

Dear Parishioners,

Holy Cross Parish is pleased to provide you with our Annual Parish Financial Report below. In challenging financial times such as these, your continuing faithful support and participation in our offertory program and "Faith Direct" are essential contributors to the financial health of our parish. For our part, we take very seriously our responsibility to carefully manage the resources you so generously provide, as is evidenced by the following financial report.

Yours in Christ,
Rev. Msgr. Robert Cary Hill, Pastor

HOLY CROSS CHURCH

Annual Parish Financial Report
Fiscal year ended June 30, 2009

PARISH	Fiscal year ended June 30,			SCHOOL	Fiscal year ended June 30,		
	2008	2009	2010 Budget		2008	2009	2010 Budget
<u>Income</u>				<u>Income</u>			
Offertory Collections	\$ 750,991	\$ 733,833	\$ 736,900	School Tuition and Fees	\$ 1,594,313	\$ 1,577,398	\$ 1,414,845
Donations and Bequests	16,643	24,450	5,000	Donations	112,185	63,079	72,000
Forward in Faith	35,561	26,273	36,000	Tuition Assistance from the Parish	14,450	11,500	10,000
Investment Income	(620)	(32,733)	3,000	Other Income	28,135	70,759	63,922
Rental Income	65,930	72,600	72,450	Total Income	\$ 1,749,083	\$ 1,722,736	\$ 1,560,767
Religious Education	13,030	13,850	15,995	<u>Expenses</u>			
Poor Box Offerings	25,546	21,964	20,625	Salaries and Benefits	\$ 1,413,163	\$ 1,424,769	\$ 1,317,768
Other Income	41,079	40,546	38,634	Instruction	63,171	63,643	59,280
Total Income	\$ 948,160	\$ 900,783	\$ 928,604	Facilities and Maintenance	134,594	133,221	145,138
<u>Expenses</u>				Administration	47,159	55,351	65,960
Salaries and Benefits	\$ 487,994	\$ 507,927	\$ 536,044	Auxiliary Services	49,876	86,509	69,584
Parish Life and Worship	28,522	31,275	30,726	Nursery School/Child Care	9,826	15,601	7,200
Rector and Parish Clergy	23,848	24,130	25,400	Total Expenses	\$ 1,717,789	\$ 1,779,094	\$ 1,664,930
Religious Education	9,501	9,657	10,900	Net Income (Loss) on School	\$ 31,294	\$ (56,358)	\$ (104,163)
Social Concerns	17,190	14,451	15,000	<u>Other Uses of Funds</u>			
Administration and Other	26,434	33,074	33,650	Capital Improvements	\$ 21,935	\$ 36,349	
Facilities and Maintenance	154,651	149,545	155,756	Net Income Over (Under)			
Archdiocese Assessments	92,175	92,251	92,988	Expenditures	\$ 9,359	\$ (92,707)	\$ (104,163)
Other Expenses	32,875	25,407	28,140	<u>Lewis Hall</u>			
Total Expenses	\$ 873,190	\$ 887,717	\$ 928,604	Funds Raised for Lewis Hall Renovation		\$ 223,261	
Net Income	\$ 74,970	\$ 13,066	\$ -	Anticipated 2009-10 Costs of Renovations		\$ (723,239)	
<u>Other Uses of Funds</u>				Additional Capital Required		\$ 499,978	
Capital Improvements	\$ 67,091	\$ 5,263					
Net Income Over (Under)							
Expenditures	\$ 7,879	\$ 7,803	\$ -				

FINANCIAL HIGHLIGHTS

The structural failure of the roof system in Lewis Hall was discovered in January 2009. This imposed a significant additional capital requirement on the Parish at a time of great financial stress in the national economy. The cost of repairs and renovations is expected to exceed \$725,000. Both parishioners and school families have responded generously to date in providing funding for this project. Approximately \$220,000 was raised in 2008-09 toward the cost of the project. Our "Prepare the Way" capital campaign initiated in fiscal year 2009-10 will hopefully provide sufficient funds for the remaining costs and debt repayment of the loan related to this project.

In the 2008-09 fiscal year, Church income declined primarily in offertory collections and the market value of our investments. School income also declined. Actual enrollment did not meet budgeted enrollment by 1.3% or 3 students. There was a purposeful attempt to minimize tuition increases in consideration of the impact of the recession. Understandably, the economy also affected the school fundraising efforts. The Church and School both carefully managed operating expenses such that the rate of increase was less than 1.7% in fiscal year 2008-09 compared with the prior year.