

Church of St. John the Evangelist

5751 LOCUST AVENUE
CARMICHAEL, CALIFORNIA 95608
(916) 483-8454

October 20, 2013

Dear Faithful Parishioners,

Once more we are pleased to provide you with the Annual Financial Report for the Parish, which has been developed by the Parish Financial Council. Many of you may not be aware of the importance of this council – it is not simply a “nice to have” committee. The church’s Code of Canon Law requires each parish to establish this group to “aid the pastor in the administration of the parish goods” (#537). Moreover, every three years the council and the parish’s financial operation are reviewed by staff of the Diocese of Sacramento to assure we operate in accordance with established policies and procedures.

One of those requirements is to provide you with this report so that you understand what money comes into the parish – principally through your contributions in the Sunday collection – and how those contributions and other income are spent. I ask you to review this report carefully.

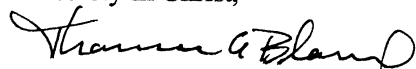
The first item you will note is that we had a **Net Operating Loss of \$5,476 last fiscal year**. Specifically, we brought in \$834,874 and spent \$840,350 for parish operations. What this means is that there are no available funds for any new programs, no funds for expansion of existing programs, and certainly no funds to hire additional staff. It also means that since a great many of our operational expenses are for items that continually increase in cost and over which we have little or no control (utilities, insurance, maintenance, for example) our operational revenue must also increase in order for us just to break even.

I would also point out to you that our budget for this fiscal year, 2013-2014, projects a **cash short-fall of just over \$73,000**. This is certainly not due to overspending, since our budget is very frugal; it is because our offertory collection has not kept pace with our expenses. I want to be very clear that it is absolutely critical that our Sunday offertory collections increase significantly this year. This means we all must contribute more – yes, I contribute, too. Financial experts recommend I suggest a certain increased amount in dollars, or an increased percentage, or an amount in relation to some common expense such as the price of a theater ticket or a dinner out or a cup of coffee. However I prefer to offer a pastoral approach based on the long tradition of stewardship in our Catholic faith. I suggest that when you prepare your Sunday offering, ask yourself, “Is my offering of time, talent and treasure to my parish a just return for all God has provided me? Is my offering a sacrifice or is it just part of whatever is left over?” Then act accordingly.

I also need to point out, however, that certain non-operational donations during the past year were sufficient for us to reach two milestones. At the end of December 2012, just as we had planned, we sent the final check to the diocese to eliminate the debt on our Tralee Center. We rightfully celebrated that occasion, and I want to again thank and congratulate all who participated in that campaign. More recently we were able to celebrate the installation of a new tabernacle in our sanctuary. This accomplishment was in large part due to the donations made in memory of Monsignor Francis Pellegrino.

These two events show us we can achieve what we are called to accomplish when we all work together, sacrifice together, and pray together. Let us continue to respond with a renewed spirit of generosity and sacrifice as we support and sustain our parish.

