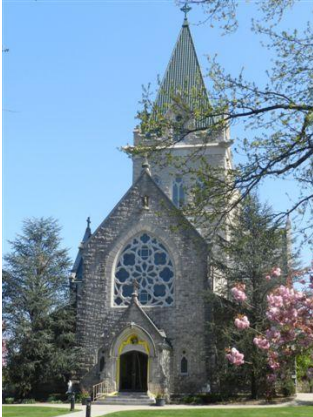


**ST VINCENT MARTYR PARISH**

**ANNUAL FINANCIAL REPORT TO PARISHIONERS**

**FISCAL YEAR ENDED JUNE 30, 2015**

**OVERVIEW**



Through the continued generosity of the parishioners and prudent financial management, St Vincent Martyr Parish and School (collectively "St Vincent Martyr ") continues to have access to the financial resources needed to fulfil our mission as the Catholic presence in Madison and to provide high quality educational programs.

For our fiscal year 2015 (period from July 1, 2014 to June 30, 2015), we generated a surplus of \$17,074 compared to our fiscal year 2014 deficit of \$76,518. This includes the results from liturgical and ministerial activities (collectively "the parish" or "SVM") as well as the results from parish school activities ("the school" or "SVMS"). As explained further in this report, the move from a deficit in 2014 to a surplus in 2015 for the parish resulted from income from the Bishops Annual Appeal rebate and the Local & Universal Appeal collection that were reinstated in 2015. Both campaigns were suspended in 2014 due to the Partners in Faith/Building Our future campaigns. The elimination of the school deficit resulted from increased enrolment in 2015.

**Statement of Operations - St Vincent Martyr Parish (SVM) and School (SVMS)**

	<b>SVM</b>		<b>SVMS</b>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
<u>Income</u>				
Collections	\$1,374,002	\$1,360,185	\$ -0-	\$ -0-
Tuition	-0-	-0-	2,652,483	2,420,018
HSA Contributions	-0-	-0-	190,049	181,196
Program Fees	78,814	86,327	-0-	-0-
Donations/Gifts/Other	<u>83,758</u>	<u>58,374</u>	<u>93,475</u>	<u>102,466</u>
<b>Total</b>	<b>\$1,536,574</b>	<b>\$1,504,886</b>	<b>\$2,936,007</b>	<b>\$2,703,680</b>
<u>Expenses</u>				
Salaries/Benefits	\$ 804,970	\$ 812,436	\$2,425,581	\$2,252,970
Operating Costs				
- Operations	138,160	159,452	206,822	179,470
- Facilities	352,033	344,058	242,421	239,420
- Office	67,690	61,798	61,183	61,912
Charitable giving	48,805	43,594	-0-	-0-
Diocesan Assessment	<u>107,142</u>	<u>129,974</u>	<u>-0-</u>	<u>-0-</u>
<b>Total</b>	<b>\$1,518,800</b>	<b>\$1,551,312</b>	<b>\$2,936,007</b>	<b>\$2,733,772</b>
<b>Surplus / (Deficit)</b>	<b>\$ 17,774</b>	<b>\$( 46,426)</b>	<b>\$ -0-</b>	<b>\$( 30,092)</b>
Parish Subsidy	\$ -0-	\$( 30,092)	\$ -0-	\$ 30,092
<b>Net Surplus/ (Deficit)</b>	<b>\$ 17,774</b>	<b>\$( 76,518)</b>	<b>\$ -0-</b>	<b>\$ -0-</b>

## THE PARISH

### Income

Collection income, which includes weekly and holy day (Christmas and Easter) collections and stipends (e.g., income from sacramental events such as baptisms, weddings and funerals) increased by 1% compared with 2014. Weekly collections averaged \$20,673 in 2014 compared to \$20,559 in 2013, an increase of less than 1%. Holy day collections increased by 2% compared to 2014.

Program fees represent fees received from the participants in parish ministerial programs such as adult and Christian formation, youth ministry and social ministry. Fees collected historically cover only a portion of the cost of the programs such that parish support is required. Ministerial programs strive to maintain program fees at a level which encourages extensive participation of the community as such programs are viewed as an important component of the parish mission. Program fee increases were more than offset by program cost increases such that the ministerial programs realized a higher deficit in 2015 (\$335,725) compared to 2014 (\$328,853).

Donations and gifts includes a rebate of \$13,121 in 2015 from the Bishops Annual Appeal campaign. Parish contributions in excess of the Bishops Annual Appeal assessment (\$68,355 in 2015) are rebated to the parish. As the Bishops Annual Appeal did not take place in 2014 due to the Partners in Faith Campaign the parish did not receive a rebate.

Collections for the Holy Land, CoOp and the Retired Religious of \$23,361 and special collections of \$8,920 are not recognized as income but rather netted against the related contribution of the same amount, as proceeds from such collections are remitted directly to the diocese and are not available for parish use. The financial statements also do not include the value of non-monetary contributions by members of the parish to charitable and social causes such as Hope House and semi-annual clothing drives. All of these contributions are a critical component of meeting the overall needs of the community and reflect the generosity of the parish.



