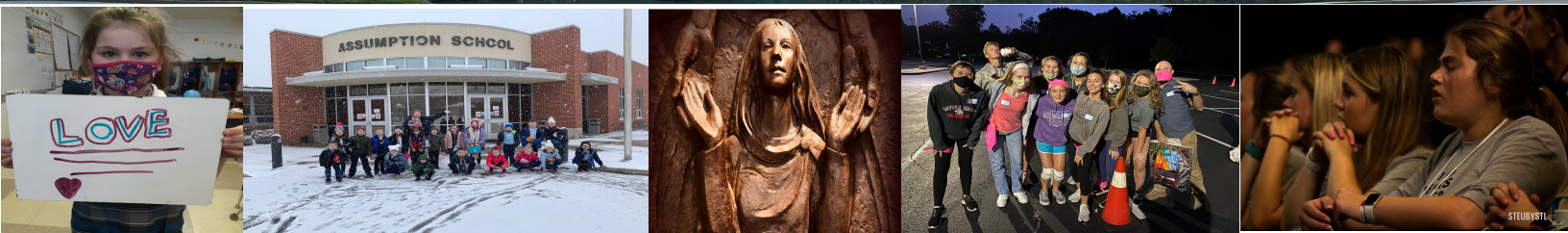
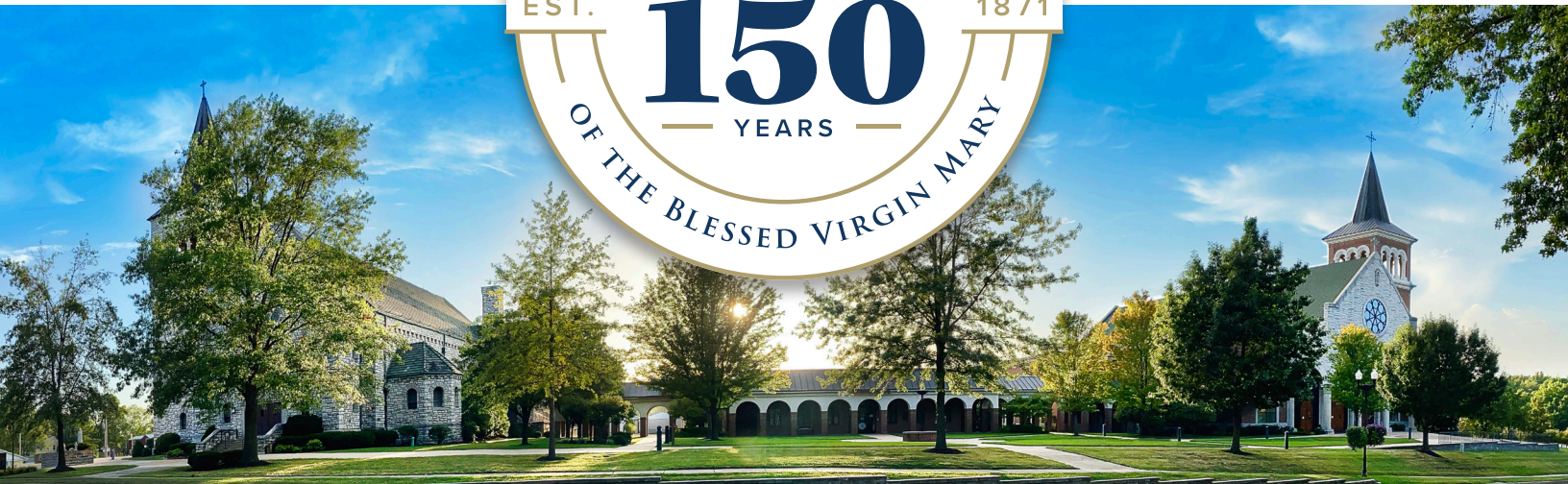
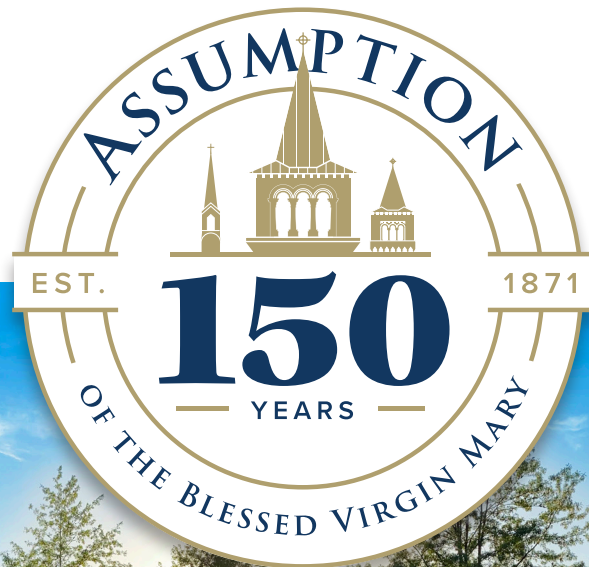


