

ST. MATTHEW CATHOLIC CHURCH
Annual Financial Report
Year Ended June 30, 2019

Financial highlights:

- We have completed a successful year, expanding our outreach, while continuing to build necessary reserves for potential future economic challenges and facility improvements to support our parish plan goals of spiritual growth and increased youth, young adult and family engagement.
 - Registered households increased by 2.7%, offertory collections increased by 2.0% (consistent with Diocesan results), and average contribution per household has declined by .7%.
 - Operating expenses increased year over year primarily due to facility improvements to the adoration chapel and increased staffing for our youth ministry programs, both consistent with our pastoral plan.
-

Your generosity allows us to continue our tradition of outreach. Together we:

FEED

- Sent eleven shipping containers of food and supplies with a value over \$300,000 to Haiti, Jamaica and local food pantries during our Monsignor McSweeney World Hunger Drive.
- Fed the needy locally through our food pantry, Our Daily Bread and Mel's Diner ministries, and delivered of over 40,000 sandwiches to local shelters.
- Provided a hot lunch and dinner each month to the homeless at the Men's Shelter of Charlotte.
- Operated a food truck to feed approximately 500 needy of Charlotte each week.

EDUCATE

- Supported over 6,500 youth of our parish through our vibrant faith formation programs and our contributions to the Mecklenburg Area Catholic Schools.
- Aided Charlotte families in need to educate their children through our support of Brookstone School, a Judeo-Christian principle based school in uptown Charlotte.
- Provided nine college scholarships through the stewardship and Journey of Faith scholarships.
- Contributed to the education of children in Haiti and in the Holy Land.
- Supported academically-gifted at-risk students from Charlotte Mecklenburg Title 1 schools through the Gen-One program, a program assisting first generation college students.

HOUSE & CLOTHE

- Sent clothing and furniture to Appalachia through our donated goods ministry.
- Assisted flood victims in Lumberton, NC through our Christian Responders ministry.
- Created housing options and/or support for over 100 local families in need.
- Furnished apartments for seven refugee families.

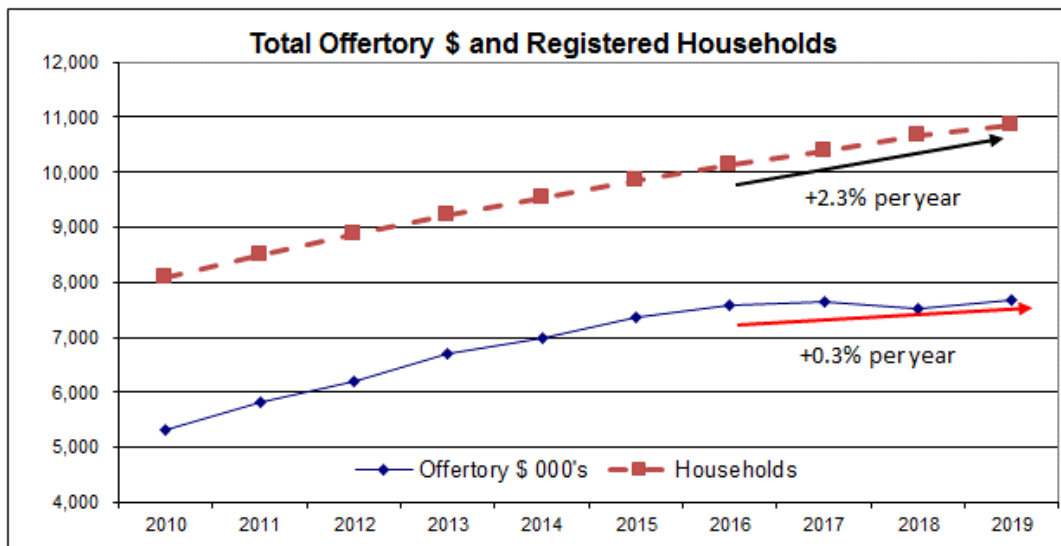
SUPPORT

- Assisted over 2,000 at Thanksgiving, Christmas and Easter by providing food baskets and gifts.
- Helped families in life-crisis by staffing five clinical counselors, and hosting 17 support groups.
- Supported and strengthened over 100 ministries and programs of our parish.

