

Our Lady of Sorrows – Annual Report / Parish Finance Summary

For the fiscal year July 1, 2021 through June 30, 2022

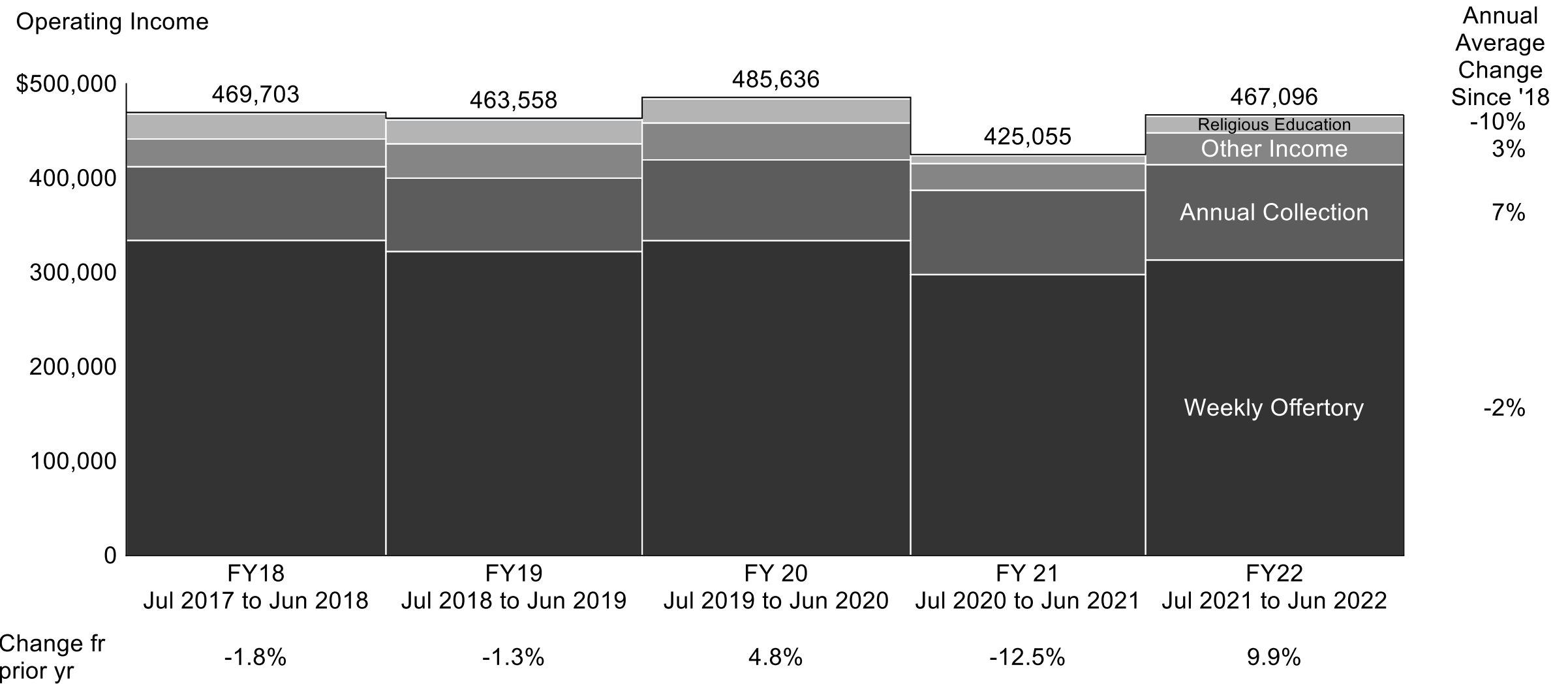


Operating income and expenses grew in FY2022

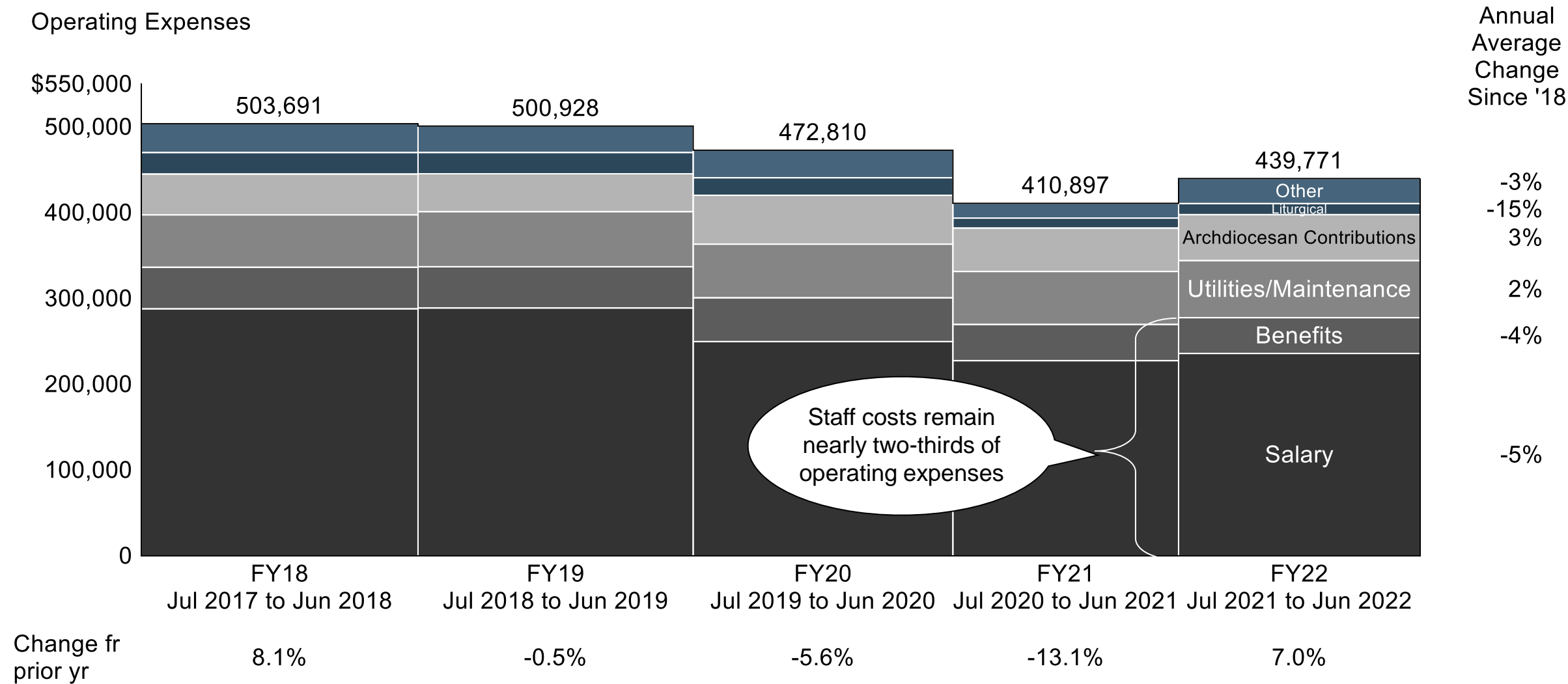
INCOME:	Fiscal year actuals					Change
	2018	2019	2020	2021	2022	2022 v 2021
Weekly Offertory	\$ 334,016	\$ 322,245	\$ 333,789	\$ 297,799	\$ 313,221	\$ 15,423
Annual Collection	78,086	77,814	85,586	89,327	101,021	11,693
Other Income	29,408	36,309	39,076	28,278	33,739	5,461
Religious Education Fees	26,532	25,355	25,581	8,542	17,628	9,086
Interest Income	1,660	1,835	1,604	1,108	1,486	378
Total Operating Income	469,703	463,558	485,636	425,055	467,096	42,041
EXPENSES:						
Salary	287,941	288,910	249,749	227,518	235,908	8,390
Benefits	48,419	48,053	51,069	42,215	41,708	(507)
Utilities/Maintenance	61,110	64,233	62,514	61,762	66,568	4,806
Archdiocesan Contributions	47,566	44,178	56,970	50,557	53,531	2,973
Liturgical	25,083	24,802	20,414	11,648	12,913	1,265
Religious Education	15,591	13,094	11,484	2,078	6,464	4,387
Office	13,852	13,636	10,408	8,988	10,356	1,368
Other	1,924	3,466	9,440	3,331	5,379	2,048
Music	2,205	557	763	2,800	6,945	4,144
Total Operating Expenses	503,691	500,928	472,810	410,897	439,771	28,875
Youth Ministry Program Income	11,786	9,152	4,170	1,332	929	(403)
Youth Ministry Program Expense	(13,160)	(9,401)	(3,416)	(1,459)	(2,409)	(950)
Net Youth Ministry Expense	(1,374)	(250)	754	(127)	(1,480)	(1,353)
Net Income (Loss)	\$ (35,363)	\$ (37,620)	\$ 13,580	\$ 14,031	\$ 25,844	\$ 11,813

Note: Fiscal year represents period from July 1 through June 30; The above amounts exclude maintenance campaigns and other non-recurring income/expenses. See appendix for full results.

