

SACRED HEART PARISH FINANCIAL REPORT, 2017-2018

Dear Parishioners of Sacred Heart:

Here is a summary of the annual (2017-18) financial report of the parish and school. The full detailed report is six pages and four columns, so I am summarizing the main elements for you here.

The parish report appears on this page. The school report is on the flip-side.

Please feel free to contact me with any questions. –Fr. Kosch

PARISH INCOME

Sunday Collection	\$311,200
Charity and Stewardship Appeal	\$ 17,466
Other free will offerings	\$ 30,495
<i>Building Fund (from Joy of the Gospel)</i>	<i>\$ 13,824 (sent to our DIAL savings)</i>
<i>Building Fund (not from JOTG)</i>	<i>\$ 18,485 (sent to our DIAL savings)</i>
<i>Endowment Donations</i>	<i>\$ 63,604 (sent to our Endowment)</i>
Endowment Proceeds (spendable)	\$ 8,912
Altar Society Donations to parish	\$ 4,785
Holy Name Donations to parish	\$ 1,895
Knights of Columbus to parish, (Besides Endowment)	\$ 2,000
Septemberfest net income	\$ 8,762
Bulletin Ads	\$ 2,790
CCD and Totus Tuus fees	\$ 1,790
Propelr rebates	\$ 932
Convent Rent	\$ 4,800
Miscellaneous	<u>\$ 2,167</u>
TOTAL PARISH INCOME	\$493,907

(Note: Special collections “pass through” our account, and are not listed as income)

PARISH EXPENSES

Clergy Health Insurance	\$ 7,470
Musician stipends	\$ 5,075
Housekeeping	\$ 2,146
Pastor Salary	\$ 21,600
Secretary & Maintenance Salary, benefits	\$ 38,988
Adult Education and CCD	\$ 2,901
Pius High School Assessment	\$ 43,500
Totus Tuus summer program for youth	\$ 1,450
Guardian Angel funds transfer to School	\$ 1,650
Clergy Retirement Fund at Diocese	\$ 6,900
Parish Assessment to Diocesan Admin	\$ 31,933
Southern Nebraska Register, Net of donations from parishioners	\$ 3,085
Copier for Rectory	\$ 2,892
Internet and Phone	\$ 1,726
Investment fees on Endowment	\$ 4,658
Other administrative fees/costs	\$ 4,004
Insurance on Church, rectory, truck	\$ 4,743
Maintenance/Repairs (esp. water-main break)	\$ 9,938
Appliances/equipment	\$ 2,665
Household food, newspaper	\$ 3,213
Utilities for Church and rectory	\$ 11,738
Priest Study days and retreats	\$ 670
Liturgical & music supplies (Today’s Missal)	\$ 6,034
Offering Envelopes and Website	\$ 1,470
Miscellaneous	\$ 379
Transfer to Sacred Heart School	<u>\$152,293</u>
TOTAL PARISH EXPENSE	\$373,121
 NET INCOME TO PARISH	 \$120,786
<i>Less the italicized income, which was</i>	
<i>sent to our Endowment and Bldg funds</i>	<i>-\$ 95,913</i>
INCREASE IN CASH RESERVES, 2017-18	\$ 24,873

Sacred Heart Catholic School, Financial Report, 2017-2018

(see parish report on flip-side)

SCHOOL INCOME

Transfer from Sacred Heart Parish	\$152,293
Assessments from Cristo Rey, Immaculate Heart of Mary, And St. Andrew's (the Ethnic Parishes)	\$200,161 (Item "A")
Tuition and Fees	\$ 97,389
Guardian Angel Fund	\$ 21,327
Donations from Major Donor	\$120,000 (Item "B")
Other various major school donations	\$101,284
Flavin Fund, grants for Excellence	\$ 43,360 (Item "C")
Francis Fund, for city center schools	\$120,000 (Item "D")
Dillon and Finigan grants	\$ 25,895
Catholic Foundation school fund	\$ 8,460
Miscellaneous Income	<u>\$ 5,603</u>
TOTAL SCHOOL INCOME:	\$895,772

SCHOOL EXPENSES

School pay and benefits (besides health insurance)	\$718,176
Health Insurance	\$ 40,399
Continuing Education	\$ 2,417
Administrative Expenses	\$ 9,634
Tuition Assistance, besides grants	\$ 5,856
Instructional Materials / programs	\$ 26,846
Designated grant expenditures	\$ 11,567
School activities	\$ 8,498
Property Costs (upkeep, repairs)	\$ 26,318
Utilities for School Buildings	\$ 21,299
Insurance for School Buildings	\$ 10,372
Hot Lunch program subsidy	\$ 5,892
Stewardship and fundraising	\$ 4,897
Other expenses	<u>\$ 3,601</u>
TOTAL SCHOOL EXPENSE:	\$895,772

Some comments from Fr. Kosch, on Sacred Heart School Budget:

Please see the **School Financial Report**, which appears at left. (Parish report on reverse side).

As you can see, Sacred Heart School was fully funded last school year (2107-18) and with your continued generosity as a parish, we are set to break even this school year, too.

However, a number of income items are likely to change next school year (2019-20). The Francis Fund grant of \$120,000 (item "D") will likely be discontinued. In addition, about half of the money we get from the "Ethnic Parishes" (item "A") is also coming from the Francis Fund, via those Ethnic Parishes. Therefore, about half of that \$200,161 (item "A") may also be discontinued, for a decrease of \$100,000. Finally, the Flavin Funds for Excellence, which were \$43,360 last year (item "C"), are slated to be eliminated for 2019-2020.

When you add these up (\$120,000 + \$100,000 + \$43,360), you see a projected drop of more than \$260,000. (Additionally, our major donor's gift of \$120,000 (item "B") is somewhat uncertain going forward.)

To be clear, the Diocese has provided a subsidy to Sacred Heart School of over \$1 million dollars over the past four years. This compares with \$300,000 that our parishioners have paid in to the Joy of the Gospel campaign. Sacred Heart has indeed been the recipient of much generosity. Nevertheless, the Diocesan funds for schools are running low.

A proposed Diocesan replacement program, based on our number of low-income families, could possibly provide our school with up to \$180,000 a year. But in that scenario, a basic deficit of \$80,000 would remain (\$260,000 - \$180,000 new program = \$80,000 deficit). Gradual tuition increases would help us handle rising costs over the years, but would not shrink this **basic deficit of at least \$80,000 per year in my 5-year projections.**

Difficult decisions are coming in the next 1-2 months. I just wanted to provide members of the parish with more information about the funding of our parish and school.

Please pray for the guidance of the Holy Spirit: for the Bishop, his advisors, and for all of us at the school, as we strive to find a way forward. And if you have any new ideas about how to bridge this gap—and how you could help to make it happen—please let me know.