

Fellow Parishioners,

I would like to present the St. Philip Parish Temporal Affairs Council ("TAC")'s Report for the three months and year ending December 31, 2016. This report is part of the TAC's commitment to provide parishioners with ongoing financial information about the state of the Parish's finances. This report also serves to update the Parish on any temporal (operational, non-spiritual) matters concerning our Parish and Parish administration.

Parish Finances

For the year ending December 31, 2016, the parish recorded a small operating deficit from ordinary operations of \$1,656. This is an improvement over 2015 where we recorded an operating deficit of \$4,773. Revenue from ordinary operations was down by about 2.0% due to a significant reduction in Hall rental and bar sales during the year. However, the parish experienced a positive growth of 1.8% year-over-year in Collections and Donations, including an 8% increase in the amount the parish receives via pre-authorized debit ("PAD") from parishioners' bank accounts. This increase in PAD donations helps to reduce the seasonal fluctuations on the parish's revenue stream, and we are grateful for those parishioners who contribute this way. On the expenditure side of the financial statement, the parish's 2016 operating expenses declined by 3.9%, due to reduced expenses for parish salaries, pastoral expenses, office expenses and diocesan tax payments.

On the parish's results from its extraordinary (non-operating) activities, we recorded a deficit of \$50,528 due to the construction of the new entrance canopy which was completed in the fall. In total, \$77,747 was paid out by the parish in 2016 for the canopy project. Together with the \$1,721 spent in 2015, the total cost of the project was \$79,468. This was approximately 25% higher than was originally forecasted, with the difference due to higher-than-projected costs for the concrete and steel components. Fund-raising for this project included donations by parishioners, Knights of Columbus, CWL and Euchre Club; \$10,000 which was transferred from our Restoration Account; and proceeds from the Ennis Sisters Concert.

Unfortunately, as a result of the higher costs referred to above, our fundraising was approximately \$15,000 short of the projected cost. However, after considering our options, we decided to proceed with construction using funds from our general Restoration Account to make up the immediate cash shortfall. It is our intention to continue to raise funds for the Canopy Project until we have replenished the Restoration Account. With that in mind, the parish would appreciate any donations from parishioners to help pay off the "balance owing" on this project. Additional fund-raising is also planned for later this year to help retire this balance.

We are very happy with the Canopy and have received many positive comments, especially from Christmas visitors. We hope you agree that it is a beautiful addition to our church - just in time for our 200th Anniversary. The TAC would like to thank all the individuals and companies who helped on this project including Demarco Construction for their generous donation of time and expertise.

Finally, the TAC points out that the balance in the parish's bank account as at December 31, 2016 was (\$1,732). We will carefully monitor the Parish's on-going cash flow needs and when necessary additional funds will be transferred from the cash reserve. Additional bank deposits include cash reserves and restricted funds of \$60,666.

For 2017, the TAC drafted and Fr. Bob approved the parish's 2017 budget. As required by diocesan policy, the parish has to present a balanced budget from ordinary operations. In striving to achieve a balanced budget, the TAC forecasted weekly collection revenue for 2017 to be \$112,000. This amount incorporates the approximately \$40,000/year the parish is scheduled to receive through monthly pre-authorized debits from parishioner bank accounts, with the remaining \$72,000/year (or \$1,400 per week) from the weekly collection basket. The TAC believes this result is achievable, and will soon start publish weekly collection results so the parish community is better informed on the "ebbs and flows" of the collection revenue amount. On the expenditure side, the TAC forecasts only a marginal increase in expenses. In extraordinary expenditures, the 200th Anniversary Committee, led by Debbie and Brian McSheffrey, hope to complete the long-await Lighting project, which will replace the church's existing lights with newer, more suitable lighting for our church. The TAC has budgeted for this project to be completed with the funds already raised and are available for this project.

Conclusion

On behalf of Fr. Bob and the TAC, I would like to express my heartfelt thanks for your continued support of St. Philip Parish. Should any parishioner have questions regarding this report or any of the TAC's activities, please do not hesitate to contact Fr. Bob, myself, or any other TAC member. A listing of TAC members can be found on the parish's website under "Ministries".