Operating income up 10% from FY 2021



Operating expenses up 7% from FY2021

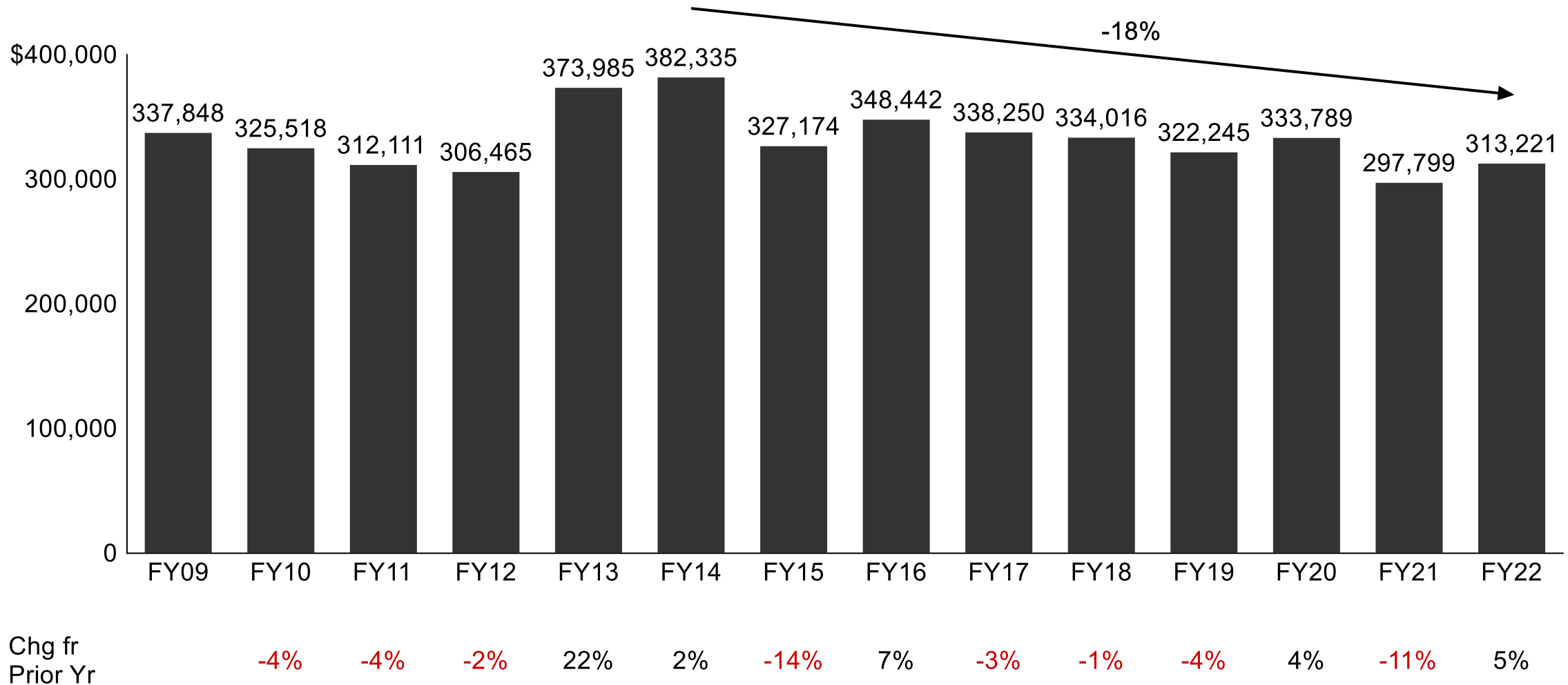


Non-compensation costs – Largest categories

	FY 2018	FY 2019	FY2020	FY2021	FY2022
Fire Insurance	\$8,500	\$9,000	\$9,700	\$12,100	\$14,500
Snow Plowing / Salt	9,000	8,000	6,400	9,000	11,400
Natural Gas	10,000	10,000	8,300	6,600	10,300
Internet/Cable/Telephone	2,900	3,200	4,800	6,400	7,500
Electricity	7,700	8,000	7,200	6,700	5,900
Alarm Monitoring / Maintenance	1,000	1,000	3,300	2,800	3,000
Liability Insurance	2,000	2,000	2,200	2,600	3,000
Religious Education Books	3,600	3,000	3,100	600	2,600
Food for Priests	1,500	2,900	6,900	700	2,200
Trash/Dumpster	2,200	2,500	2,400	2,000	1,900
Payroll Processing Fee	1,700	1,900	1,500	1,300	1,400
Online Mass – Equipment/Recording	0	0	1,700	3,500	0
Cleaning (Moved to Payroll/Staff)	8,500	9,000	4,500	0	0
Cottage Street Rental (Religious Education)	<u>4,000</u>	<u>4,500</u>	<u>3,400</u>	<u>0</u>	<u>0</u>
	\$62,600	\$65,000	\$65,400	\$54,300	\$63,700