2020-2021 ANNUAL PARISH FINANCIAL REPORT



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SURVIVING A YEAR FULL OF CHALLENGES

BY FR. NICK

"In this report, we look back on the financial results of the parish for the most recent fiscal year, which began on July 1, 2020, and ended on June 30, 2021."

We lived with the effects of the COVID-19 pandemic throughout the whole fiscal year. The archbishop's dispensation from Sunday Mass attendance was not lifted until July 1, 2021. Mask-wearing and social distancing were in effect until the middle of May as well. Our elementary school and preschool were in session for the entire year, but several families elected to attend classes virtually or adopt home schooling. Our parish's social calendar was also severely impacted by the pandemic restrictions. Several of our social activities, including our Fall Festival, were canceled. It should be no surprise to you that these events affected our parish's income and expenses as well.

Our total income for 2020-21 was \$4,254,000, which may seem like a lot. Unfortunately, it was \$370,000 less than our total income in the previous year (2019-20). What happened? To start with, our offertory collections were down \$69,000, since we had a full year of pandemic restrictions in 2020-21, compared to only 4 months in 2019-20. Also, our student enrollment was lower in 2020-21, so K-8 school tuition declined by \$140,000. Pre-K tuition, on the other hand, increased by \$70,000, because we had higher enrollment in 2020-21, and we refunded tuition when the pandemic forced us to cut the school year in May 2020. Finally, since we discontinued the Montessori program in March 2020, the tuition from that program (\$135,000 in 2019-20) did not repeat in 2020-21.

Fortunately, we reacted to the decrease in total income by limiting our expenses. Total expenses for 2020-21 were \$4,109,000, as compared to \$4,442,000 in the year prior to that. Personnel expenses (salaries, wages and benefits) make up over half of our total expenses, and we cut them by \$337,000 from one year to the next by eliminating the Montessori program, reducing some administrative positions and not filling some open positions right away. We also successfully reduced our expenses for supplies and fees & services.

"WE HAD POSITIVE NET OPERATING INCOME, AND GOVERNMENT LOAN FORGIVENESS AND INVESTMENT INCOME GAVE US AN EXTRA BOOST"

Our net operating income for 2020-21 ended up at \$145,000, which is not bad when you consider the challenges of the pandemic. We can add in some special items as well. The returns on our investments (mostly endowment accounts) were \$207,000 because of a strong stock market. We also recorded a gain of \$592,000 when we met the requirements to have our COVID-19 government loan forgiven. On the other hand, our capital expenditures were \$137,000, about \$11,000 more than in the previous year. The largest expenditure in 2020-21 was the replacement of the air conditioning system in our church. The expense for bad debts (write-offs of overdue tuition and student fees) was \$23,000, about \$34,000 better than in the previous year.

