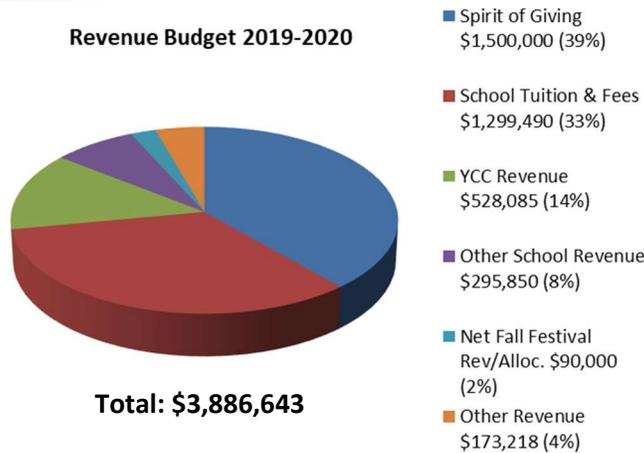


St. Ann Catholic Church | 2019-20 Budget Report

On June 4, 2019, the Finance Council approved the budget for fiscal year beginning July 1, 2019 and ending June 30, 2020. A summary of the key components of this budget is provided below.

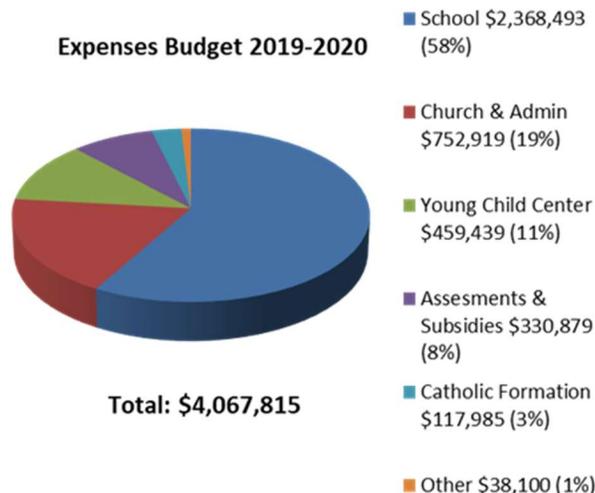


Revenue Commentary

Total revenue for the 2019-20 fiscal year is budgeted to be \$3.89 million. Spirit of Giving (offertory) is budgeted to be \$1.50 million, which is down \$70K from an estimated \$1.57 million for the 2018-19 fiscal year. The decline is partially attributable to the Archdiocesan school enrollment decision and recent tax law change affecting the deductibility of charitable contributions. There are signs that giving is starting to stabilize but for budgeting purposes, we elected to be conservative.

Budgeted school tuition of almost \$1.3 million was down an estimated \$32K from the 2018-19 fiscal year due to a slightly lower enrollment, partially offset by a 2.5% tuition increase. On a positive note, we had the largest kindergarten enrollment in recent years.

YCC revenue of \$528K is \$44K higher than this year largely due to a change in registration fee recognition and a 2.5% tuition increase. Moving the pre-K and older 4 year olds into the "big" school this year was a huge success.



Expense Commentary

Expenses assume an average 2.5% salary increase for all school, parish and YCC employees. This assumption is based on the Johnson & Wyandotte County priests' recommendation for teacher salary increases. We also included a 12% increase in health insurance costs effective 1/1/20 based on Archdiocesan guidance. Most other expenses were budgeted to be in-line with this year.

School Funding Breakdown & Commentary

The total cost to operate the school in the 2019-20 school year is budgeted to be \$2,418,493, which includes operating expenses of \$2,341,493 and capital expenditures of \$77,000. Funding of these costs is shown below:

Tuition & Fees:	\$1,299,490 (53.7%)
Parish Subsidy:	\$804,153 (33.3%)
Fundraising/Other:	\$314,850 (13.0%)

We continue to invest in the school. For academic year 19/20, we hired a part-time computer teacher, added new science and social studies curriculums and plan additional investments in our STREAM program. The budget also includes school technology investments of \$52K and STREAM capital investments of \$16K. The support of these investments is due in large part to the generous financial support of St. Ann Catholic Church parishioners, Fall Festival, Tiger Trot and the Bradley Family.

The Principal Search Committee in conjunction with Fr. Craig Maxim is excited about the hiring of Mrs. Liz Minks as the new school principal. Liz comes to us from Holy Trinity Catholic School, Lenexa, KS where she was highly regarded as their vice principal. Liz has been actively engaged all summer in hiring teachers, working with staff and organizing for the upcoming 19/20 academic year. Liz has impressed all of us with her leadership qualities, strong spiritual base, organizational skills and engaging personality.

Closing Commentary

We are budgeting an operating loss of \$181K for the 2019-20 fiscal year. Fr. Craig and the Finance Council are aware that operating losses are not sustainable for an extended period. However, we do believe the previous fiscal year was somewhat of an anomaly. Last year was particularly difficult for our parish community due to the controversial Archdiocesan school enrollment decision. We appreciate your generosity in helping us close this gap and achieve our financial goals.

Finance Council

Michael Corless, Chair

Carrie Condon

Maureen Evans

Jessica Garder

Tiffany Hellen

Gina Robinson (School Council Chair)

Kathy Thomas

Mr. Bill Schafer, Business Manager

Father Craig Maxim, Pastor

Please direct any questions regarding this report to Bill Schafer, Business Manager 913-660-1128 or bschafer@stannpv.org.