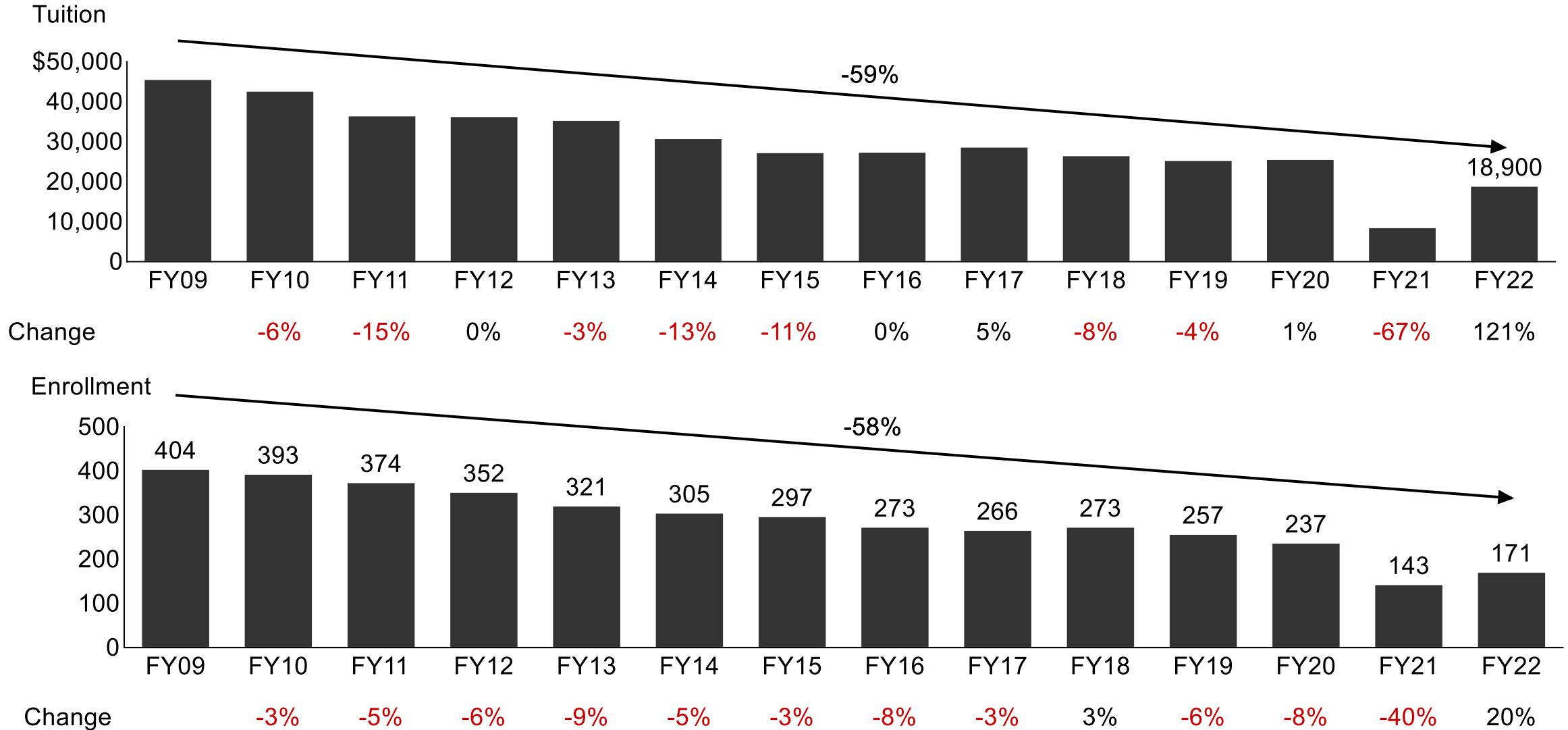
Note: Excludes costs for maintenance campaigns and archdiocese contributions

