES &amp; CASH FLOWS</b>		
Operating Revenue		
Offertory	836,445	1,575,000
Unrestricted Donations & Other Support	29,056	66,550
Fundraising Income	21,231	14,175
Religious Formation Fees	37,324	75,500
Day Care/Preschool Tuition and Fees	75,576	133,355
Other Fees and Misc Income	9,825	17,150
Total Operating Revenue	<u>1,009,457</u>	<u>1,881,730</u>
Operating Expenses		
Ministry & Liturgy	143,300	295,987
Religious Formation	112,812	291,891
Charity/Outreach	1,865	38,000
School Subsidy	14,584	34,810
Preschool Program Expenses	60,792	125,938
Other Parish Program Expenses	4,274	19,160
Facilities Expenses	178,328	398,864
Diocesan Assessments	95,797	206,484
General & Administrative Expenses	168,913	376,688
Total Operating Expenses	<u>780,665</u>	<u>1,787,822</u>
Net Operating Activity	<u>228,792</u>	<u>93,908</u>
Capital Activity		
Debt Reduction Receipts	98,032	
Forward in Faith, Hope, and Love Campaign Revenue	11,483	15,000
Interest Expense	<u>(9,658)</u>	<u>(18,073)</u>
Net Capital Activity, excluding debt principal pmts	<u>99,857</u>	<u>(3,073)</u>
Endowment Earnings, Net of Income Spent	<u>4,114</u>	
Restricted Donations (other than Capital)		
Received	50,000	
Expended	<u></u>	<u></u>
Net Restricted Activity (other than capital)	<u>50,000</u>	<u></u>
<b>Total Surplus (Deficit) Before Depreciation/Disposal</b>	<u>382,763</u>	<u>90,835</u>
Loss on Disposal of Assets	34,270	
<b>Total Surplus (Deficit) After Depreciation</b>	<u>348,493</u>	<u>90,835</u>
Other Sources and Uses of Cash:		
Loss on Disposal of Assets	34,270	
(Increase)Decrease - Equipment/Facilities	(67,270)	
(Increase)Decrease - Endowment Accounts	(4,114)	
Increase(Decrease) - Debt Principal	(55,453)	
Increase/Decrease - Current Assets and Liabilities	(17,465)	
Increase(Decrease) - Custodial Obligations & Unearned Income	5,221	
(Increase)Decrease - Savings/Reserve Balances	<u>(13,215)</u>	<u></u>
<b>Total increase(decrease) in Checking Accounts</b>	<u>230,467</u>	
<b>PARISH STATEMENT OF FINANCIAL POSITION</b>		
Assets	<b>Beginning of Fiscal Year <u>July 1, 2017</u></b>	<b>End of Period <u>December 31, 2017</u></b>
Checking Account Balances - Operating/Other	357,720	588,187
Savings Accounts - Operating Reserves	450,590	463,805
Endowment Accounts	123,521	127,635
Receivables and other Current Assets	5,805	24,455
Property, Plant and Equipment	14,055,258	14,088,258
Total Assets	<u>14,992,894</u>	<u>15,292,340</u>
Liabilities and Net Assets		
Liabilities		
Accounts Payable and Accrued Expenses	63,817	65,002
Custodial Obligations	29,612	34,670
Note Payable	458,034	402,581
Other Liabilities	31,011	31,174
Total Liabilities	<u>582,474</u>	<u>533,427</u>
Net Assets	<u>14,410,420</u>	<u>14,758,913</u>
Total Liabilities and Net Assets	<u>14,992,894</u>	<u>15,292,340</u>