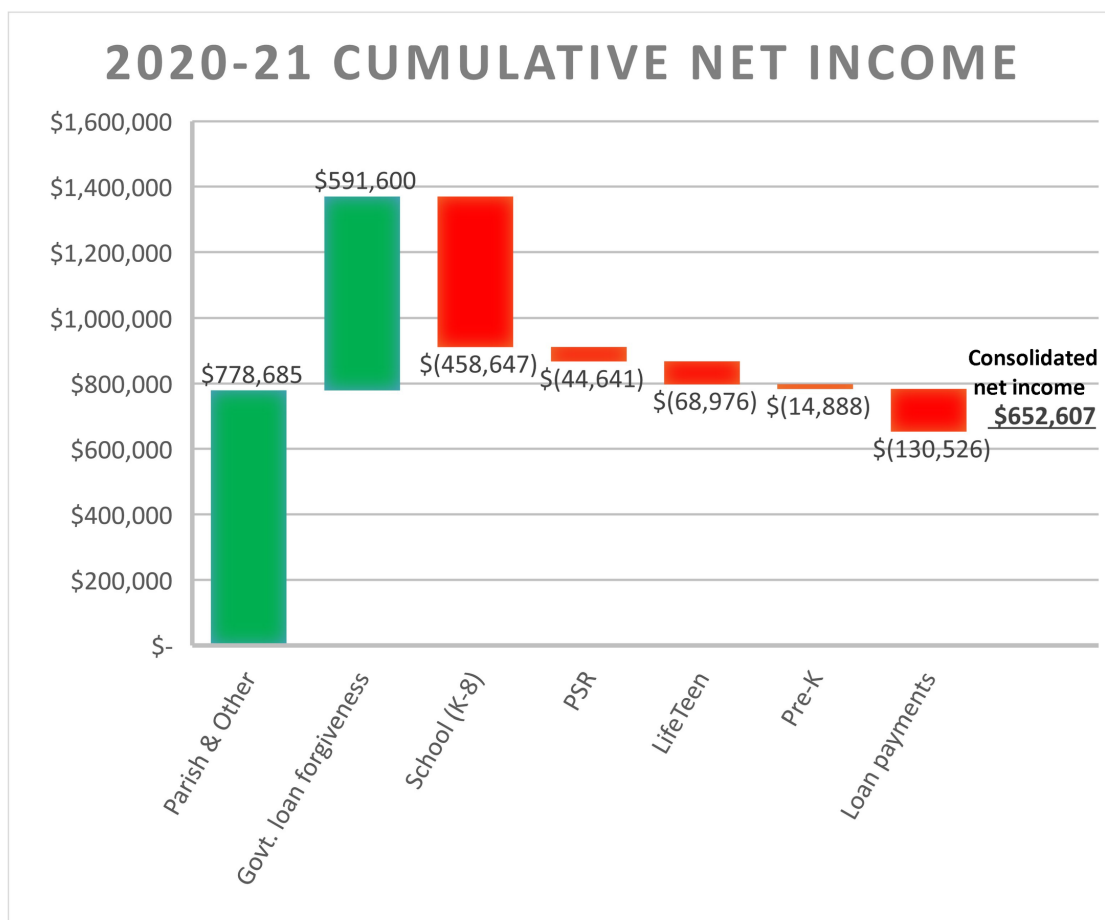
The bottom line for 2020-21 was a surplus of \$653,000, mostly because of the forgiveness of our government loan (\$592,000). We ended the year with \$727,000 of cash in the bank. At the end of the fiscal year, we owed \$1,360,000 to the Archdiocese for our school construction loan, but we are on track to pay it off in August 2026.

OUR PARISH INCOME SUPPORTS THE SCHOOL AND OTHER ACTIVITIES

The cumulative net income chart shows how the net income of the parish operations (in the first column) and the gain from the forgiveness of our government loan (in the second column) helped to cover the parish school of religion (PSR), Life Teen, and pre-K programs.

