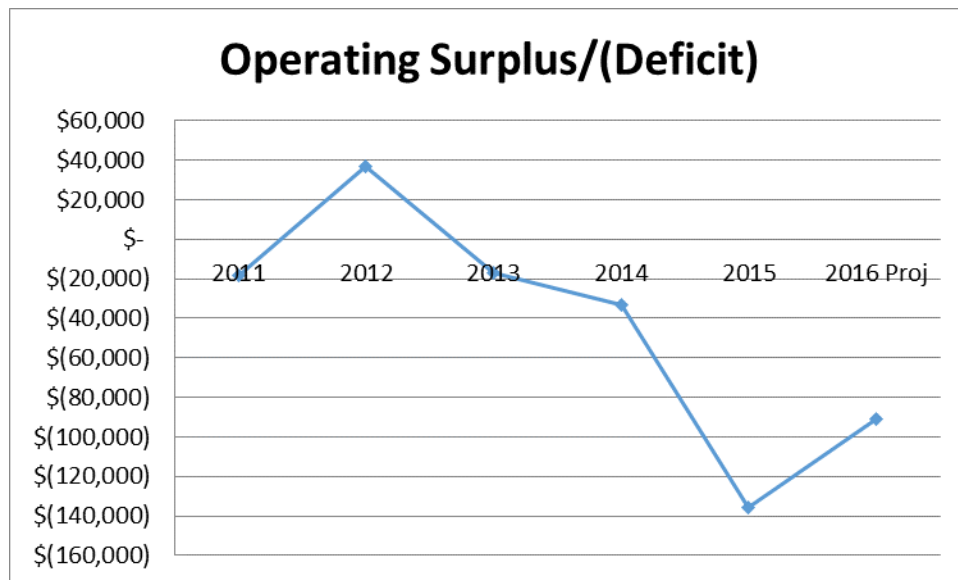
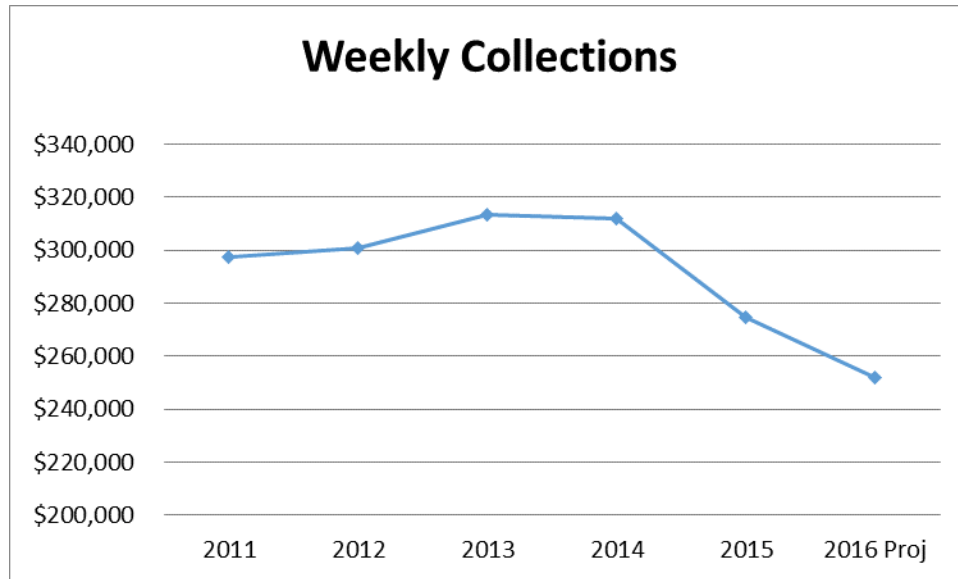
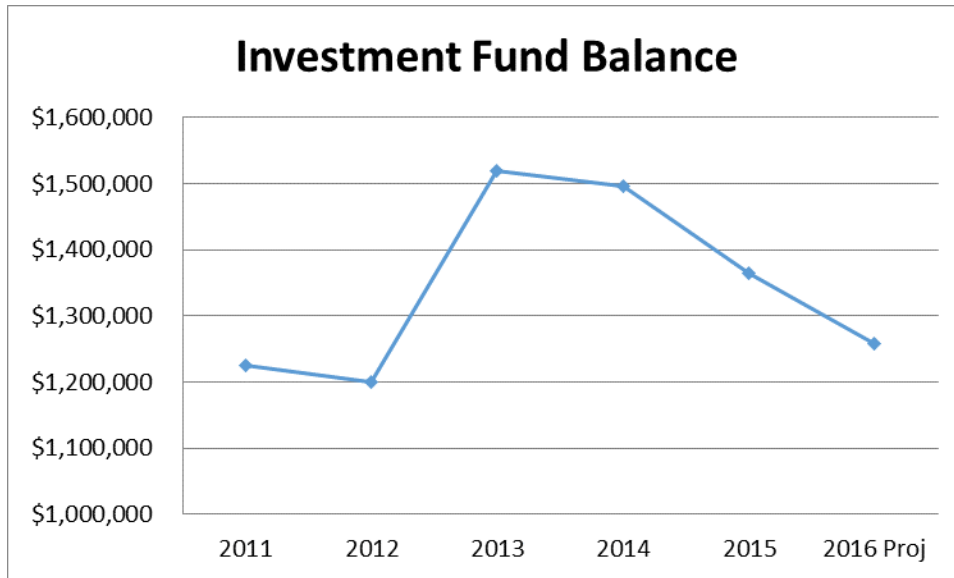


