

Date: July, 2006 Parish Council

Business Office Report Submitted to PARISH COUNCIL

Activities for June, 2006:

- Included in this packet is the June, 2006 financial report. This is also our fiscal year end. The checking accounts, D & L savings accounts with the Archdiocese of Dubuque, and Endowment fund statements are reconciled. The parish income and expenses reflected a deficit of \$51,244 for the fiscal year. The approved 05-06 budget reflected an anticipated loss of \$17,695. The primary contributing factors for the variance were:
 1. School fund reflected an unfavorable budget variance of \$36,700
 2. Non-restricted offertory contributions were \$1,761 less than the previous year, which was \$10,698 under budget projections.
 3. Utilities expense (gas and electricity) expenses in all accounts were over budget.
- June net cash flow was negative as projected in the May Business Manager report primarily due to anticipated minimal cyclical school revenues for June and the three biweekly payroll periods which occurred in June.
- The 2006 – 2007 annual budgets have been prepared. The revised budgets include the \$20,000 preschool remodel project (conversion of three old rectory bed rooms into preschool room) as approved at the May Parish Council meeting.
- The June balance sheet includes a line item for the restricted church endowment fund. The 05-06 budget allowed for a \$62,000 withdrawal from this account; however, we elected to reduce the parish savings account versus using the allowable \$62,000 deduction from the endowment fund. Reason: Anticipated yield potential on the endowment funds was greater than savings account rate of return.
- The building project is nearing completion. We've received an invoice from the contractor in the amount of \$153,000. Funds will be borrowed from our preapproved loan with the Archdiocese to pay this bill.

Respectfully submitted,

Jerry Greving
Business Mgr.

*Parish members may obtain a copy of the financial report tables submitted with this report at the Parish Office.