Statement of Revenue and Expenditures

Year Ended June 30

| <u>In \$ Thousands</u> | Actual | | Budget | | Budget |
|---------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 2018 | 2019 | 2019 | Variance | 2020 |
| Offertory | \$ 7,515 | \$ 7,667 | \$ 6,935 | \$ 732 | \$ 7,350 |
| Faith Formation fees | 334 | 392 | 252 | 141 | 328 |
| Education Building Rent | 321 | 309 | 308 | 1 | 308 |
| Donations | 398 | 414 | 166 | 248 | 164 |
| Other | 330 | 374 | 239 | 136 | 270 |
| Total operating revenue | \$ 8,898 | \$ 9,157 | \$ 7,900 | \$ 1,257 | \$ 8,420 |
| Facilities Operating Expense | \$ 1,447 | \$ 1,682 | \$ 1,460 | \$ 222 | \$ 1,509 |
| Ministry & Liturgy | 1,281 | 1,410 | 1,284 | 126 | 1,284 |
| Diocesan Assessments | 1,094 | 1,079 | 1,183 | (104) | 1,168 |
| MACS Subsidy | 922 | 1,020 | 1,000 | 20 | 1,128 |
| Faith Formation | 911 | 1,158 | 1,078 | 80 | 1,143 |
| General Administrative | 1,048 | 1,027 | 1,020 | 7 | 1,070 |
| Charity | 473 | 476 | 476 | 1 | 500 |
| Counseling | 245 | 187 | 252 | (65) | 203 |
| Other | 35 | 46 | 27 | 19 | 46 |
| Total operating expenditures | \$ 7,455 | \$ 8,086 | \$ 7,780 | \$ 306 | \$ 8,051 |
| Operating surplus | \$ 1,442 | \$ 1,071 | \$ 120 | \$ 951 | \$ 369 |
| Renew St. Matthew collections | \$ 200 | \$ 186 | \$ 192 | \$ (6) | \$ 180 |
| Diocesan Capital Campaign (1) | 114 | 83 | 30 | 53 | - |
| Interest Income | 78 | 155 | 30 | 125 | 120 |
| Capital Expenditures (1) | (49) | (59) | (250) | 191 | (500) |
| Net Capital/Financing Activity | \$ 344 | \$ 365 | \$ 2 | \$ 363 | \$ (200) |
| Net surplus (deficit) | \$ 1,786 | \$ 1,436 | \$ 122 | \$ 1,314 | \$ 169 |



Capital campaign and expenditures...

- (1) St. Matthew receives 25% of the payments made by parishioners towards the Diocesan capital campaign less a pro-rata share of campaign expenses. These funds were earmarked towards the construction costs of our Waxhaw campus. 2019 capital expenditures were primarily for renovation of our adoration chapel and new HVAC equipment. 2018 expenditures were primarily for the parish center kitchen renovation.

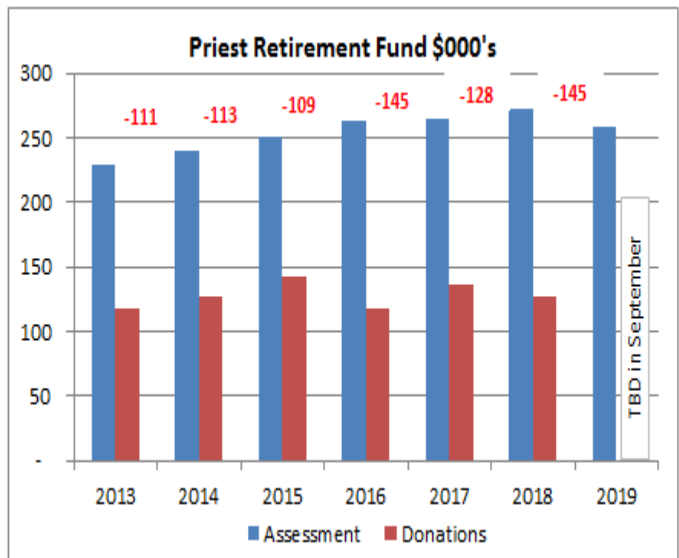
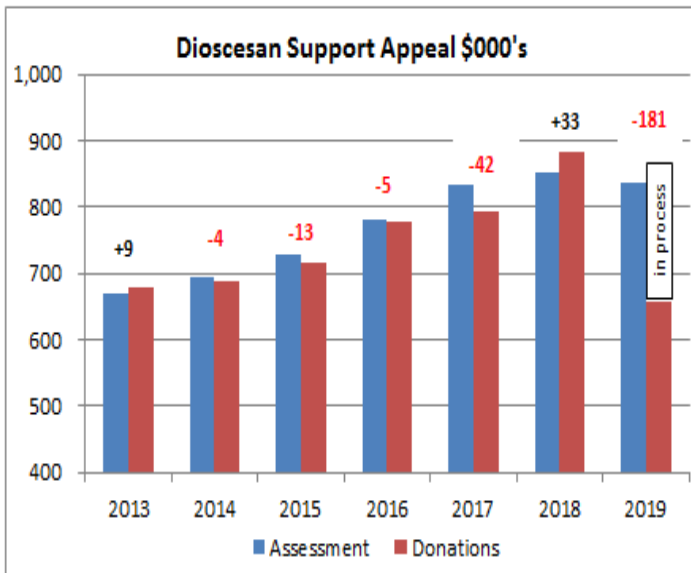
Challenges ahead...

