

Saint Paul Parish

Harvard Square – Cambridge



2023 Annual Financial Report

Dear St. Paul Parishioners:

We are pleased to present the Saint Paul Community's Annual Financial Report for the fiscal year that ended on June 30, 2023. The report covers in detail the financial condition of the St. Paul Community and presents a summary of operating and fundraising results for each of the three entities that make up our Community, namely, St. Paul Parish, the Harvard Catholic Center and St. Paul's Choir School, and includes comparative results from the prior three years.

Our challenge as a Finance Committee is to provide the leadership that, as constituencies within our Community grow and see greater programmatic needs and opportunities, assures our financial resources will grow accordingly.

At the Parish, we are increasingly grateful to all who have started using electronic giving on a regular basis. This is more efficient and helpful for all of us, as it provides a steady, uninterrupted flow of funds. This support and your generosity in the 2022-2023 Grand Annual Collection that raised over \$100,000, helped the Parish to realize a net operating income of over \$300,000.

The Harvard Catholic Center showed improvement in its financial performance and posted an operating surplus of \$166,500, up more than \$100,000 from the prior fiscal year. Even with increased development and fundraising expenses, the Center was able to exceed expectations, when the bottom line was totaled. The Center is the Catholic chaplaincy for Harvard University and other academic institutions in the area and provides evangelical services to undergraduates, the graduate communities, and young professionals. An increasing part of the Harvard Catholic Center is the Harvard Catholic Forum. The Forum offers lectures, discussion groups, non-credit courses, musical performances, and other programs in which the Catholic tradition engages science, scholarship, the professions, and the arts.

Saint Paul's Choir School had a welcome increase in enrollment and a necessary increase in tuition in FY2023 and realized an operating surplus of over \$150,000, before factoring in the cost of its extensive 2023 travel program. Increased efforts in donor donations and outreach for grants and assistance from various foundations has also been an encouraging development.

As noted above, the Community achieved FY23 net operating income of almost \$620,000. By contrast, in FY20, the Community recorded a combined net loss of almost \$276,000. We are making progress.

On a more somber note, over the last several years our investment portfolio, managed through the Archdiocese, registered declines in income and dividends and sharp declines in value. As markets have recovered, so have our portfolios. We are closely monitoring our investments and carefully thinking through how we might redeploy our current investments and manage and invest our future donations to mitigate risk.

Turning to the non-operating/capital investment front, it will come as no surprise that our 100-year-old Church and our 35-year-old building need constant attention. We continue to strive to complete ongoing deferred maintenance, in order to protect the Church and modernize our other facilities. During the 2023 fiscal year, we spent almost \$150,000 on repair and maintenance projects. We were very much assisted with some of these capital expenses by your generous donations through the Inspiring Hope Campaign and various more recent gifts and bequests.

Our Community is a vibrant community that offers participants a multitude of opportunities to deepen their faith. In FY23, the Community also generated net income after all operating and non-operating items of over \$530,000, up from a net loss in FY22. But the key factors in the gradual improvement of our finances also highlights the unpredictability of major donations and bequests. In this regard, all of us, including Fr. Kelly, Fr. Salzmann, Fr. Fiorillo, Deacon O'Donnell, Finance Committee members, past and current parishioners, choir school parents and the Harvard Catholic community, must promote and strengthen fundraising participation, beginning with our upcoming 2023-2024 Grand Annual Collection. Our community's long history of annual operating deficits has ended and must remain ended. Our present revenue sources are simply not enough to meet our longer-term aspirations and our continuing capital needs.

The Saint Paul Community is a vital Catholic presence in your lives and those of the Harvard University community and the challenges of our financial needs require your prayerful consideration. Such challenges call for our collective commitment, participation, and active giving.

Thank you in advance for your active financial support to the Saint Paul Community in the fiscal year 2024.

Sincerely yours,

The St. Paul's Parish Finance Committee:

