

Open Parish Meeting on Anniversary Capital Campaign

Sunday, September 27, 2020, 7:00 PM

Meeting Agenda

- Welcome & Opening Prayer
- Brief Update on Parish Life: [Fr. Mullin]
- Context for the Proposed Twenty-Fifth Anniversary Capital Campaign: [Fr. Mullin]
 - a) Significant financial challenges in the 2018-2019 Parish Financial Report
 - b) Positive impact of PPP funding for 2019-2020 + 2020-2021
 - c) Bank balance projections: 2019-2023
- Presentation of Feasibility Study Report: [Kathy Caliendo & Lynn Cummings, LCDC]
 - a) Summary and recommendations
 - b) Questions and comments
 - c) Where do we go from here? - Leadership Team meeting: Tuesday, October 13, 7:00 PM
- Concluding Remarks and Closing Prayer: Parish Stewardship Prayer

Significant financial challenges identified in the *2018-2019 Parish Financial Report* (January 13, 2020)

- decreasing collection income as Mass attendance and giving levels decline [*25 week decline March-August = \$51,400; -6.2%*]
- steadily rising operating costs for both the parish and the parish school [*typically 2% to 5% annually*]
- continuing to meet the debt service on the two parish mortgages
- increasing costs for technology development, capital projects and long-term maintenance repairs
- maintaining the parish's ongoing commitment to the parish school, as enrollment varies and operational deficits rise despite annual tuition increases and added school fund raising.

Summary on Parish Mortgages

	Education Center	Church	Combined
• Date of latest refinancing	12/1/2017	8/15/2017	
• Date of next refinancing	12/1/2024	8/15/2024	
• Mortgage amount	\$3,312,000	\$1,300,000	\$4,612,000
• Rate (7 yr fixed, 20 yr amortized)	3% (tax exempt)	4.24% (commercial)	
• Monthly I & P payments	\$18,368.27	\$8,091.04 [+ \$5,765.00 adv.]	\$32,224.31
• Annual total	[\$220,419.24]	[\$166,272.48]	[\$386,691.72]
• Balance as of 6/20/20	\$2,998,047	\$742,200	\$3,740,247
• Balance at refinancing	\$2,389,177	\$147,203	\$2,536,380

Overview of Major Capital Projects & Long Term Maintenance Needs (2020-2021 thru 2022-2023)

Through 6/2023, *anticipated projects* include the replacement of #1 chiller compressor (\$70,000), church carpeting (\$25,000), re-staining of interior church wood (\$30,000), loop road seal coating (\$14,000), pavement striping (\$7,500), asphalt re-paving (\$65,000), pavement under-drains (\$25,600), education center kitchen ceiling & water piping (\$16,000), HVAC controller work & insulation (\$15,000), campus-wide electrical work & LED bulbs & transformers (\$50,000), boiler valve replacement (\$18,000) + technology maintenance, upgrade & expansion (\$100,000) = **a total of \$436,100 during the next three years.**

[*Note:* all the slate and metal roofing on the parish buildings, damaged by multiple hail storms over the past several year, is being repaired and/or replaced this year at a cost of close to \$460,000, funded by insurance funds.]

Bank Balance Projection

	Combined Balance	School	Church
2019-2020			
Bank Balance 7/1/2019	\$ 812,026.78	\$ 280,357.47	\$ 531,669.31
Operational Surplus (Short Fall)	\$ 321,021.71	\$ (120,466.88)	\$ 441,488.59
Net change in Asset & Liabilities from Cash Flow	\$ (13,643.87)	\$ (23,374.54)	\$ 9,730.67
Balance 6/30/2020 Operation Balance	\$ 1,119,404.62	\$ 136,516.05	\$ 982,888.57
Designated Funds Income	\$ 143,982.89	\$ 53,627.50	\$ 90,355.39
Subtotal	\$ 1,263,387.51	\$ 190,143.55	\$ 1,073,243.96
Mortgage Principal	\$ (262,947.86)	\$ -	\$ (262,947.86)
Capital Improvements*	\$ (176,866.50)	\$ (27,665.00)	\$ (149,201.50)
Subtotal: Principal, Tech & Improvements	\$ 823,573.15	\$ 162,478.55	\$ 661,094.60
PPP Loan	\$ 441,136.00	\$ 296,931.00	\$ 144,205.00
Bank Balance 6/30/2020	\$ 1,264,709.15	\$ 459,409.55	\$ 805,299.60

*including Asphalt paving \$15,100; Underdrains\$14,600; HVAC \$4,400; Electrical Work \$7,000; Multimedia System \$40,700; Sound System \$14,200; CC Feasibility Study \$14,900; Tuition Assistance \$25,600; Charity Fund \$16,000.

Bank Balance Projection

	Combined Balance	School	Church
Projected 2020-2021			
Beg. Bank Balance (6/30/2020)	\$1,264,709.15	\$ 459,409.55	\$ 805,299.60
Projected Operational Surplus (Short Fall)	\$ 52,510.00	\$ (123,145.00)	\$ 175,655.00
Net Acct Rec. & Acct Payable	\$ (277,458.22)	\$ (171,164.88)	\$ (106,293.34)
Principal Payment Mortgage	\$ (272,820.00)	\$ -	\$ (272,820.00)
Anticipated Education Fund Disbursement	\$ (20,000.00)	\$ (20,000.00)	\$ -
Capital Improvements - proposed	\$ (171,325.00)	\$ (24,125.00)	\$ (147,200.00)
Total Operating & Designated (6/30/2021)	\$ 575,615.93	\$ 120,974.67	\$ 454,641.26
Notes:			
1. Parish Finance Council recommends a operating balance of 2 mos. expenses for reserve, \$525,000.			
2. Mortgage agreement to maintain a total cash balance of \$500,000. We are projected to be in noncompliance by fiscal year 2021-22.			

Bank Balance Projection

	Combined Balance	School	Church
Projected 2021-2022			
Operating Cash as of 7/1/2021	\$ 575,615.93	\$ 120,974.67	\$ 454,641.26
Projected Operational Surplus (Short Fall)	\$ 92,841.00	\$ (54,879.00)	\$ 147,720.00
Principal Payment Mortgage	\$ (278,870.00)	\$ -	\$ (278,870.00)
Capital Improvements - proposed	\$ (228,725.00)	\$ (51,425.00)	\$ (177,300.00)
Total Operating & Designated (6/30/2022)	\$ 160,861.93	\$ 14,670.67	\$ 146,191.26

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Bank Balance Projection

Combined Balance

School

Church

Projected 2022-2023

Operating Cash as of 7/1/2022	\$ 160,861.93	\$ 14,670.67	\$ 146,191.26
Projected Operational Surplus (Short Fall)	\$ <i>109,822.00</i>	\$ <i>(34,520.00)</i>	\$ <i>144,342.00</i>
Principal Payment Mortgage	\$ <i>(289,352.00)</i>	\$ -	\$ <i>(289,352.00)</i>
Capital Improvements - proposed	\$ <i>(215,475.00)</i>	\$ <i>(51,425.00)</i>	\$ <i>(164,050.00)</i>
Total Operating & Designated (6/30/2023)	\$ (234,143.07)	\$ (71,274.33)	\$ (162,868.74)

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