

2023-2024 Financial Report

The members of Immaculate Heart of Mary Catholic Church Finance Commission are pleased to present the following report to our fellow parishioners. This report covers the fiscal year ended June 30, 2024.

This report focuses on the finances of our parish and school, but before we discuss numbers, we must acknowledge the significant non-monetary impact that thousands of hours of volunteer time and diverse talents has on our outreach, faith formation, youth and other ministries. These efforts greatly amplify the impact of our expenditures in our parish, our school, and our whole community. As a result, we continue to have a vibrant parish, top-rated school, and meaningful outreach programs that further the mission of Christ and his Church.

In addition to the tireless efforts of our excellent staff, Immaculate Heart of Mary experienced the generous support of many, many parishioners. Our finances continue to be solid and our programs impactful. Some of the financial highlights include:

Revenues were \$5.1 million, about 5% better than budget. Our largest sources of revenue were offertory collections, generous stewardship and school tuition. Parishioner contributions were 1% above budget while school tuition was right at budget. Fundraisers are shown net of direct expenses and generated approximately \$123,000 for our programs including outreach ministries, school ministries, parish facilities, and endowments. Related Organizations are the PTO and CYO Athletics. These two programs operate and support important school and youth programs. Other revenue includes various program revenue not reported in the above lines.

Revenues collected were used to fund parish and school operations and conduct important faith formation and outreach programs. Total operating expenses were \$5.2 million. Total expenses were 4% above budget. Although listed on separate lines, expenses for our staff and facilities directly support our mission and programs.

The parish and school and related organizations combined for a \$111,811 net loss for the year ended June 30, 2024. This is \$64,000 favorable to the 2023-24 budget (we budgeted a \$175,000 net loss to account for a change in teacher contract terms and planned HVAC work). The favorable variance was due to a security grant and fund raisers.

As of June 30, 2024, our financial position was solid. We have approximately \$1.6 million in cash including funds deposited with the Archdiocese. While substantial, we must mention that much of this cash is assigned to pay current liabilities and cover commitments for designated programs (as the funds came from designated contributions). The remainder of our cash is limited and is being held to fund future facility needs including significant structure needs to our buildings and HVAC replacements scheduled over the next few years. Ideally, we will continue to increase our reserves and endowments while growing our programs and investing in our facilities.

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Looking forward, in the 2024-25 fiscal year we are blessed with the opportunity to increase compensation for our wonderful educators to more closely align with their public school peers. Other enhancements to the school budget include additional staffing, technology improvements, and additional school safety enhancements. Tuition only covers a part of the increased budget, as the church subsidizes the school, the largest ministry of the parish. Your continued financial support, mainly through Sunday and Holy Day Offertory giving, is crucial to allow us to support this and other ministries and activities within the parish. As our basic expenses increase slightly each year, we would ask you to prayerfully consider increasing your offering, if possible. We are committed to continue to be good stewards of your gifts.

Statement of Activities for the Year Ended June 30, 2024

Revenue:

Offertory Collections and Stewardship	\$ 1,995,445
School Tuition & Fees	2,338,133
Fundraisers, Net of Expenses	122,949
Related Organizations (Athletics, PTO)	194,995
Program and Other Revenue	<u>408,974</u>
	\$ 5,060,496

Expenses:

Salaries & Benefits – Parish	\$ 445,929
Salaries & Benefits – School	2,496,911
Facilities	744,586
Parish Life (Faith, Outreach, Archdiocese programs)	629,985
School & Youth Program Expenses	786,101
Other Expenses	<u>68,795</u>
	\$ 5,172,307

Net Operating Loss \$ (111,811)

Statement of Financial Position as of June 30, 2024

Cash and Investments	\$ 1,586,205
Other Assets	<u>117,247</u>
	\$ 1,703,452
Liabilities	\$ 342,324
Deferred Revenue & Designated Income	609,421
Net Assets	<u>837,014</u>
	\$ 1,788,759