Reverend William Kelly – Pastor and Chairman

Douglas Lee – Manager of Finance and Operations

Frederick H. Grein, Jr., Vice Chairman

David Dankens, Cathy Grein, Ted Monahan, Michelle Vaccaro

Ex Officio Members: Douglas Zack, Rev. George Salzmann

	St Paul Parish	HCC	SPCS	Combined Totals FY 2023	St Paul Parish	HCC	SPCS	Combined Totals FY 2022	SPCS	Combined Totals FY 2022	Combined Totals FY 2021	Combined Totals FY 2020
Revenue												
Offering	\$ 711,008	\$ -	\$ -	\$ 711,008	\$ 608,277	\$ -	\$ -	\$ 608,277	\$ -	\$ 608,277	\$ 465,935	\$ 511,452
Grand Annual	\$ 102,685	\$ -	\$ -	\$ 102,685	\$ 80,171	\$ -	\$ -	\$ 80,171	\$ -	\$ 80,171	\$ -	\$ -
Catholic Appeal Rebate	\$ 28,748	\$ -	\$ -	\$ 28,748	\$ 6,375	\$ -	\$ -	\$ 6,375	\$ -	\$ 6,375	\$ -	\$ -
Donations, Grants, Gifts & Bequests	\$ 210,911	\$ 789,894	\$ 517,010	\$ 1,517,415	\$ 91,316	\$ 646,366	\$ 907,435	\$ 1,645,117	\$ 1,269,134	\$ 2,689,134	\$ 1,059,071	\$ 1,059,071
Student Fees	\$ -	\$ 2,925	\$ 768,642	\$ 771,567	\$ -	\$ 1,921	\$ 431,875	\$ 433,796	\$ -	\$ 433,796	\$ 402,523	\$ 213,950
Religious Ed	\$ 5,970	\$ -	\$ -	\$ 5,970	\$ 5,050	\$ -	\$ -	\$ 5,050	\$ -	\$ 5,050	\$ 3,325	\$ 5,220
Concerts & Recordings	\$ 19,871	\$ 46,019	\$ 6,657	\$ 72,547	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 51,295	\$ 23,465
Investment Income	\$ 40,479	\$ 809	\$ 451,816	\$ 493,104	\$ 39,627	\$ 51,397	\$ 3,401	\$ 94,565	\$ 3,401	\$ 94,565	\$ 79,721	\$ 48,187
Other (1)	\$ 1,118,672	\$ 839,747	\$ 1,766,125	\$ 3,724,544	\$ 872,715	\$ 704,767	\$ 1,074,100	\$ 3,254,672	\$ 1,074,100	\$ 4,328,772	\$ 2,436,311	\$ 2,130,261
Expense												
Clergy & Religious Stipend and Benefits	\$ 66,514	\$ 107,202	\$ -	\$ 173,716	\$ 67,654	\$ 109,770	\$ -	\$ 177,424	\$ -	\$ 177,424	\$ 168,355	\$ 163,627
Salaries	\$ 334,468	\$ 233,337	\$ 1,929,142	\$ 2,596,947	\$ 299,215	\$ 228,258	\$ 1,955,597	\$ 2,483,070	\$ 1,955,597	\$ 2,483,070	\$ 1,326,325	\$ 1,196,526
Benefits	\$ 59,804	\$ 30,685	\$ 177,860	\$ 268,349	\$ 59,056	\$ 35,411	\$ 151,216	\$ 245,683	\$ 151,216	\$ 245,683	\$ 124,656	\$ 121,408
Academic Program	\$ 1,965	\$ -	\$ 64,148	\$ 66,113	\$ 641	\$ -	\$ -	\$ 641	\$ -	\$ 641	\$ 28,471	\$ 31,619
Music Program	\$ 1,250	\$ 100,808	\$ 74,605	\$ 176,663	\$ 6,926	\$ 82,286	\$ 142,076	\$ 231,189	\$ -	\$ 231,189	\$ 186,684	\$ 70,622
Development	\$ 70,803	\$ 65,606	\$ 116,030	\$ 252,439	\$ 26,127	\$ 54,621	\$ 89,423	\$ 211,171	\$ 89,423	\$ 211,171	\$ 141,838	\$ 324,115
General & Administration	\$ 223,993	\$ 81,568	\$ 68,216	\$ 373,767	\$ 220,621	\$ 28,403	\$ 29,215	\$ 368,239	\$ 29,215	\$ 368,239	\$ 320,637	\$ 301,846
Facilities Expense	\$ 12,825	\$ 33,331	\$ 73,344	\$ 119,500	\$ 19,157	\$ 59,006	\$ 13,295	\$ 84,458	\$ 13,295	\$ 84,458	\$ 16,840	\$ 102,116
Meetings & Conference	\$ 15,985	\$ 732	\$ 184	\$ 16,901	\$ 15,520	\$ 330	\$ 2,141	\$ 17,991	\$ 2,141	\$ 17,991	\$ 14,326	\$ 30,419
Pastoral & Liturgical	\$ 26,453	\$ -	\$ -	\$ 26,453	\$ 27,533	\$ -	\$ -	\$ 27,533	\$ -	\$ 27,533	\$ 26,274	\$ 23,458
Archdiocesan Assessments (3)	\$ 2,565	\$ -	\$ 9,439	\$ 12,004	\$ 2,690	\$ 1,959	\$ 6,219	\$ 10,868	\$ 6,219	\$ 10,868	\$ 10,941	\$ 35,135
Other	\$ 816,675	\$ 673,269	\$ 1,612,948	\$ 3,102,892	\$ 795,040	\$ 643,044	\$ 1,553,401	\$ 2,991,485	\$ 1,553,401	\$ 4,544,890	\$ 2,365,347	\$ 2,406,712
Sub-total	\$ 301,997	\$ 166,478	\$ 151,177	\$ 619,652	\$ 77,675	\$ 617,723	\$ 123,789	\$ 263,187	\$ 123,789	\$ 386,976	\$ 70,964	\$ (275,951)
Parish Annual Support of the Choir School (see Transfers Related to Equity below) (2)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Results from Operations	\$ 301,997	\$ 166,478	\$ 151,177	\$ 619,652	\$ 77,675	\$ 617,723	\$ 123,789	\$ 263,187	\$ 123,789	\$ 386,976	\$ 70,964	\$ (275,951)
Non-Operating Items												
Non-operating income includes:												
Development (5)	\$ -	\$ -	\$ (333,105)	\$ (333,105)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Bequests & Endowment, Gifts, Net of Fundraising Expenses	\$ -	\$ -	\$ -	\$ -	\$ 318,517	\$ -	\$ -	\$ 318,517	\$ -	\$ 318,517	\$ 500,000	\$ -
Restricted Grants & Gifts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Endowment Investment Income and Unrealized Appreciation	\$ 21,275	\$ 418,851	\$ 22,956	\$ 463,082	\$ (121,957)	\$ (286,923)	\$ (11,314)	\$ (420,194)	\$ (11,314)	\$ (431,508)	\$ 364,221	\$ (24,624)
Deposits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loan Forgiveness (4)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 175,170	\$ -
Capital Improvements & Repairs	\$ 21,275	\$ 418,851	\$ (310,149)	\$ 129,977	\$ 196,560	\$ (286,923)	\$ (11,314)	\$ (101,677)	\$ (11,314)	\$ 1,387,464	\$ 1,387,464	\$ 500,078
Restricted gifts expended	\$ 148,123	\$ 513	\$ -	\$ 148,636	\$ 130,269	\$ 12,450	\$ 28,221	\$ 170,940	\$ 28,221	\$ 643,660	\$ 643,660	\$ 279,952
Construction Loan Interest	\$ 19,630	\$ -	\$ -	\$ 19,630	\$ 17,428	\$ -	\$ -	\$ 17,428	\$ -	\$ 17,428	\$ 27,136	\$ 23,624
Transfers Related to Equity (2)	\$ 50,000	\$ -	\$ -	\$ 50,000	\$ 50,000	\$ -	\$ -	\$ 50,000	\$ -	\$ 50,000	\$ 4,766	\$ -
RCAB Prior Period Adjustment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net increase / (decrease) in net assets from non-operating items:	\$ 217,753	\$ 513	\$ -	\$ 218,266	\$ 197,697	\$ 12,450	\$ 28,221	\$ 238,368	\$ 28,221	\$ 675,542	\$ 675,542	\$ 303,576
Net increase / (decrease) in net assets from non-operating items:	\$ (196,478)	\$ 418,338	\$ (310,149)	\$ (88,289)	\$ (1,137)	\$ (299,373)	\$ (39,535)	\$ (340,045)	\$ (39,535)	\$ (739,588)	\$ 711,922	\$ 196,502
Total Increase / (Decrease) in Net Assets	\$ 105,519	\$ 584,816	\$ (158,972)	\$ 531,363	\$ 76,538	\$ (237,650)	\$ 84,254	\$ (76,858)	\$ 84,254	\$ 782,886	\$ 782,886	\$ (79,449)
(1)												
(2)												
(3)												
(4)												