Summary of the May 22, 2016 Annual Parish Meeting

The Financial State of St. Malachi Parish





Weekly Collections

2011	\$	297,356
2012	\$	300,506
2013	\$	313,410
2014	\$	312,018
2015	\$	274,464
2016 Proj	\$	251,715

Surplus/Deficit

2011	\$	(18,251)
2012	\$	36,697
2013	\$	(17,334)
2014	\$	(33,316)
2015	\$	(135,542)
2016 Proj	\$	(90,802)

- St. Malachi has had significant operating deficit year of \$137,810 and is predicted to run at a significant deficit of about \$85,000 for this current 2015-2016 fiscal year, which ends June 30, 2016. This is unsustainable.

- The St. Malachi operating budget is about \$650,000 each year.
 - Slightly less than half our costs is salary and benefits, which is normal for most churches and non-profit organizations.
 - In addition to the operating costs of regular operations (utilities, supplies, administration, programs, maintenance), St. Malachi invests significant funds in our outreach ministries.
 - During this past year, the Finance Council has conducted an analysis of expenses and made reductions in areas that, hopefully, will not affect the parish's core mission or ministries.

- St. Malachi Parish has three major sources of income:
 - Collections
 - During the past two years (starting about the time that the Sunday Mass schedule changed), our collections have dropped.
 - The estimate is 20% lower than 2 years ago (\$251,000 vs. 312,000).
 - Special gifts and bequests
 - Special gifts and bequests cannot be predicted, but historically, special gifts and bequests average about \$100,000 but, last year, they totaled only \$49,000
 - Donations, usually in support of our outreach ministries.
 - Historically, special gifts and bequests average about \$100,000 but, last year, they totaled only \$49,000.

- St. Malachi has significant investments, which has been wisely invested and produces income each year to support operations.
 - When there is a deficit, money is transferred from the investments to pay the bills.
 - This is a temporary solution. If deficits were to continue as they currently are, the *optimistic* estimate is the investments will be completely gone in 10 years.

- St. Malachi Parish has formed a Finance Task Force to address these issues.
 - It is comprised of members of Parish Council, Finance Council and parishioners.
 - The Task Force is charged with studying possible ways to reduce the operating deficit and offering reasonable, detailed, and actionable strategies to improve the Parish's financial health.
 - This will include identifying the resources available and needed for each strategy recommended and, when possible the action steps to implement the proposal.

- The St. Malachi Annual Parish Meeting focused on this issue and presented the information presented here.
 - Parishioners discussed the financial situation and offered their thoughts and recommendations to address the issue.

- The information from this meeting is part of the information the Task Force will use in its work.
- More specifically, the Task Force will consider:
 - Increased giving from current parishioners
 - Strategies to increase Mass attendance and gain parishioners
 - Considering fundraising efforts and other approaches to increase income
 - Consider adjusting Sunday Mass schedule
 - Increasing Stewardship awareness, commitment
 - Reduce expenses

Task Force Members: Fr. Tony, John Hisel, Shawn Blankenship, Norm Bringman, Mike Canfield, Cathy Jacob, Sharon Lowe-Chapman, Pat Masterson, Joe Nagel, Mike Pellegrino, Henry Speier