

Good evening/ morning

I am here today to provide a review of Holy Name's interim financials for the eight months ended August 31<sup>st</sup> 2019. Many of you will have heard this message before but it is important to remind ourselves of the importance of supporting our faith community

## 2 parts to funding church affairs

- Operating fund supports day-to-day functions
  - Pastoral work and office administration
  - Building maintenance
  - Ministry programming
  - Diocesan support
- Building fund
  - Supports \$23,327 monthly payment on \$2.60 million mortgage
  - Major renovations completed in 2012
  - Mortgage has been reduced by \$1.2 million over 5 years

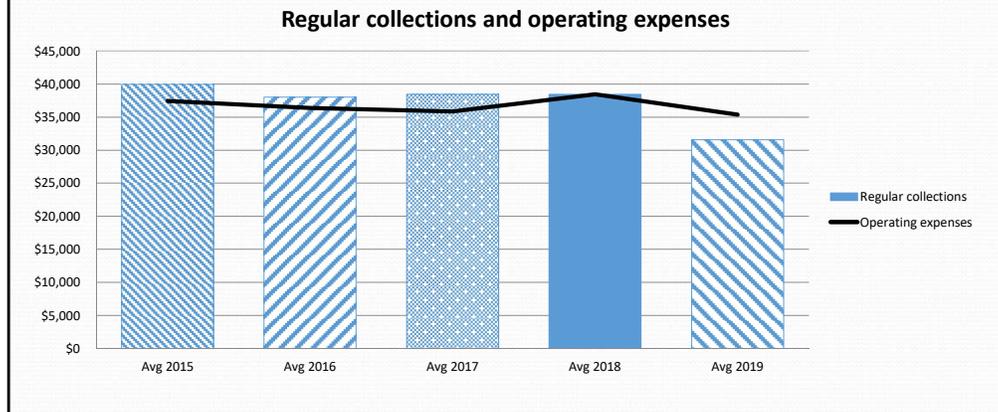
There are two parts to funding our church affairs

First, we have regular collections which support the day to day operations of the Parish. This includes Pastoral work, office administration, building maintenance, and ministries. Financial support to the diocese is also calculated out of this collection. Any surplus is either put into savings or used to supplement the building fund.

The building fund was created to pay for major renovations completed in 2012. This fund has to support a monthly payment of \$23,327 to pay down a balance of \$2.60 million on a mortgage that helped finance the renovations. In past years we have received major gifts from individuals which has helped pay down the principal on this loan. \$1.2 million of principal has been paid down since the renovations.

## Monthly operating expenses consistent over past 5 years

- Monthly collections are down approx \$7,000 from prior years
  - This is not sustainable
- 2019 expenses to date continue to be controlled

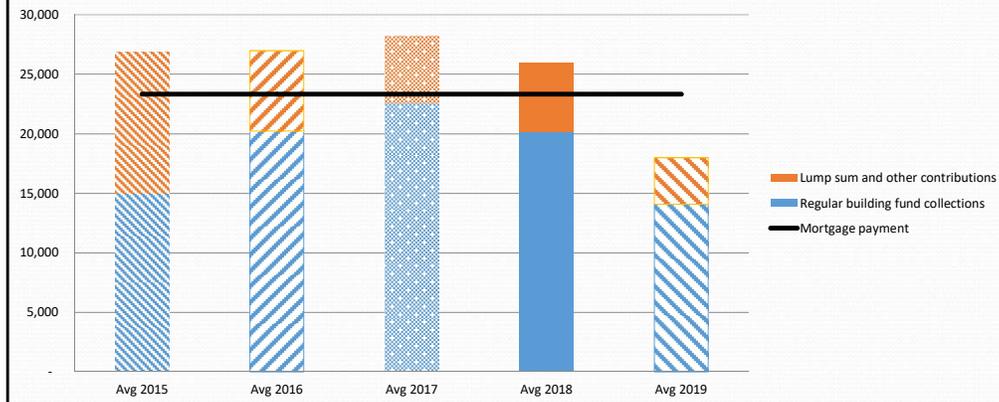


For 2019 to date, our average monthly operating costs (indicated by the black line in the chart) have remained relatively consistent through the first eight months of the year compared to prior years. Our regular collections (the blue bars) tend to be very seasonal and weighted towards the end of the year. We are currently running a \$30,000 deficit after eight months; collections need to increase through to the end of the year to cover this.