Mike Lotan

St. Philip's Church
Balance Sheet and Statement of Changes in Cash Reserves and Restricted Funds
as at December 31, 2016

	2015	2016	Change
Assets			
General bank account	752	(1,732)	(2,484)
Mass account	1,721	1,492	(229)
Accounts receivable	2,107	6,078	3,971
Investment bank account	114,248	60,666	(53,582)
Total Assets	118,828	66,505	(52,324)
Liabilities & Net Assets			
Accounts payable	-	90	90
Masses owed	1,721	1,492	(229)
Restoration fund	25,026	28,177	3,151
200th Anniversary general fund	19,503	10,908	(8,595)
200th Anniversary lighting fund	20,943	20,943	-
Front Walkway (Canopy) fund	30,769	(15,586)	(46,355)
Peru mission fund	9,953	11,223	1,270
Accumulated surplus (deficit) from operations	10,912	9,256	(1,656)
Total Liabilities & Net Assets	118,828	66,505	(52,324)

Statement of Changes in Cash Reserves and Restricted Funds

	Operating Cash Reserve	Restoration Fund	200th Anniversary General Fund	200th Anniversary Lighting Fund	Canopy Front Walkway Fund	Peru Mission Fund	Cash Reserves & Restricted Funds
Opening cash reserves and restricted funds	8,054	25,026	19,503	20,943	30,769	9,953	114,248
Cash receipts							
Collections (Pink envelopes)		13,494					13,494
Front Walkway Donations					15,053		15,053
Transfer from Restoration Fund		(10,000)			10,000		-
Euchre donation					1,500		1,500
Coffee Sunday (Knights/CWL) donation					650		650
Ennis Sisters Concert (net proceeds)					3,190		3,190
Coffee House for Peru Mission (net proceeds)						920	920
Donations for Peru Mission						350	350
Murder Mystery			6,893				6,893
CWL donation					1,000		1,000
Expenditures							
Church altar restorations			(13,512)				(13,512)
Transfers to/from General Bank Account	(3,054)						(3,054)
Canopy Expenses					(77,747)		(77,747)
Hall plaque		(343)					(343)
Podium restoration			(1,240)				(1,240)
Stations of the Cross plaque			(736)				(736)
Ending cash reserves and restricted funds	5,000	28,177	10,908	20,943	(15,586)	11,223	60,666

St. Philip's Church
Statement of Operations - Ordinary and Extraordinary

	2015	2016	2015/2016	2017
	Actual	Actual	Variance	Budget
Revenue from ordinary operations				
Collections	105,035	107,350	2,315	112,000
St. Clare's share of expenses	19,800	19,800	-	19,800
Hall rent and bar sales	13,046	6,712	(6,333)	4,630
Donations (Easter, Christmas, United Way)	6,864	6,524	(340)	7,000
Bulletin advertising sales	6,540	6,715	175	7,920
Sale of objects (candles)	1,789	1,588	(201)	1,000
Other revenue	4,435	5,685	1,250	4,800
	157,509	154,375	(3,134)	157,150
Expenses from ordinary operations				
Payroll expenses	86,879	85,665	(1,214)	87,545
Pastoral expenses (altar supplies, candles, etc.)	9,440	6,189	(3,250)	7,600
Office expense	8,436	7,769	(666)	7,500
Electricity and heat	11,531	11,677	146	11,800
Municipal taxes, insurance, water	7,613	6,780	(833)	6,900
Diocese tax	19,254	17,193	(2,062)	16,500
Repairs and maintenance - church and rectory	14,658	15,001	343	14,455
Repairs and maintenance - parish hall	3,365	4,342	977	3,400
Miscellaneous and other expenses	1,108	1,416	308	1,450
	162,283	156,032	(6,251)	157,150
Surplus (deficit) from ordinary operations	(4,773)	(1,656)	3,117	-
Revenue from extraordinary operations				
Restoration fund collections	11,763	3,494	(8,269)	12,000
Canopy Front Walkway	13,596	31,393	17,797	15,586
200th Anniversary fundraising proceeds	12,781	6,893	(5,888)	6,000
Peru mission fundraising proceeds	13,613	1,270	(12,343)	2,500
	51,754	43,050	(8,703)	36,086
Expenses from extraordinary operations				
Restoration fund expenditures	3,553	343	(3,210)	12,000
Canopy Front Walkway expenditures	1,721	77,747	76,026	-
200th Anniversary expenditures	4,023	15,488	11,465	800
201st Anniversary Lighting expenditures	-	-	-	20,943
Peru mission fundraising transfers to mission	6,000	-	(6,000)	2,500
	15,297	93,579	78,282	36,243
Surplus (deficit) from extraordinary operations	36,457	(50,528)	(86,985)	(157)
Surplus (deficit) from operations	31,683	(52,185)	(83,868)	(157)