

Our Lady of the Rosary Church

Union City, CA

Annual Financial Report to the Faithful — 2022

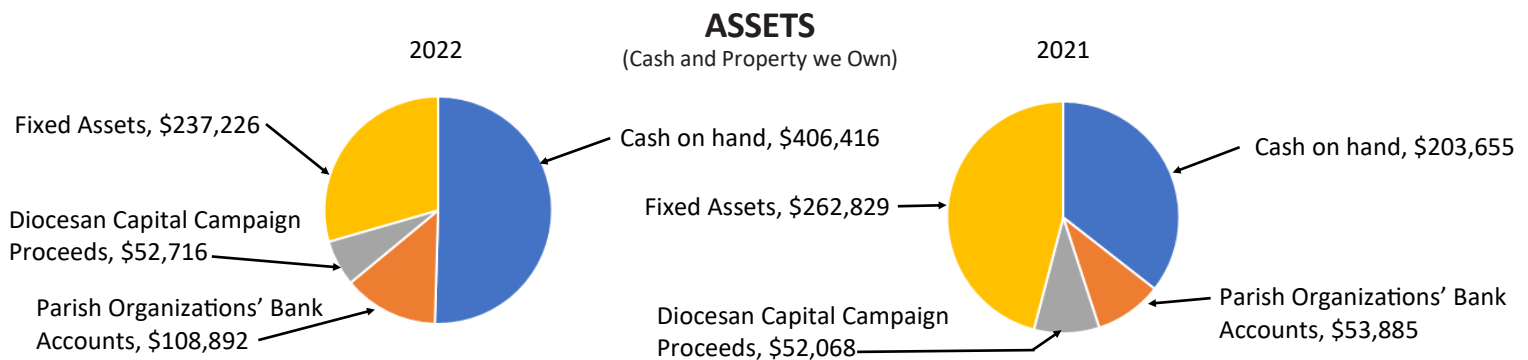
Canon law stipulates that a parish give a financial report to its parishioners on an annual basis. This is our parish's Annual Financial Report to the Faithful for 2022.

The data presented in this report will differ from the official financial statements provided to the Diocese due to some adjustments we have made. The adjustments remove certain income and expenses that do not relate directly to parish operations. We feel the removal provides you with a "better picture" of how the parish is doing financially. We will indicate where the adjustments were made.

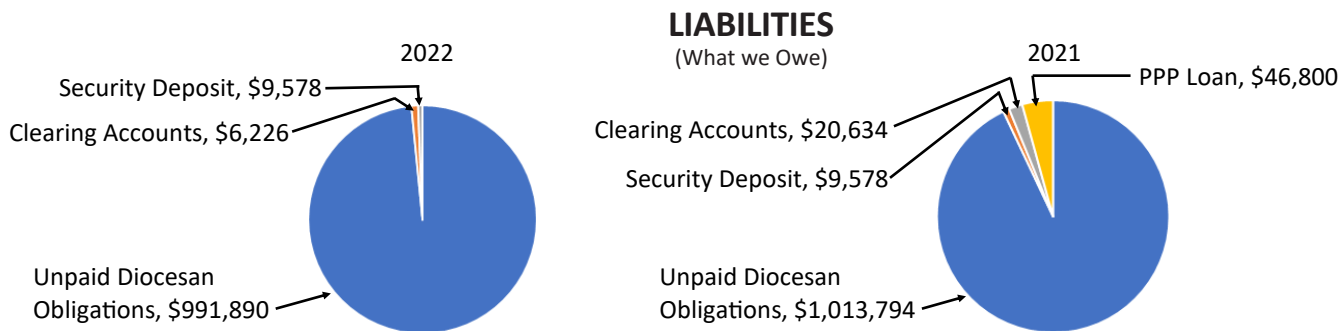
Our Financial Position

People familiar with business accounting will know this as "The Balance Sheet"

Here is a comparison of our assets and liabilities for the years ended December 31, 2021 and December 31, 2022.



What This Means: Our cash on hand increased \$202,761 in 2022. In addition, an increase in rental income, sacramental income and large expense reductions made during the pandemic that have held to the present worked to both preserve and increase our cash balance. Fixed assets on our books decreased this past year as we removed fully-depreciated assets from the Balance Sheet.



What This Means: We continue to "whittle away" at our Diocesan Obligations — they decreased by \$21,904 in 2022, showing that we continue our efforts of the past several years of paying them down slowly. Last year the second PPP Loan that we were awarded during pandemic was forgiven by the federal government so that liability was eliminated in 2022. **A word of caution:** A look at the pie charts above makes it seem as if our Diocesan Obligations grew in 2022. It is just the opposite — they are lower. The PPP loan forgiveness has lowered our total liabilities, so our Diocesan Obligations are now a *larger portion* of our liabilities, but *not a larger dollar amount*. Clearing accounts are for a variety of funds we temporarily hold for others. The security deposit is held for the tenant which is renting out our school building.

Our Statement of Activity

People familiar with business accounting will know this as "The Income Statement."

This is where we made some adjustments. First, we removed income and expense items related to parish organizations such as the CYO and Our Lady's Guild, as they do not relate directly to the operations of the parish itself. We also reported net income for our fundraisers, rather than report both income and expenses.