Our exciting future

- We are excited to embark on our new parish plan goals of spiritual growth and increased youth, young adult and family engagement. But, we need your help! Households are growing faster than offertory and as result, our offertory giving per household has declined. We also continue to struggle to meet both our DSA goal and Priests' Retirement funding. Increased offertory giving along with cash reserves will allow us to make investments in our facilities both at the Ballantyne and Waxhaw campuses to support these goals.

Shortfalls from Diocesan Support Appeal (DSA) and Priests' Retirement Assessment

- St. Matthew exceeded its 2018 DSA assessment for the first time in five years. However, we are currently running behind pledges against our 2019 goal.
- If we do not meet the 2019 assessment, we must make up the shortfall from our operating funds. However, if we exceed the assessment, we intend to use the extra funds from 2018 and our excess from 2019 to help fund a Habitat House.
- Additionally, for over ten years, we have not met our Priests' Retirement assessment from the Diocese, and the shortfalls continue to rise each year. Again, this is a mandated assessment, and any shortfall must be made up from our parish operating funds.



What you can do...

- Prayerfully consider increasing your offertory giving so that our parish can successfully increase our spirituality and engage our youth, young adults and families, while still reaching out to those in need, a hallmark of St. Matthew.
- Give to the DSA (online at www.charlottediocese.org/dsa or by making a check payable to "DSA" and placing it in the offertory basket). Your gift benefits many throughout Western Carolina.
- Help us meet our Priests' Retirement goal by giving generously in support of our many faithful retired priests.

Parish Finance Council

Kevin O'Hara, Chair

Bob Desch, Bill Kane, Butch Mayer, Ray Misiunas, Peggy Peterson, Mike Ruff and Joan Slep

Parish Balance Sheet

| <u>\$ In Thousands</u> | June 30 | |
|-------------------------------------|------------------|------------------|
| | 2019 | 2018 |
| Cash | \$ 8,582 | \$ 7,120 |
| Other | 38 | 26 |
| Land | 5,335 | 5,335 |
| Rectory | 307 | 307 |
| Parish Center | 1,806 | 1,806 |
| Church Sanctuary | 4,469 | 4,469 |
| New Life Ctr and Education Bldg | 16,985 | 16,941 |
| MACS Equity Education Bldg | (5,500) | (5,500) |
| Furniture/Equipment/Vehicles | 3,192 | 3,202 |
| Main Campus Assets | 26,593 | 26,560 |
| Land South Campus | 2,795 | 2,800 |
| Building South Campus | 4,139 | 4,139 |
| Furniture/Equipment | 241 | 210 |
| St. Matthew South Assets | 7,175 | 7,149 |
| Total Assets | \$ 42,388 | \$ 40,854 |
| Accounts Payable/ Other Current | \$ 79 | \$ 72 |
| Other | 880 | 848 |
| Total Liabilities | 959 | 920 |
| Parish Equity | 41,429 | 39,934 |
| Total Liabilities and Equity | \$ 42,388 | \$ 40,854 |

- As of June 30, 2019, the parish's cash balance is approximately \$8.6 million. Of that amount, \$7.0 million has been earmarked for future facility improvements at both the Ballantyne and Waxhaw campuses to help us achieve our parish plan goals.