

Saint Cecilia Endowment and Building Improvement Fund Updates

1/20/2010

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Building Improvement Fund:

The Building Improvement fund was established in February 2009 upon retirement of the Phase One loan from the Archdiocese. The old Building Fund account was reconciled and adjusted to a zero balance. The Parish Endowment Fund enabled us to pay the remaining \$338,000 debt to the Archdiocese in February 2009.

Per Finance Committee discussion in February, the Building Improvement Fund (BIF) usage guidelines were established as follows:

- * BIF funds collected can be used to replenish the Parish Endowment Fund for the \$338,000 used to pay debt.
- * BIF funds collected can be used for building capital improvement projects. (not for operating expense).
- * Several parishioners were continuing to pay on their pledges after the 5 year pledge timeline elapsed. Payments to BIF
- * Several parishioners wanted their funds to be applied to a new Church structure. (Phase Two equivalent) Payments to BIF.
- ** The Finance Committee authorized collected BIF funds to be transferred to the Parish Endowment Fund since these funds are invested and are restricted to capital projects (includes new church) with the approval of the Finance Committee and Parish Council.
- ** Recap of BIF funds collected and transferred to Parish Endowment Fund since February 2009.

April - Dec 2009 transferred	\$ 97,000	
Transferred in Jan 2010	<u>\$ 26,000</u>	
Total transferred to Endowment		\$ 123,000

Church Endowment Fund:

Article II... Purpose of the Fund

" To provide a means by which funds transferred or made available to the Fund are invested and reinvested and used effectively in support of those projects and programs that promote the parish mission of Saint Cecilia's Parish as determined by the Parish Council. Such projects and programs are those proposed by the Saint Cecilia Parish council related to major repairs and improvement of the parish facilities, projects and programs outside the church reasonably believed to extend the church in its global mission, and worthy projects and programs within the church other than direct support of the annual operating budget of the church."

Article V. b.... Distributions and Disbursements

"Disbursements and distributions from the Fund after the period (5 Yr) in Article V subparagraph (a) shall be made at such times and in such amounts as may be determined by the Parish Finance Committee with approval by a majority of the Parish Council members eligible to vote. It being the desire of the Fund originators to create a church endowment by preserving the principal of the Fund, distributions and disbursements from the Fund shall be only those assets received as income from the principal. However, distributions and disbursements from the Fund principal may be made upon a written recommendation from the Parish Finance Committee and approval by a two-thirds majority affirmative vote of all Parish Council members eligible to vote."

Both the Finance Committee and the Parish Council are in support of the Phase 2 Building project providing the construction is economically feasible and the structure is suitable for our worship needs.

** Recap of Church Endowment Fund since January 1, 2009.

Investment Acct	1st Natl	Archdiocese Total	
Balance as of 12/31/08	\$ 1,331,639	\$ 1,064,361	\$ 2,396,000
1/1-12/31/09 Gains (Loss) Interest	\$ 233,381	\$ 11,423	\$ 244,804
Paid balance Phase 1 Archdiocese loan	\$ -	\$ (338,000)	\$ (338,000)
Tfr from Building Improvement Fund (BIF)	\$ 97,000	\$ -	\$ 97,000
Other Deposits (Investment related)	\$ 2,297	\$ -	\$ 2,297
Tfr from Saving per Finance & PC	\$ 120,000	\$ -	\$ 120,000
Balance as of 12/31/09	\$ 1,784,317	\$ 737,784	\$ 2,522,101
Note: Transferred from BIF in Jan 2010	\$ 26,000		\$ 26,000

Education Endowment Fund:

The Education Endowment Fund is a fund established for the purpose of providing an endowment for the Saint Cecilia Education programs to include: The Saint Cecilia Catholic School, Pre-school, Religious Education Program, and Youth Ministry Program. The Education Endowment Fund is funded by designated gifts and bequeaths, and by designated GALA proceeds. Approximately 6% is distributed annually based on March 31st endowment fund balance before current year Gala proceeds to Saint Cecilia Education Fund programs.

**** Recap of Education Endowment Fund**

Year ending	12/31/2006	12/31/2007	12/31/2008	12/31/2009
Beginning of year balance	\$ -	\$ 231,945	\$ 360,810	\$ 320,984
Transfer of funds	\$ 132,010	\$ -	\$ -	\$ -
GALA receipts to Endowment Fund	\$ 103,209	\$ 99,916	\$ 126,223	\$ 112,171
Education fund distributions (6%:3/31 valu)	\$ -	\$ (17,688)	\$ (19,414)	\$ (17,352)
Gain (Loss) from Endowment investments	\$ (3,274)	\$ 46,637	\$ (146,635)	\$ 112,488
End of year balance	\$ 231,945	\$ 360,810	\$ 320,984	\$ 528,291