Sincerely in Christ,



Fr. Thomas A. Bland
Pastor

St. John the Evangelist Catholic Church, Carmichael

ANNUAL FINANCIAL REPORT TO THE FAITHFUL *

July 1, 2012 - June 30, 2013

	<u>2012-13 Actual</u>	<u>2013-14 Budget</u>
Operating Income		
Offertory Collections	647,849	650,500
Sacramental Services	5,163	1,600
Parish Societies, net	5,520	6,500
Use of Plant Facilities, net	13,151	13,000
Religious Articles, Candles & Books, net	4,846	2,000
Donations & Unrestricted Gifts	16,238	6,000
Parish Fund Raising Activities, net	26,190	10,500
Other Operating Receipts	<u>42,103</u>	<u>37,000</u>
Total Operating Income	<u><u>761,061</u></u>	<u><u>727,100</u></u>
Operating Expenses		
Salaries, Wages & Benefits	265,952	292,324
Automotive	6,402	8,900
Church	72,844	72,500
Rectory	39,456	36,700
St. James Hall	37,049	36,000
Tralee Center	62,364	70,100
Mercy Hall	3,517	2,100
Parish Office	27,844	33,900
Grounds Repair & Maintenance	39,821	39,800
Property & Liability Insurance	28,293	26,500
Property Taxes & Assessments	169	200
Charitable Donations, net	3,552	2,500
Religious Education & Parish Ministries, net	14,933	18,400
School Support	47,434	44,800
Diocesan Assessment	111,875	110,585
Other Operating Disbursements	<u>5,032</u>	<u>4,800</u>
Total Operating Expenses	<u><u>766,537</u></u>	<u><u>800,109</u></u>
Net Operating Loss	<u><u>-5,476</u></u>	<u><u>-73,009</u></u>
Non-Operating Income		
Interest & Dividends	2,914	2,900
Parish Capital Fund Drive, net	135,102	90,500
Bequests & Special Receipts	6,580	5,000
Designated Gifts, Bequests & Special Receipts	10,605	
Diocesan & Special Collections, net	<u>58</u>	
Total Non-Operating Income	<u><u>155,259</u></u>	<u><u>98,400</u></u>
Non-Operating Expense		
Interest Expense Charged on Loan(s)	1,495	
Capital Projects & Expenditures	<u>85,008</u>	<u>6,000</u>
Total Non-Operating Expense	<u><u>86,502</u></u>	<u><u>6,000</u></u>
Net Non-Operating Income	<u><u>68,756</u></u>	<u><u>92,400</u></u>
NET INCOME	<u><u><u>63,281</u></u></u>	<u><u><u>19,391</u></u></u>

* This report has been prepared on a **Modified Cash Basis**.

Cash Balances at June 30, 2013:

Operating Funds	147,678
Maintenance & Improvement Funds	10,106
Temporarily Restricted Funds	25,271
Capital Campaign Funds	24,089
Funds Held in Trust	<u>4,693</u>

TOTAL CASH BALANCE AT JUNE 30, 2013: 211,838

Parish Center Loan Balance at June 30, 2012: 137,725

Financial Liabilities at June 30, 2013:

Accounts Payable	20,050
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TOTAL LIABILITIES AT JUNE 30, 2013: 20,050

Parish Center Loan Balance at June 30, 2013: ZERO!

St. John the Evangelist School
ANNUAL REPORT TO THE FAITHFUL
July 1, 2012 - June 30, 2013

	<u>2012-13</u>		<u>2012-13</u>		<u>Variance</u>
	<u>Budget</u>	<u>%</u>	<u>Actual</u>	<u>%</u>	
School Enrollment	220		202		(18)
Operating Income					
Tuition Fees, net	930,988	76%	844,503	77%	(86,485)
Donations & Gifts, net	19,500	2%	18,212	2%	(1,288)
Parish Support	33,750	3%	44,368	4%	10,618
Student Services, Mdse Sales, Other, net	11,680	1%	6,091	1%	(5,589)
Contributions from Auxiliary Programs, net					
Extended Day Service	4,198	0%	8,266	1%	4,068
Preschool	10,750	1%	(47,747)	-4%	(58,497)
Sports	3,650	0%	5,387	0%	1,737
Fund Raising	40,000	3%	43,061	4%	3,061
Service Clubs & Organizations	166,725	14%	168,075	15%	1,350
Total Auxiliary Contribution	<u>225,323</u>		<u>177,042</u>		<u>(48,281)</u>
Total Operating Income	<u>1,221,241</u>	100%	<u>1,090,216</u>	100%	<u>(131,025)</u>
Operating Expense					
Administration	263,577	22%	261,735	22%	(1,842)
Instruction	855,754	70%	827,117	69%	(28,637)
Plant & Facility	<u>101,910</u>	8%	<u>115,144</u>	10%	<u>13,234</u>
Total Operating Expenses	<u>1,221,241</u>	100%	<u>1,203,996</u>	100%	<u>(17,245)</u>
Net Ordinary Income	<u>0</u>		<u>(113,780)</u>		<u>(113,780)</u>
Non-Operating Income	15,300		23,407		8,107
Non-Operating Expense			<u>2,018</u>		<u>2,018</u>
NET INCOME	<u>15,300</u>		<u>(92,391)</u>		<u>(107,691)</u>
Cash Balance at June 30, 2013:					
Local Checking Accounts					40,109
Local Savings Accounts					238,849
Savings in Diocesan Parochial Fund, Inc.					127,795
Endowment Accounts					<u>106,405</u>
Total Cash Balance at June 30, 2013					<u>513,158</u>