

Church of the Nativity Annual Report July 1, 2008 - June 30, 2009



My Dear Parishioners,

St. Teresa of Avila reminded us that *“Christ has no hands but yours ...no hands on earth but yours. Yours are the hands with which He blesses all the world ...”* Thank you, Church of the Nativity, for joining hands to bless all the world as the Body of Christ. You continually share your time, your talent, and your treasure, as generous stewards of God’s gifts.

Now that the audit has been completed after the last fiscal year, we would like to share with you a brief financial report as well as some other information about the parish.

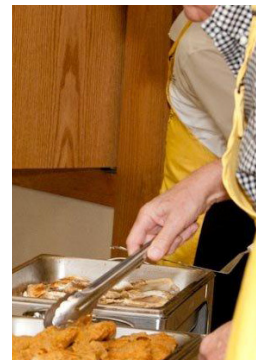
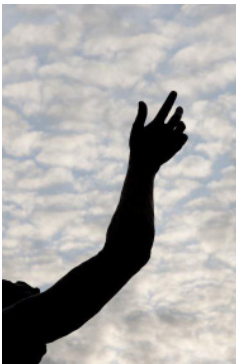
Although the past year has been a difficult one economically, we are very fortunate at Nativity to have savings that allow us to continue to fund on-going programs, minister to our parishioners, and maintain our buildings and grounds. During the current fiscal year some of this reserve is also being shared with the needy, and we will use a portion of it to repair or replace the roof on the Church.

Two new leadership groups have recently been established in the parish – a Stewardship Commission and a Facilities Committee. These groups will help guide the parish in using and sharing our resources wisely and prudently. I welcome their counsel and yours, as together we strive to reach out to others as the hands of Christ.

Sincerely,

Fr. Francis Hund

Fr. Francis Hund
Pastor



Parish Financial Report

| | 2007-2008 | 2008-2009 | |
|---------------------------------|-----------------------|-----------------------|---|
| <u>Income</u> | | | |
| Church | \$4,361,729 | \$4,061,095 | * |
| School Activities | 413,275 | 395,510 | |
| Archdiocesan Rebates | 153,131 | 76,366 | * |
| Total | \$4,928,134 | \$4,532,971 | |
| <u>Expenses</u> | | | |
| Church Personnel | \$446,580 | \$438,120 | |
| Parish Operations | 147,442 | 165,512 | * |
| Administrative Expenses | 281,596 | 60,050 | * |
| Programs/Services | 122,473 | 112,643 | |
| Archdiocesan Assessments | 364,860 | 319,653 | * |
| Asset Improvements | 123,401 | 301,126 | * |
| Social Concerns | 106,684 | 89,162 | |
| St. James | 70,934 | 191,297 | * |
| Christian Formation Personnel | 283,108 | 280,748 | |
| Christian Formation Programs | 47,894 | 66,507 | |
| School Personnel | 2,185,213 | 2,217,428 | |
| School Operations | 608,259 | 595,640 | |
| Depreciation | <u>424,546</u> | <u>461,738</u> | * |
| Total | \$5,212,989 | \$5,299,624 | |
| <u>Net Income (Loss)</u> | \$(284,854.86) | \$(766,653.17) | |
| Savings on Deposit | \$4,838,377 | \$4,653,267 | |

* Notes

Church Income: The economic downturn resulted in a 9% decrease from the previous year.

Archdiocesan Rebates: The Archdiocese provides a rebate to parishes for funds raised for Future Full of Hope and the Archbishop's Call to Share. Future Full of Hope rebates ended June, 2008.

Parish Operations: Includes on-going maintenance, utilities, supplies, insurance, etc.

Administrative Expense: Includes such items as snow removal, lawn care, audits, office equipment, printing, etc. This was substantially lower than the previous year because there were no facility renovation planning costs.

Archdiocesan Assessments: Every year the Archdiocese assigns an assessment to parishes in Johnson County to fund regional high schools, outreach programs, new parishes, Archdiocesan operations, and priests' retirement.

Asset Improvements: Extensive repairs were made to parish parking lots, a new roof, siding and concrete at the parish rectory and several rooms at Nativity Parish School were painted.

2008-2009 Annual Audit

Every year, for the past 20 years, an outside independent audit of parish finances has been conducted by Louis F. Drees & Co. P.C. The audit is conducted in accordance to generally accepted auditing standards. It is the auditor's opinion, as in past years, that the financial statements from the most recent fiscal year accurately reflect the financial position of the parish. A copy of the annual audit is available for review in the Parish Office.

St. James Academy: When St. James was constructed, all parishes in Johnson County were assessed a portion of construction costs based on census and income. Nativity's 15-year fixed assessment is approximately \$73,000 per year. In 2008 - 2009, an additional \$120,000 operational assessment was assigned to all parishes in Johnson County. Our parish paid our \$120,000 share immediately.

Depreciation: Based on a pre-determined schedule, every year Nativity's Auditor (Louis F. Drees & Co. P.C.) assigns a depreciation expense for parish facilities. We did not fund this expense.