Offertory: Increase of 5% in FY22 - Decline of 18% since peak in FY14

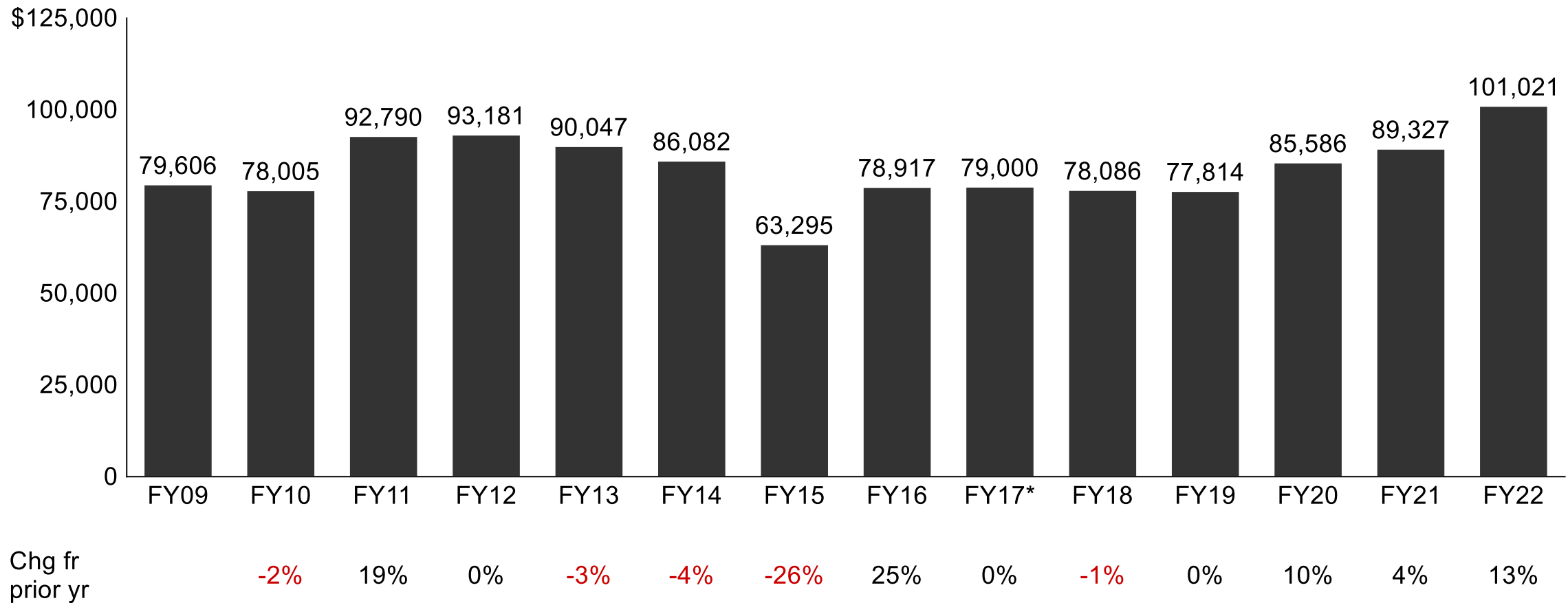


Note: Collections on Easter Sunday and Christmas (including those years that Christmas falls on a Sunday) are applied to the Clergy Retirement Fund

Religious Ed: FY22 tuition up 121% and enrollment up 20% from FY21



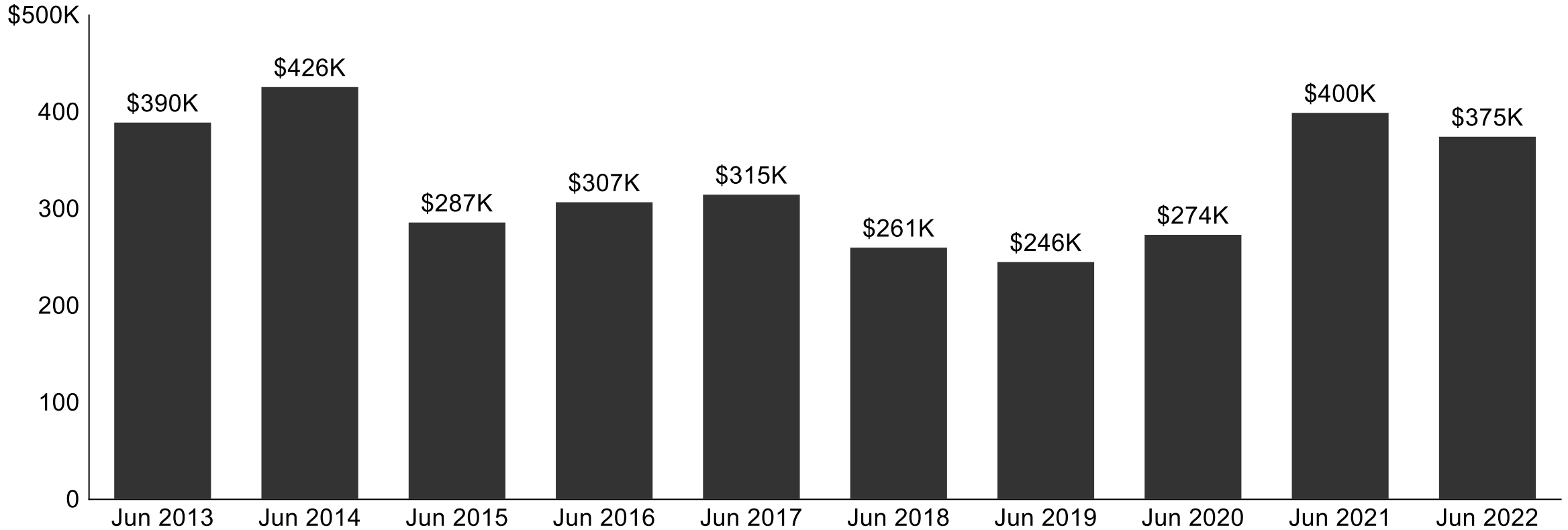
Annual collection: FY22 collection up 13% from prior year – Highest total ever!



* - Excludes \$10k raised for additional maintenance campaign

Cash balance as of June 2022 is down \$25k from prior year, primarily due to costs related to church improvements.

