

**Church account balances as of June 30, 2009**

**Account balances as of June 30, 2008**

Platinum Bank Operating Account <sup>General Note A</sup>	\$1,039.37	(\$71,998.17)	3
Platinum Bank Old Payroll Account <sup>1</sup>	\$384.63	\$100.03	
Platinum Bank New Payroll Account <sup>1</sup>	\$85.30	\$0.00	
Administrative Petty Cash	\$1,300.00	\$1,500.00	
All Nativity Church General Savings Accounts held by Diocesan Savings and Loan	\$7,338.24	\$12,045.33	
La Victoria Mission Restricted Savings Account held by Diocesan Savings and Loan	\$48,697.75	\$47,424.45	
Of One Heart Capital Campaign Savings Account held by Diocesan Savings and Loan	\$610,050.72	\$215,863.51	
Account Payable - Catholic Education Restricted Savings (CSREA) <sup>2</sup>	\$200,000.00	\$0.00	
Account Payable to School <sup>4</sup>	\$163,630.44	\$186,771.03	
Diocesan Church Renovation Loan (Principal Balance)	\$796,322.16 <sup>6</sup>	\$1,049,698.25	6
Operating Expense Payable <sup>3</sup>	\$29,298.94	n/a	
Capital Camp. (Of One Heart) Account Payable to School <sup>5</sup>	\$0.00	\$24,819.96	

**NONOPERATING ACCOUNTS**

Non-Operating Nativity Mass Stipend Account (Cash) <sup>General Note C</sup>	\$9,506.20	\$10,606.20
Funds Held in Trust (Liability) <sup>General Note C</sup>	\$9,506.20	\$10,606.20

**TOTAL REVENUES 2008-09**

<b>\$2,571,912.18</b>	<b>Offertory Collections (as compared to \$2,759,879.50 last fiscal year) = net change of (187,967.32)</b>
<b>\$34,609.19</b>	<b>Diocesan Collections (Nuns retirement fund, World Mission Sunday, Peter's Pence)</b>
<b>\$125,280.55</b>	<b>Parish Tithing to LaVictoria Mission Dominican Republic</b>
<b>\$204,987.80</b>	<b>Annual Pastoral Appeal (APA) paid pledges (out of \$513,995 goal) = \$309,007.20 paid through weekly offertory. Supports the mission and charities of our Diocese and Church Universal</b>
<b>\$9,028.39</b>	<b>Old Capital Campaign Payments/Misc.Donations</b>
<b>\$62,292.35</b>	<b>Outreach and Food Bank General Fundraising</b>
<b>\$720.00</b>	<b>Pamphlet Racks</b>
<b>\$51,822.06</b>	<b>Religious Education Revenue</b>
<b>\$11,391.98</b>	<b>Interest Income</b>
<b>\$425.00</b>	<b>Restricted Funds for World Youth Day 2011 - Youth Ministry</b>
<b>\$2,000.00</b>	<b>Sale of Assets (Parish SUV sold)</b>
<b>\$694,922.91</b>	<b>Of One Heart paid pledges (Youth Center, Renovation, Nutrition Center)</b>
<b>\$12,500.00</b>	<b>Bulletin Advertising Revenue</b>
<b>\$1,450.00</b>	<b>Misc. Sacramental Revenue</b>

**\$3,783,342.41**

*TOTAL REVENUES FOR 2008-2009 FISCAL YEAR (\$3,088, 419.50 without Of One Heart factored in.)*

**Total Expenses by Department (Includes Salaries, Benefits, and Payroll Taxes)**

\$451,103.83	Church Office
\$108,456.15	Food Pantry
\$128,830.92	Stewardship
\$307,743.30	Maintenance
\$293,452.43	Faith Formation
\$155,000.00	Nativity School (Parish Subsidy to School)
\$81,503.02	Youth Ministry
\$172,245.74	Music Ministry
\$341,490.97	Priests/Religious, Sacristan, Rectory Cook, & Pastoral Care Office
<b>\$8,986.12</b>	<b>Hispanic Outreach</b>
<b>\$2,048,812.48</b>	<b>TOTAL EXPENSE NATIVITY DEPARTMENTS</b>
	<b>+</b>
\$134,297.00	LaVictoria Mission Dominican Republic
\$109,711.37	Utilities & Telephone
\$92,086.02	Insurance (Prop/Liab/Work Comp.)
\$4,035.46	Capital Expenses Equipment for Parish
\$309,007.20	Annual Pastoral Appeal Expense this amount is the difference between total APA Expense and APA paid pledges for 2008
\$204,987.80	Annual Pastoral Appeal Paid Pledges Expensed & Actualized
\$38,976.28	Capital Expenses for Youth Center
\$49,654.88	Debt Curtailment & Interest Expense (Operational - not including \$245,000 transferred from Capital Campaign account to reduce loan principal)
<b>\$57,394.79</b>	<b>Charity/St. Vincent de Paul</b>

**\$3,048,963.28**

*TOTAL EXPENSES FOR 2008-2009 FISCAL YEAR*

**Notes on Cash Account balances on previous page:**

**General Note A:** Platinum Bank Accounts reconciled daily. Diocesan Savings Accounts Reconciled Monthly as we receive statements.

