

Our Lady Of Grace Catholic Church
Semi-annual Financial Report

July - December 2016

Highlights...

- Parish community increased by 34%
- Ordinary revenue grew by 56%; driven by increase in registration and a 42% increase in average contribution per registered family.
- Expenses grew (Oct to Dec 16) by 84%.

Ordinary Revenue and Expenditures (\$)

July thru December 2016

	<u>Actual</u>	<u>Budget</u>	<u>Actual (2015)</u>
<u>Income</u>			
Offertory	211,196	183,513	151,442
Designated	25,350	1,287	1,369
Other Income	993	120	522
Religions Education	<u>3,600</u>	<u>1,875</u>	<u>1,115</u>
Total Operating Revenue	241,139	186,795	154,448
 <u>Expenses</u>			
Clerical Administrative	77,864	105,448	42,164
Church & Rectory	50,305	25,640	21,382
Operations & Maintenance	32,511	39,591	9,584
Diocesan Assessment	15,402	17,315	13,074
Religious Education	3,403	2,648	1,252
Principal & Interest	<u>0</u>	<u>57,557</u>	<u>0</u>
Total Operating Expenses	179,485	248,199	97,457

Capital Activities....

- Initial phase church construction almost complete. Rectory renovation finished.
- Mortgage payments begin April 2017.
- Contributions to Capital Campaigns drawing down while Building Fund slightly increasing.
- Borrowed (December 2016) \$1,244,344 to cover construction costs.
- Construction cost \$4,432,570

Challenges Ahead...

- Mortgage payment of \$13,365 in April. **Loan will be repaid using building fund and operating cash contributions plus revenue from future debt reduction campaigns**
- Increase in expenses to operate a fully operating parish, e.g., full time Pastor, staff, maintenance, utilities.
- Bishop Annual Appeal; if we exceed our assigned goal, we receive a rebate for exceeding goal.
- Reducing our \$1.3 Million debt and enhancing the campus.
- Keeping our offertory strong.
- Our ability to financially respond to the needs of our growing parish family as well as supporting local social outreach depends on strong offertory donations.

Parish Balance Sheet

December 2016

	<u>2016</u>	<u>2015</u>
Cash	248,719	1,135,902
Land	343,239	343,239
Buildings	4,002,646	1,880,489
Furniture/Equipment	625,692	222,363
Columbarium	<u>32,987</u>	<u>32,987</u>
Total Assets	5,253,283	3,614,980
Accounts Payable	22,591	0
Loan Payable	1,244,344	0
Other	<u>18,178</u>	<u>28,384</u>
Total Liabilities	1,285,113	28,384
Parish Equity	3,968,170	3,586,596
Total Liabilities and Equity	5,253,283	3,614,980

As of December 31, 2016, the parish's cash balance is approximately \$96,035. Of that, \$84,000 represents approximately 2 months of operating reserve.

Loan liability - - 10 year term adjustable rate at an annual interest rate of 4.5%.