In other words, the tuition and fees collected by these programs are not, by themselves, sufficient to cover their expenses. Because these activities are important to the mission of our parish, however, we have intentionally supported them with parish funds.

The largest activity that contributes to the mission of our parish is the elementary school (K-8), which had a net loss of \$459,000 for 2020-21. A year earlier, the school's net loss was \$352,000. As mentioned earlier, tuition income was lower, and personnel expense was lower also.



SUMMARY 2020-21 FINANCIAL STATEMENT

	Actual 2020-21						Actual 2019-20
	Parish	School (K-8)	PSR	LifeTeen	Pre-K	Consolidated	Consolidated
Capital campaign revenue	\$ 47,660					\$ 47,660	\$ 103,316
Tuition and fees	56,630	\$ 1,394,937	\$ 52,707		\$ 319,605	1,823,879	2,030,708
Sunday revenue and other	1,962,004	396,937	(1,346)	\$ 23,373	1,514	2,382,482	2,489,960
Total income	2,066,294	1,791,874	51,361	23,373	321,119	4,254,021	4,623,984
Personnel	545,372	1,608,199	79,733	72,322	265,829	2,571,455	2,908,835
Supplies	145,258	138,254	6,597	16,181	9,249	315,539	335,951
Fees & services	56,718	34,680	455	1,115		92,968	138,057
Occupancy	226,812	218,523	2,936	14	32,704	480,989	431,338
Loan interest	45,012					45,012	51,387
Insurance & Archdiocese	408,761	158,684	4,964	2,717	28,225	603,351	576,136
Total expenses	1,427,933	2,158,340	94,685	92,349	336,007	4,109,314	4,441,704
Net ordinary income (loss)	638,361	(366,466)	(43,324)	(68,976)	(14,888)	144,707	182,280
Investment fund earnings	207,099					207,099	10,805
Govt. loan forgiveness	591,600					591,600	
Capital expenditures	(66,880)	(69,099)	(1,317)			(137,296)	(126,587)
Bad debt	105	(23,082)				(22,977)	(57,416)
Net income (loss)	1,370,285	(458,647)	(44,641)	(68,976)	(14,888)	783,133	9,082
Loan principal payments						130,526	137,301
Surplus (deficit)						\$ 652,607	\$ (128,219)

Occupancy expenses (utilities, repairs, etc.) and supplies expenses, however, were higher in 2020-21 than in 2019-20. That's because the school buildings were open during the whole 2020-21 school year, but they were shut down in April and May of 2020.

Our PSR and Life Teen programs are absolutely essential to us as we raise the next generation of parishioners. In 2020-21, our support of those programs amounted to \$45,000 and \$69,000, mostly to cover payroll.

OUR OUTLOOK FOR 2021-22 IS ENCOURAGING

We have reason to be cautiously optimistic about the 2021-22 fiscal year. Our Mass attendance is growing. Our offertory collections are also increasing, although they are still below our budget target. Our enrollment level is good in our pre-K program, and we even have a waiting

list for some pre-K classes. Our school finances will benefit from a federal grant of \$332,000 for personal protective equipment, sanitization supplies and technology. We have also received donations of school furniture that are worth \$20,000. Our PSR enrollment is up. Our LifeTeen program is energizing our young people, and the new Edge program is kindling the fire of the Holy Spirit in our middle school kids. Our fundraising calendar is returning to normal, including the Men's Club's golf tournament, the Fall Festival and the PTO Dinner Auction.

THANK YOU

All of this progress has been made possible by the steady support of you, our parishioners, and the grace of God. Your prayers and your contributions have strengthened us as we have adjusted our finances to cope with the pandemic. We count on your continued generous financial support as we move forward into 2022. If you have questions about our parish's finances, please contact me or our business manager, Mark Vogt.

Yours in Christ,
Fr. Nick