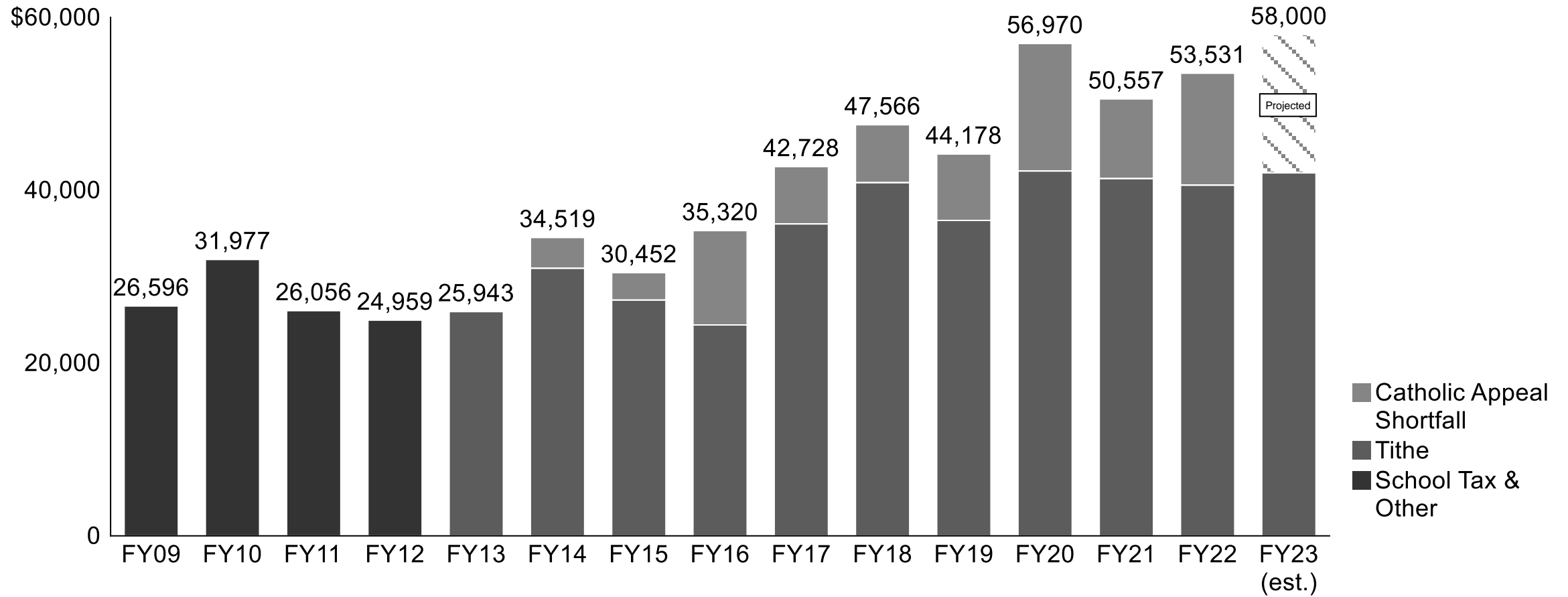
Cash balance



Archdiocese Contribution: Explanation

- In FY2013, the Archdiocese changed the way parishes assist in funding the central ministries of the diocese
 - > Prior to FY2013, parishes paid various and unequal School/Chaplaincy Tax amounts to the Archdiocese
 - > The new contributions simplified the process and ensured parishes in the diocese are paying their “fair share”
- The current contribution is made up of two payments that are based on parish income (3-year average offertory and annual collections):
 - > Tithe: Based on 10% of parish income
 - > Catholic Appeal: Calculated as the difference between our goal of 8% of parish income and the Catholic Appeal donations made by OLOS parishioners
- The Archdiocese allows parishes to request a reduction in payments (“Abatement”) each year if there are special circumstances
 - > OLOS received Tithe and Catholic Appeal abatements from FY13 through FY22
 - > OLOS will receive a \$2k Tithe abatement for FY23 and a Catholic Appeal abatement (if any) will be determined in early 2023. The following slides estimate a Catholic Appeal abatement of \$3k for FY23.