**General Note B:** Diocesan Savings Account Interest Rate 1.5% per annum, Loans assessed 4.0% per annum.

**General Note C:** Mass Stipend Account contains donations made by individuals to have Masses said for special intentions. These funds are then held in trust until the Masses occur and by Canon law the stipends are then paid directly to the priest and must be held separate from our operating account.

1 - In January 2009, School applied for and received its own FEIN. Old joint payroll account was closed and two new accounts were opened for tax reporting and accounting purposes.

2 - In the Spring of 2009, \$200,000 was transferred out of CSREA account to our Parish savings account on hold until market stabilized and showed signs of a consistent positive rate of return. CSREA is a Diocesan managed fund and the only way parishes are allowed to invest in the market.

3 - In 2007-2008 Nativity reported on a cash accounting rather than accrual accounting basis. Summer is always our low cash flow time of the year and in the 07-08 fiscal year expenses were incurred at the end of June 2008 and checks were written to pay them in July 2008. In 2008-2009 some accrual accounting measures were instituted and our end of year expenses were held in an Operating Expenses Payable Account, with checks written in July 2009

4 - Account Payable to School was established to repay the school when it assisted the church in completing Church Renovation payments instead of borrowing and increasing our Diocesan Loan.

5 - Capital Campaign Account Payable \$ in 2007-08 was money given to Church and temporarily held and transferred to School in 2008-09 for deposit in the Of One Heart Campaign Savings Account

6 - Original note payable on Church Renovation amount was \$1,116,151.80

**SPECIAL NOTE FROM THE FINANCE OFFICE:**

*“Therefore I tell you, all that you ask for in prayer, believe that you will receive it and it shall be yours.” Mark 11:24*

Dear Nativity Parishioners,

Growing up my parents and grandparents always said, “Believe and you shall receive.” Of course they were referring to this Bible verse above. In tough times it’s something we can easily and often forget. This year I would have to say I am so thankful I believed in the goodness of the Lord and I received abundantly as I celebrated the sacrament of matrimony with my beautiful wife Stephanie in February, and now we are expecting our first child in November! God is good. I am personally thankful to begin my sixth year here as your finance director. As a Nativity staff we had to believe and pray this year as well.

Thank you for your continued good stewardship during these difficult economic times. As you may recall from last September/October, Nativity, in response to the changing economic situation, underwent a “tightening of the belt.” We believed we could work together to trim expenses in order to help minimize the impact of our decreased weekly offertory. We’re a \$0 balanced budget, both Church and School; we spend only what we have to in order to serve the needs of our parish community. Our weekly offertory may have decreased by close to \$188,000, but our overall stewardship remained solid and strong if you consider the total paid pledges received from our Of One Heart Capital Campaign and the Annual Pastoral Appeal (APA). *Please continue to remember Nativity in your weekly offertory tithes. Our parish runs solely on your generosity and offertory of thanksgiving.* Yes, we saved and we trimmed. In fact our overall 2008/09 fiscal budget contained an expense allotment of \$3,262,995. (\$3,075,000 from operations as reported on our website last year + \$187,995 in expected paid APA pledges that we are required to show on our operating statement in our cash accounting system.) As you saw on the previous report, all expenses factored in, we ended the year \$214,031.72 less than expected. Boy did we believe and receive!