### Expenses

Parish expenses decreased slightly in 2015 compared to 2014. Other than the Diocesan Assessment, parish operating costs were flat and well controlled in 2015. The Diocesan Assessment is charged to the parish to cover diocese operating costs including publication and distribution of The Beacon as well as contributions to charities supported by the Diocese. Our assessment increased by 7% in 2015 compared to 2014 and by 34% in 2014 compared to 2013. The Local & Universal appeal (L&U) is conducted annually in order to finance the assessment. In 2015 \$31,500 was collected through the L&U appeal which covered 23% of our assessment. In comparison, in 2013 38% of our assessment was covered through the L&U appeal. In 2014, as a result of the Partner in Faith/Building Our Future campaign, the L&U appeal was not conducted with the result that no dedicated funding was available to finance the 2014 assessment. The L&U appeal is very important to parish finances as any assessment not funded through the L&U appeal must be paid from other parish resources.

## THE SCHOOL



### Income

Tuition income, the principle source of school income, increased by 10% compared to 2014 due to higher enrolment in 2015 (465 students) compared to 2014 (447 students) as well as a 5% tuition increase. Average tuition per student was \$5,704 in 2015 compared to \$5,414 in 2014, an increase of 5%. In addition to the impact of the tuition increase, the increase in average tuition per student was due to a small increase in enrolment of out-of-parish students, who pay a higher tuition than in-parish students. The student population included 387 in-parish students and 80 out-of-parish students in 2015 compared to 369 in-parish students and 78 out-of-parish students in 2014.

HSA contributions represent contributions by the St Vincent Martyr Home School Association (HSA) towards education costs, results from various HSA fundraising activities throughout the year. In addition to the recurring annual contribution of \$125,000, the HSA made significant contributions to support the educational needs of SVMS through purchases of school equipment and supplies as well as the cost of various school activities.

Donations and Gifts include scholarship assistance and parent stewardship gifts and decreased by 9% in 2015 as a result of the focus on contributions to the Step Into the Future of SVMS Campaign. These contributions enable SVMS to maintain tuition at a competitive level and to provide support for those requiring financial assistance to achieve a Catholic education. The work of the HSA and SVMS parents are critical to meeting the educational needs of our community and the parish is grateful for their contribution of time, talent and treasure.

### Expenses

Total school expenses increased by 7% in 2015 compared to 2014. Salary and benefit costs, which represent 83% of total school costs, increased by 8% in 2015 compared to 2014 due to salary, pension and health insurance increases mandated by the Diocese. School operating costs increased due to costs associated with the higher enrolment and investments in technology.



## STATEMENT OF FINANCIAL POSITION

As of June 30		
	<u>2015</u>	<u>2014</u>
<b>UNRESTRICTED FUNDS</b>		
<b>Cash</b>	\$ 610,730	\$ 439,731
<b>Investments</b>		
<u>Parish</u>		
-Capital Fund	\$ 400,946	\$ 447,923
-Budget Fund	348,025	376,505
-Special Funds	28,311	19,865
<u>School Fund</u>	122,236	89,994
<b>Total Investments</b>	<u>\$ 899,518</u>	<u>\$ 934,287</u>
<b>Net Unrestricted Assets</b>	\$1,510,248	\$1,374,017
<b>RESTRICTED FUNDS</b>		
SVM Cemetery	\$ 446,028	\$ 510,352
Partners in Faith/ Building Our Future Campaign	\$2,793,670	\$ 435,760
Step into the Future of SVMS Campaign	\$1,404,899	\$1,023,124

The investment funds of the parish and school are designated for purposes described below and are invested in high quality securities with an objective of Capital Preservation. The funds are monitored by the Pastor and Finance Council in accordance with Diocesan directives and guidelines.

The **Parish Capital Fund** is used for capital expenditures (equipment, modernization, repairs & maintenance) to parish and school buildings and grounds. Transfers from parish and school surplus are made to this fund in amounts deemed necessary to support future capital expenditures. In 2015 expenditures totalled \$89,347 (\$220,230 in 2014), primarily for normal and recurring repairs.

The **Parish Budget Fund** is used to support parish operations when a net deficit results from unbudgeted expenditures or a shortfall in income. To the extent the parish operations yields a net surplus, the surplus is transferred to this fund.

The **Parish Special Funds** include "special bequests" such as statues and vestments where the contributor has specified the purpose for which their contributions should be targeted. Expenditures from special funds are made in accordance with the terms of the bequest.

The **School Fund** is available for tuition assistance as well as the operating needs of the school.

**Restricted Funds** are funds that have been dedicated for a specified use or project. The Cemetery fund is dedicated to the perpetual maintenance of the SVM cemetery. The Partners in Faith/Building Our Future campaign fund has been established for donations to the Diocese capital campaign as well as the SVM church renovation project. The Step into the Future of SVMS campaign fund has been established for donations to the SVMS addition project.