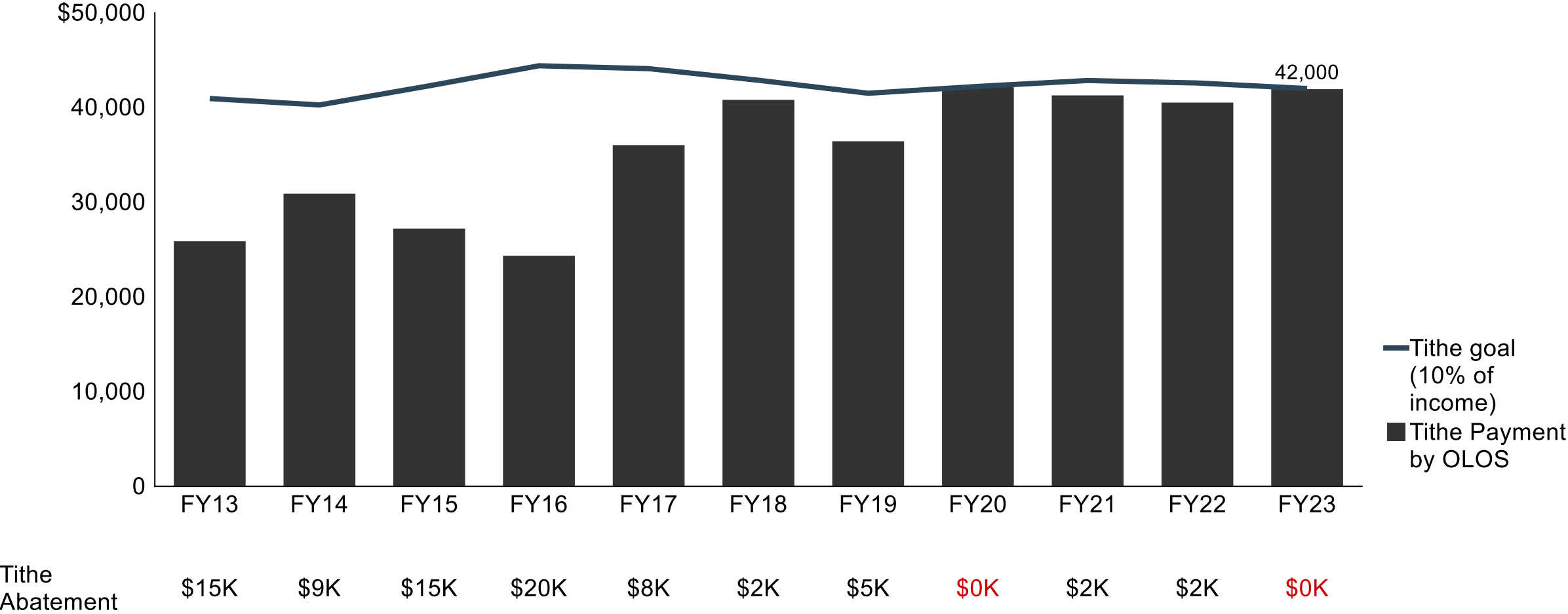
Archdiocese Contribution History - Total



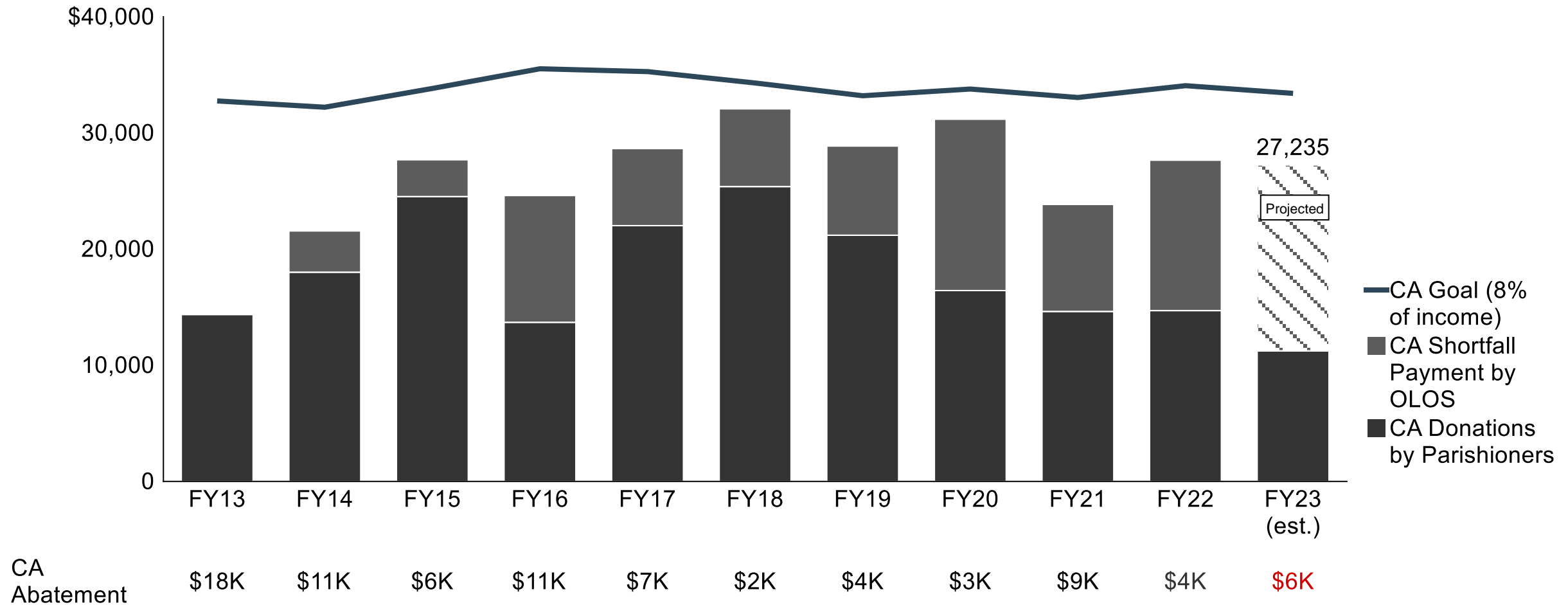
Abatement
granted/est.

