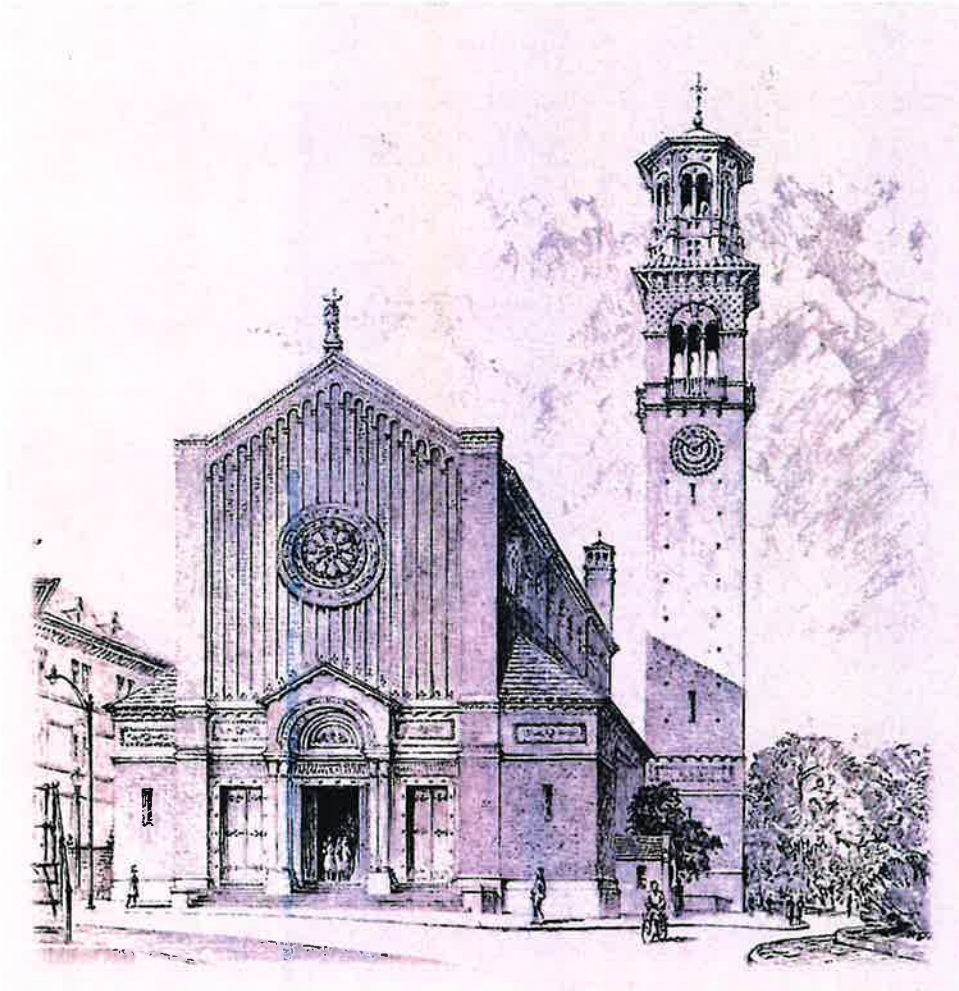


SAINT PAUL PARISH

Harvard Square - Cambridge



2021 ANNUAL FINANCIAL REPORT

Dear St. Paul Parishioners:

Onward and upward! This 2021 annual report on the financial condition of the St. Paul Community (“SPC”) presents a summary of operating, investment and fundraising results for the three entities that make up the SPC: St. Paul Parish (“SPP”), Harvard Catholic Center (“HCC”) and the St. Paul’s Choir School (“SPCS”). It covers the most recent full fiscal year period from July 1, 2020 through June 30, 2021. Overall, we have managed well enough, considering all that the Covid situation (and a serious April flood that ruined 19 areas in our Parish Center and Harvard Catholic Center) entailed. We are grateful to all who have started using electronic giving on a regular basis; this is more efficient and helpful for all of us. We were also very much assisted by the PPP government loan and some of our capital expenses were covered by the generous donations through the *Inspiring Hope* Campaign.

During this period the SPC has continued to undertake deferred restoration, repair and maintenance projects that encompassed capital expenses. We were able to install air conditioning in the school and parish center due to a generous donor who funded that project.

We are very pleased to announce that all three entities have delivered positive results this year. Considering revenues that combine revenue operations and charitable giving, the Pastor and Finance Committee report that FY2021 SPC operating revenues grew by 14% over those from the previous FY2020 fiscal period. Bequests and gifts increased in FY2021 due to generous parishioner giving that helped during the pandemic and the school being able to have streaming concerts and a Day of Giving. The weekly Offertory was down overall by 10%, but due to online giving we were able to sustain weekly intake fairly well, considering the pandemic. Capital expenditures continue to be funded by gifts as well as the Inspiring Hope Capital Campaign. Without these campaigns we could not sustain operations at the levels we need for our parish community.

In summary, SPC’s financial operating surplus for FY21 was \$70K. The Finance Committee is pleased that we have reached break even or better for FY21. We hope that FY22 will be stronger from increased attendance at Mass, support from the Student Center and increased enrollment in the school. We continue to complete ongoing deferred maintenance in our facilities in order to protect the Church and modernize SPC buildings. In this regard, all of us, including the Pastor, priests, Finance Committee members, past and current parishioners, choir school parents and the Harvard Catholic community must promote and strengthen fundraising participation.

We emphasize to you that present revenue sources are not enough to achieve positive results and execute long-term strategies. SPC’s long history of annual deficits must be turned around.

The SPC is a vital Catholic presence in your lives and those of the Harvard University community. Nonetheless, our financial condition requires your urgent attention as current expenses and capital costs often exceed revenues. The SPC faces greater financial challenges than ever before. Such challenges call for your commitment, participation and active giving.

