



SACRED HEART CHURCH  
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September 2016

To the Parishioners of Sacred Heart Parish:

The 2016 Annual Report, including the 2017 Budget, is attached.

We hope that parishioners have enjoyed the benefits of the air conditioning system during this unusually hot summer. The project was finally finished in the early fall of 2015; and one of the downsides of the delay was that significant expenses that had been planned for Fiscal 2015 rolled over into Fiscal 2016, contributing significantly to the over budget spending in the Capital Acquisition/Improvements account. In addition, the project incurred additional expenses to meet the City's electrical/fire safety requirements.

Managing the capital budget continues to be a challenge, as the timeline for projects for the school building changes and discussions of how to best adapt the convent building for the needs of the collaborative continue. We are fortunate to have the proceeds from the sale of the St. Philip Neri (SPN) properties and the Morelli Fund to cover these costs. As reported previously, the Parish Finance Committee (PFC) recommended to the Pastor that it is fiscally prudent to reserve these funds for major capital projects.

The continued generosity of parishioners remains crucial to the financial health of the parish. Because we intend to use the SPN and Morelli Funds for capital expenditures, the parish relies primarily on offertory contributions, along with rental/lease income, to finance normal operating expenses. Ongoing program expenditures need to be planned with this revenue constraint in mind. Other gifts and donations, which are not received consistently from year to year, are better used to fund one-time expenditures.

If you have any questions, please contact a member of the PFC.

Rev. John Sassani, Pastor  
Catherine Schneider, Chair  
Marie Baroni-Allen, Member

Stephanie O'Brien, Member  
Maureen Walsh, Member

**Sacred Heart Parish**  
**Annual Report To Parishioners**  
**July 2015 to June 2016**

REVENUE	Actual	Budget	\$ Over Budget	FY17 Budget
Offertory	\$257,710	\$255,000	\$2,710	\$255,000
Sacramental Offerings	\$14,012	\$12,000	\$2,012	\$12,000
Gifts, Bequests, Donations	\$15,337	\$10,000	\$5,337	\$10,000
Other Income	\$6,346	\$5,800	\$546	\$5,800
Religious Education	\$8,780	\$10,500	(\$1,720)	\$8,500
Interest/Dividends <sup>(1)</sup>	\$231,072	\$240,000	(\$8,928)	\$220,000
Rental/Lease	\$596,778	\$590,490	\$6,288	\$601,158
<b>TOTAL REVENUE</b>	<b>\$1,130,036</b>	<b>\$1,123,790</b>	<b>\$6,246</b>	<b>\$1,112,458</b>
<b>EXPENSES</b>				
Compensation <sup>(2)</sup>	\$475,284	\$489,363	(\$14,079)	\$490,269
Employee Benefits <sup>(2)</sup>	\$120,831	\$146,895	(\$26,064)	\$132,000
Office Expense	\$26,897	\$30,030	(\$3,133)	\$29,720
Rectory Household	\$16,700	\$17,500	(\$800)	\$17,500
Utilities & Maintenance	\$239,991	\$257,856	(\$17,865)	\$228,000
Pastoral/Liturgical	\$20,203	\$21,700	(\$1,497)	\$24,500
Religious Education	\$5,374	\$6,000	(\$626)	\$6,000
Professional Development	\$1,523	\$4,000	(\$2,477)	\$4,250
Capital Improvements <sup>(3)</sup>	\$310,232	\$155,000	\$155,232	\$135,000
Central Ministry Tithe	\$64,764	\$64,764	\$0	\$62,885
Catholic Appeal Assessment	\$2,344	\$10,000	(\$7,656)	\$2,000
Other Expense	\$3,263	\$3,550	(\$287)	\$3,550
<b>TOTAL EXPENSE</b>	<b>\$1,287,406</b>	<b>\$1,206,658</b>	<b>\$80,748</b>	<b>\$1,135,675</b>
<b>NET ORDINARY INCOME <sup>(4)</sup></b>	<b>(\$157,370)</b>	<b>(\$82,868)</b>	<b>(\$74,502)</b>	<b>(\$23,217)</b>

<sup>(1)</sup> Budget variance due to reduction in RCAB interest rate as well as CIF market value decrease

<sup>(2)</sup> Budget variance due to the resignation of a budgeted employee

<sup>(3)</sup> See detailed accounting on reverse side

<sup>(4)</sup> Deficit funded from savings

## FY2016 Capital Acquisitions / Improvements

New Telephone System & Data Network Upgrade	\$15,934
Church Air Conditioning – final payments	\$107,717
New Boiler – parish center	\$26,050
2 <sup>nd</sup> Boiler Conversion to Gas – parish center	\$11,910
Boiler Conversion to Gas - convent	\$26,806
Flooring Project - convent	\$20,865
New Front Entry Door – convent	\$6,500
New Boiler – school	\$51,250
New Windows – school	\$20,200
Fire Alarm Design – school	\$8,500
Deposit on Emergency Lights/Signage – school	<u>\$14,500</u>
<b>TOTAL</b>	<b>\$310,232</b>

## Account Balances as of June 30, 2016

### Pastoral Center Accounts

General Savings	\$254,528
Flanagan Estate (Restricted Fund)	\$262,227
Gleason Estate (Restricted Fund)	\$46,563
Net Proceeds from Sales of SPN Church & Rectory	\$3,030,807
Common Investment Fund (Morelli Estate)	\$4,091,650
Common Investment Fund (SPN Church)	\$991,302

### Village Bank

Village Bank Checking	\$142,804
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### Accounts Receivable

CIF Dividend Receivable	\$50,365
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### Total Current Assets

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**\$8,870,246**

### Outstanding Operating Debt

\$5,792