Other Income for SSP mainly insurance proceeds and SPCS School Tax Income
 Parish Support now listed as non-operating entry
 Archdiocesan Assessments support the Central Services provided to the Parishes.
 PPP Loans forgiven three entities

St Paul Community: FY 2023 Summary Balance Sheets

	St Paul Parish	HCC	SPCS	Combined Totals		
				FY 2023	FY 2022	FY 2021
Assets						
Checking Accounts	\$ 27,783	\$ 257,627	\$ 67,985	\$ 353,395	\$ 448,749	\$ 292,339
Savings Accounts	\$ 405,601	\$ 12,187	\$ 309,881	\$ 727,669	\$ 886,215	\$ 289,652
Investments	\$ 471,080	\$ 1,341,303	\$ 524,230	\$ 2,336,613	\$ 2,018,712	\$ 2,476,423
Due from Other Funds	\$ 904,464	\$ 1,611,117	\$ 902,096	\$ 3,417,677	\$ 3,353,676	\$ 3,058,414
Receivables & Prepaids	\$ 417,462	\$ (160,666)	\$ (256,796)	\$ 443,533	\$ -	\$ -
	\$ 26,938	\$ 15,729	\$ 400,866	\$ 292,563	\$ 299,077	\$ 241,121
Total Assets	\$ 1,348,864	\$ 1,466,180	\$ 1,046,166	\$ 3,861,210	\$ 3,646,338	\$ 3,357,491
Liabilities						
Payables & Accruals	\$ 21,469	\$ 133,786	\$ 528,173	\$ 683,428	\$ 330,281	\$ 404,238
Renovation Project Loan	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	\$ -	\$ 160,666	\$ 256,796	\$ 417,462	\$ 461,120	\$ -
Long Term Liability	\$ 466,797			\$ 466,797	\$ 512,633	\$ 560,654
Total Liabilities	\$ 488,266	\$ 294,452	\$ 784,969	\$ 1,567,687	\$ 1,304,034	\$ 964,892
Equity Value	\$ 860,598	\$ 1,171,728	\$ 261,197	\$ 2,293,523	\$ 2,342,304	\$ 2,392,599
Total Liabilities & Net Assets	\$ 1,348,864	\$ 1,466,180	\$ 1,046,166	\$ 3,861,210	\$ 3,646,338	\$ 3,357,491