Thanks in advance to each of you for your active financial support to the SPC in fiscal year 2021.

Sincerely yours,

The St. Paul’s Parish Finance Committee:

Reverend William Kelly – Pastor

Jim Perrine, Chairman, David Dankens, Ted Monahan, Kevin Mohan, Davide Marini,

Fred Grein, Catherine Grein, Matthew Gendron

Ex Officio Members: Tom Hogan, Doug Zack, Rev. George Salzmann

	<u>St Paul Parish</u>	<u>HCSC</u>	<u>SPCS</u>	<u>Combined Totals FY 2021</u>	<u>Combined Totals FY 2020</u>
Revenue					
Offertory	\$ 465,935	\$ -	\$ -	\$ 465,935	\$ 511,452
Donations, Gifts & Bequests	221,192	483,206	584,036	1,288,434	1,059,071
Student Fees	-	-	402,523	402,523	213,950
Parent Fundraising	-	-	-	-	-
Religious Ed	3,325	-	-	3,325	5,220
Concerts & Recordings	-	-	51,295	51,295	23,465
Investment Income	32,404	38,592	8,725	79,721	48,187
Other (1)	79,134	-	65,944	145,078	269,416
Total Operating Revenue	801,990	521,798	1,112,523	2,436,311	2,130,761
Expense					
Clergy & Religious Stipend and Benefits	63,321	105,034	-	168,355	163,627
Salaries	323,238	200,261	802,826	1,326,325	1,196,526
Benefits	40,415	22,921	61,320	124,656	121,608
Academic Program	-	-	28,471	28,471	31,619
Music Program	-	-	-	-	5,622
Development	50,000	65,861	70,823	186,684	70,622
General & Administration	62,233	9,998	69,607	141,838	324,115
Facilities Expense	189,298	65,926	65,413	320,637	301,846
Meetings & Conference	11,771	4,049	1,020	16,840	102,116
Pastoral & Liturgical	13,974	352	-	14,326	30,419
Archdiocesan Assessments (3)	26,274	-	-	26,274	23,458
Other	2,732	6,725	1,484	10,941	35,135
Total Operating Expense	783,256	481,127	1,100,964	2,365,347	2,406,712
Sub-total	18,734	40,671	11,559	70,964	(275,951)
Parish Annual Support of the Choir School (see Transfers)	-	-	-	-	-
Results from Operations	\$ 18,734	\$ 40,671	\$ 11,559	\$ 70,964	\$ (275,951)
Non-Operating Items					
Non-operating income includes:					
Bequests & Endowment Gifts	\$ -	\$ 500,000	\$ -	500,000	-
Restricted Grants & Gifts	261,716	71,357	15,000	348,073	524,702
Endowment Investment income and appreciation	156,199	122,680	85,342	364,221	(24,624)
Loan Forgiveness (4)	67,260	30,108	77,802	175,170	-
	485,175	724,145	178,144	1,387,464	500,078
Non-operating expenses includes:					
Capital Improvements & Repairs (2)	582,547	43,630	17,463	643,640	279,952
Restricted gifts expended	-	-	-	-	-
Construction Loan Interest	27,014	-	122	27,136	23,624
Transfers Related to Equity (2)	54,766	-	(50,000)	4,766	-
RCAB Prior Period Adjustment	-	-	-	-	-
	664,327	43,630	(32,415)	675,542	303,576
Net increase / (decrease) in net assets from non-operating items	(179,152)	680,515	210,559	711,922	196,502
Total Increase / (Decrease) in Net Assets	\$ (160,418)	\$ 721,186	\$ 222,118	\$ 782,886	\$ (79,449)

(1) Other income for SPP mainly insurance proceeds and SPCS School Tax income

(2) Parish Support now listed as non-operating entry

(3) Archdiocesan Assessments support the Central Services provided to the Parishes.

(4) PPP Loans forgiven three entities

67,260 30,108 77,802 175,170 175,170

St Paul Community: FY 2021 Summary Balance Sheets

	St Paul Parish	HCSC	SPCS	Eliminations	Combined Totals FY 2021	Combined Totals FY 2020	Combined Totals FY 2019
Assets							
Checking Accounts	\$ 20,430	\$ 72,839	\$ 199,070		\$ 292,339	\$ 267,716	\$ 206,063
Savings Accounts	193,083	42,943	53,626		289,652	977,047	526,383
Investments	670,938	1,256,689	548,796		2,476,423	1,269,644	1,605,738
	884,451	1,372,471	801,492		3,058,414	2,514,407	2,338,184
Due from Other Funds	441,041	-	-	(441,041)	-	-	-
Receivables & Prepaids	12,115	8,394	278,568		299,077	241,121	36,067
Total Assets	\$ 1,337,607	\$ 1,380,865	\$ 1,080,060	\$ (441,041)	\$ 3,357,491	\$ 2,755,528	\$ 2,374,251
Liabilities							
Payables & Accruals	\$ 5,172	\$ -	\$ 399,066		\$ 404,238	\$ 539,943	\$ 72,214
Renovation Project Loan	-	-	-		-	-	(935)
Due to Other Funds	-	393,500	47,541	(441,041)	-	-	-
Long Term Liability	560,654				560,654	599,090	
Total Liabilities	565,826	393,500	446,607	(441,041)	964,892	1,138,583	71,279
Equity Value	771,781	987,365	633,453	-	2,392,599	1,616,945	2,302,972
Total Liabilities & Net Assets	\$ 1,337,607	\$ 1,380,865	\$ 1,080,060	\$ (441,041)	\$ 3,357,491	\$ 3,996,510	\$ 2,374,251