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OUR SOURCES OF INCOME

ITEM	2022		2022	2021
	% of TI Income	% ↑ or ↓		
Sunday Plate	34.30	+7.69	280,601.41	260,569.34
Rent and Facilities Use	20.77	+24.72	169,969.07	136,283.33
Sunday Plate by EFT	12.04	-2.58	98,533.29	101,140.97
Sacraments	10	+68.39	82,873.86	49,216.50
Festival and Raffle (Net)	10	+254.8	79,692.48	22,461.05
Faith Formation	5	+22.68	39,564.80	32,250.71
Holy Day Collections	2	+82.40	19,588.70	10,739.19
Easter Collection	2	+57.69	13,218.58	8,382.41
Christmas Collection	1	+49.95	9,848.88	6,568.00
Gifts and Donations	1	-50.89	8,749.20	17,815.00
Fundraisers other than the Festival (Net)	1	-53.67	5,803.66	12,526.58
Restricted Gifts	1	+141.4	4,996.00	2,069.94
All Other Income	1	+15.94	4,702.60	4,055.96
SBA PPP Loan Forgiveness			0.00	46,800.00
TOTALS			818,142.53	710,878.98

INCOME RECAP

	% Increase 2021-2022	2022	2021
Total Income	15.09	818,142.53	710,878.98
- Total Expenses	1.20	589,196.62	582,214.10
= Net Income	77.94	228,945.91	128,664.88

OUR EXPENSES

ITEM	2022		2022	2021
	% of TI Expen.	% ↑ or ↓		
Lay Salaries	29.42	+6.85	173,316.00	162,208.54
Lay Employee Taxes & Benefits	8.80	+3.46	51,856.95	50,122.70
Clergy Salaries	8.28	-6.98	65,012.41	52,434.78
Diocesan Assessment	8.21	-40.49	48,356.00	81,262.00
Office and Administrative Expenses	7.95	+14.24	46,843.17	41,002.43
Utilities	7.92	+23.39	46,663.86	37,818.03
Clergy Taxes and Benefits	4.85	+0.68	28,561.09	28,368.00
Package Insurance	4.77	-15.61	28,102.76	33,300.12
Depreciation	4.35	+203.3	25,602.84	8,440.98
Maintenance	4.07	+27.46	23,987.25	18,819.84
Janitorial	3.26	-29.32	19,225.00	27,200.00
Music	2.53	+8.24	14,878.40	13,746.31
Liturgy	1.85	+14.19	10,877.76	9,526.27
Faith Formation (CCD, RCIA, Confirmation)	1.67	+340.1	9,852.04	2,238.47
Property Tax	1.04	-38.44	6,148.94	9,988.66
Rectory Supplies	1	+1.98	5,850.39	5,736.97
Safe Environment	.05		300.00	0.00
TOTALS			589,196.62	582,214.10

What's in the charts above: In this year's report we are listing our income and expenses in order of size. The largest income and expense items are listed first, and the smallest ones are at the bottom of the charts. For each income and expense item, its proportion of total income and expenses is shown, as well as the percentage that it either increased or decreased from the previous year.

What this means: 2022 had net positive income in the amount of \$228,945.91. Net income in 2022 increased 77.94% over the previous year. Expenses increased at a far lower rate — by a mere 1.20%. Our large increase in net income can be attributed to keeping expenses to a minimum, a good increase in our Mass attendance over the last year which resulted in larger plate collections, the return of fundraisers such as taco sales and the parish festival as in-person fundraising events became possible again as the pandemic eased up, a significant increase in the number of sacraments that are being held at the parish, and the re-opening of our Hall for rental for receptions related to the various sacraments.

Summary

We are extremely grateful for your support. We made it through the darkest days of the pandemic, as even when parishioners were not able to come to Mass in person, many of them made sure that their support of the parish continued. Our financial good fortunes continue as even though parish life is now different in many ways, we are benefiting financially from increased attendance and activity. Throughout the pandemic, and at the present time, we continue to pay all of our bills on time, not add to our debt, and continue making modest payments on it.

Is there a reason to celebrate? YES. Are we "out of the woods" yet? NO, and we won't be for a long time. We are still about one million dollars in debt to the Diocese. In addition, in order to "make ends meet" over the years we held back on maintenance. Now that we have cash on hand, it is time to make repairs and improvements to stop things from getting worse. The parking lot and the rectory roof need immediate attention, and we will start working on them first. There are not enough funds to bring all of our facilities back to excellent condition all at once — **this will take many years of fundraising, saving, and support.** It is our hope that our current financial performance will continue in the years ahead so that we can make all of the repairs and improvements that are needed in order to provide a stronger parish for the next generation.

Questions or Comments?

If you have any questions, comments or suggestions, members of the Finance Committee are available to answer them. Just contact the Parish Office and a member of the committee will get back to you.

The Our Lady of the Rosary Finance Committee

Joann Matsumoto, Chairperson; Martha Estrella, Vice Chair. Members: Alan Balasbas, Irene Chavez, Anna Gonzales, Regina Garges, Matthew Lee, Donald Marquez, Leila Verzola. Ex-Officio Members/Advisors: Fr. Jesús Nieto Ruiz, Robert Clark.