Our gratitude is due to Fr Mario and the staff for their prudent management and spending. The remainder of my presentation will focus on the building fund.

## We continue to rely on large donations at year end

- Building fund collections are averaging \$18,000/ month or \$216,000 annually
- Mortgage payments are \$23,327 per month or \$280,000 annually on a \$2.6 million loan
- This will result in a building fund deficit of \$64,000 by year end

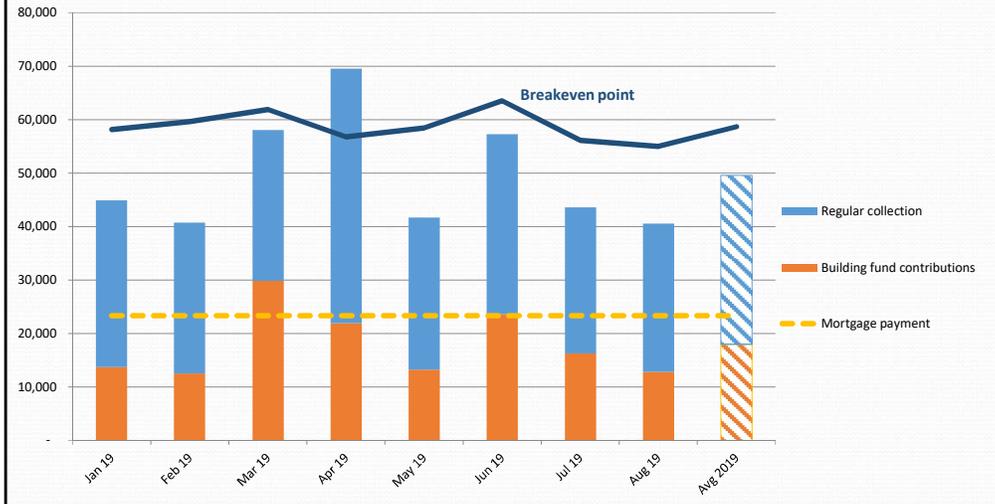


This chart highlights our building fund collections and mortgage payment. The black line is our mortgage payment. Our goal is to have regular building fund contributions (monthly envelopes and pre-authorized payments are represented by the blue bars in the chart) meet or exceed our monthly payment. As you can see our year to date contributions are running significantly lower and could result in a cumulative deficit of over \$64,000 by the end of the year. Our regular monthly building fund collections have averaged less than \$18,000 per month which is \$5,000 lower than our mortgage payment of \$23,327

Again contributions are very seasonal so hopefully parishioners will find the generosity to contribute before year end.

# Overall “Breakeven”

- Monthly cash costs average approx. \$60,000 per month
- We are currently averaging \$50,000 per month in total collections



To put all of this in perspective, Here is a picture of our collections by month for the year to date. The orange bars are our Building Fund collections and the Blue bars are our Regular collections. Our “breakeven point” continues to be around \$60,000 per month yet our collections have only average \$50,000 per month. In fact, we have only met our breakeven point once this year. This cannot continue.

## Convenient ways to make donations

- Automated payments
  - Pre-Authorized Debits (PAD) from your bank account is most cost effective method for the parish
  - Pre-authorized payments through your credit card allow you to earn points from your credit card
  - Continue supporting your faith community when you are away
- Charitable gifts of marketable securities
- Specified United Way contributions
- Planned Giving can also be coordinated through the Diocese
- Please discuss tax savings of making donations with your financial advisor
  
- Contact the office for more information or to enroll

Please consider pre-authorized automated payments - it is not only convenient for you but also provides a level of predictability for the finance council to manage the church's finances.

Pre-authorized debit or credit card payment forms are available in the brochure rack in the gathering space

There are other different ways to make financial contributions as well. Please contact the office for more details

## One Last Challenge “Advent \$40 for 4”

As Parishioners, let's challenge each other!

For the 4 weeks of Advent please consider contributing an additional \$40 per week over your normal weekly donation

If 500 families in our Parish accept this challenge we will raise \$80,000

One last thought

We propose a challenge this week to all Parishioners: “Advent 40 for 4”

There are over 500 donors in our Parish. If every donor contributes an additional \$40 per week for the 4 weeks of Advent, we will raise an additional \$80,000.

On behalf of Fr Mario and the finance council,  
Thank you for your attention and continued support of our faith community