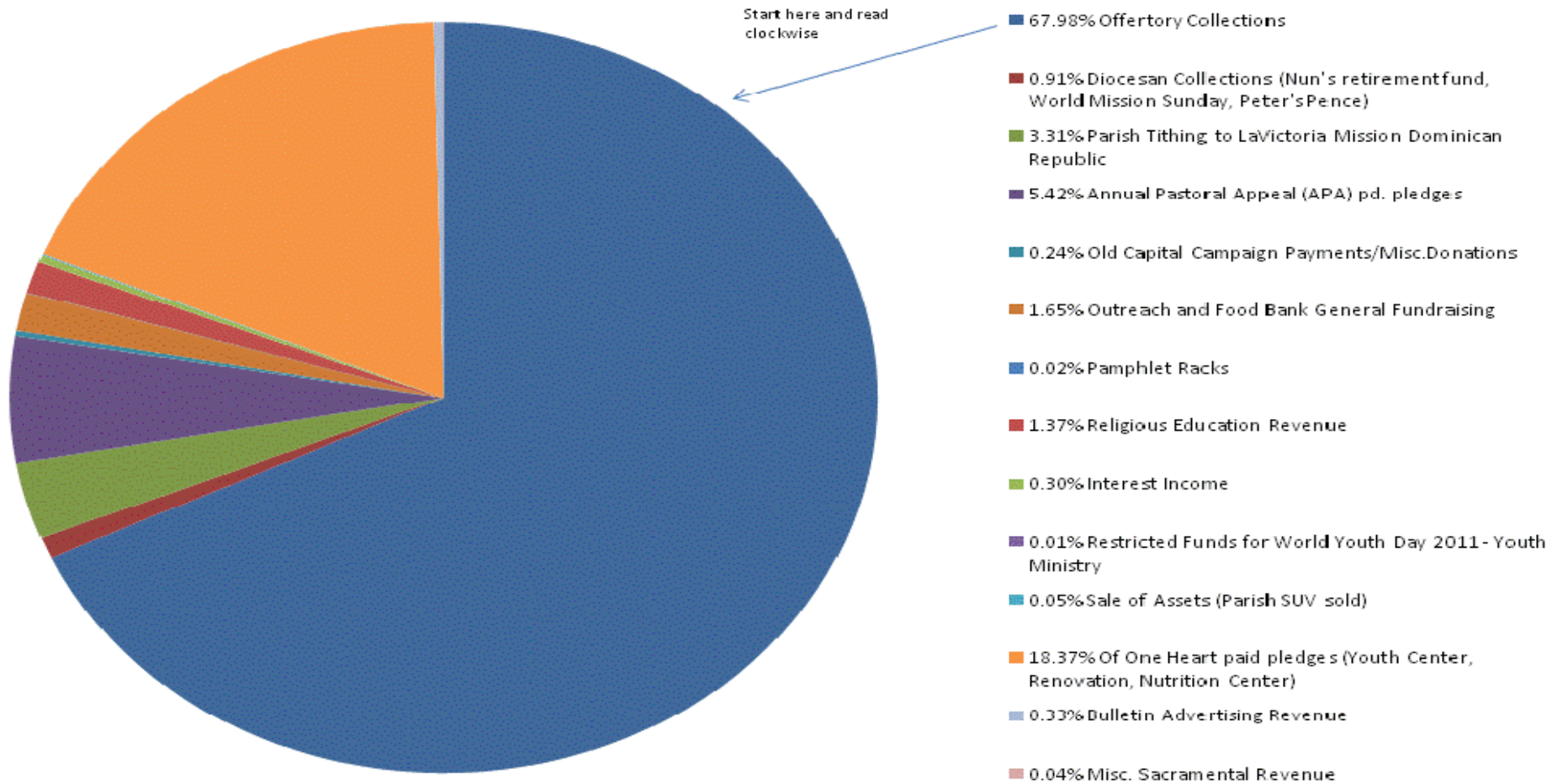
We believe in stewardship. Never stronger than in challenging times is the belief in our people and programs. Not a single program ceased, not a single service did we fail to offer, and new ministries were even added. Wasn’t it Plato who coined the phrase, “Necessity, the mother of invention?” Volunteer spirit continued to grow, and we also ventured into new and creative methods of boosting revenue and trimming costs with ideas like our summer camps, the Church cleaning crew, our Parish Clean Up day, and the Chapel and the School (minus 3 rooms) joining the Church Office with all energy efficient light fixtures. Anyone with solar panel/photovoltaic cells experience or knowledge please contact me! We renegotiated contracts with some current vendors, created cost saving relationships with new vendors, and always order goods and supplies only out of necessity and never from want. The Finance Office completed a property appraisal/building contents valuation to try to keep insurance costs from rising. We have as an entire staff scrutinized our monthly expense reports to find the most efficient ways to keep our offices running. We have encouraged participation in ParishPay our online offertory, matching funds (please check to see if your employer participates), and many other forms of stewardship, not just monetarily. How blessed we are that stronger community shines in tough economic times. I cannot begin to thank all those parishioners who pitched in this year to offer their time, goods, or services to help us keep our costs down. Through stewardship we received.

We believe we can continue to accomplish great things during these tough economic times. To make our 2009-2010 fiscal budgets our entire staff, both Church and School, will not receive raises nor cost of living increases. It is our commitment and pledge to you that we’re doing all we can to continue to serve you like nothing has changed. We are doing all we can to be good stewards of the money you give to us. While that most definitely was not an easy financial decision for any of us, please know we are committed together and if we could succeed this past year without succumbing to the corporate temptation of mass layoffs, furloughs, or pay reductions *without* cutting programs, I’d say we have received God’s blessings because we are committed to living and promoting the Gospel.

Rob Martin, Esq. Director Finance and Operations

TOTAL REVENUES 2008-2009

percentages rounded to hundredth



TOTAL EXPENSES 2008-2009

percentages rounded to hundredth