Note: FY2023 Catholic Appeal amount and abatement is not finalized.

Archdiocese Contribution History - Tithe



Archdiocese Contribution History - Catholic Appeal (CA)



Note: FY2023 Catholic Appeal amount is not finalized. Expected shortfall that OLOS will be required to pay is ~25% higher than FY22 due to shortfall in parishioner donations to Catholic Appeal

Appendix

Maintenance Campaigns & Other Income and Expenses

Fiscal years 2019 through 2022

	Year ended June 30	
	2021	2022
Church Improvement & Landscaping Income	\$ 63,537	\$ 6,000
PPP (COVID) Loan Forgiveness	61,845	50,550
Total Income	\$ 125,382	\$ 56,550
Church improvements		45,340
Landscape/Tree Removal		14,315
Total Expenses	-	59,655
Net Campaign & Other Income (Loss)	\$ 125,382	\$ (3,105)

Note: Other Campaign income and expenses includes amounts raised for the Archdiocese of Tororo Uganda and Salmeron family. These amounts are included in the "Other Income" and "Liturgical Expense" line items of consolidated income statement

Combined Operating, Maintenance & Other Campaign Income and Expenses

Fiscal years 2021 and 2022

	Year ended June 30		Favorable (Unfavorable) Change
	2021	2022	
Weekly Offertory	\$ 297,799	\$ 313,221	\$ 15,423
Annual Collection	89,327	101,021	11,693
Other Income	28,278	33,739	5,461
Religious Education Fees	8,542	17,628	9,086
PPP Loan Forgiveness	61,845	50,550	(11,295)
Maintenance Campaign Income	63,537	6,000	(57,537)
Interest Income	1,108	1,486	378
Total Income	550,437	523,646	(26,791)
Salary	227,518	235,908	(8,390)
Benefits	42,215	41,708	507
Utilities/Maintenance	61,762	66,568	(4,806)
Liturgical	11,648	12,913	(1,265)
Archdiocesan Contributions	50,557	53,531	(2,973)
Religious Education	2,078	6,464	(4,387)
Office	8,988	10,356	(1,368)
Maintenance Campaign Expenses	-	59,655	(59,655)
Other	3,331	5,379	(2,048)
Music	2,800	6,945	(4,144)
Total Operating Expenses	410,897	499,426	(88,529)
Youth Ministry Program Income	1,332	929	(403)
Youth Ministry Program Expense	(1,459)	(2,409)	950
Net Youth Ministry Expense	(127)	(1,480)	(1,353)
Net Income (Loss)	\$ 139,413	\$ 22,739	\$ (116,674)

Fiscal Year 2023 Budget & Fiscal Year 2022 Budget vs. Actual

	2023 Budget	2022 Budget	2022 Actual	Favorable (Unfavorable) Variance	Explanation of variances greater than \$10,000
Weekly Offertory	\$302,890	\$ 312,835	\$ 313,221	\$ 386	
Annual Collection	82,500	80,500	101,021	20,521	Increase due to increased generosity of parishioners
Other Income	36,350	22,500	33,739	11,239	Significant increase in sacramental giving in FY22 vs expectations due to COVID
Religious Education Fees	17,300	13,600	17,628	4,028	
PPP Loan Forgiveness	-	-	50,550	50,550	Forgiveness of PPP2 was not budgeted due to uncertainty
Maintenance Campaign Income	-	-	6,000	6,000	
Interest Income	600	600	1,486	886	
Total Income	439,640	430,035	523,646	93,611	
Salary	230,417	198,261	235,908	(37,647)	Error in budget for 2022 of compensation
Benefits	69,732	42,284	41,708	576	
Utilities/Maintenance	87,163	81,039	66,568	14,471	Due to COVID, maintenance outside of Church improvements were delayed
Liturgical	31,960	32,770	12,913	19,857	Expectation during budget of more community building events that did not take place during COVID
Archdiocesan Contributions	58,000	57,000	53,531	3,469	
Religious Education	-	4,000	6,464	(2,464)	
Office	11,747	14,347	10,356	3,991	
Maintenance Campaign Expenses	-	-	59,655	(59,655)	2022 actual includes church improvements that were not yet scheduled at time of budget
Other	8,844	7,044	5,379	1,665	
Music	1,200	1,200	6,945	(5,745)	
Total Expenses	499,063	437,945	499,426	(61,481)	
Youth Ministry Program Income	1,400	3,100	929	(2,171)	
Youth Ministry Program Expense	(1,200)	(5,350)	(2,409)	2,941	
Net Youth Ministry Expense	200	(2,250)	(1,480)	770	
Net Income (Loss)	<u>\$ (59,223)</u>	<u>\$ (10,160)</u>	<u>\$ 22,739</u>	<u>\$ 32,899</u>	