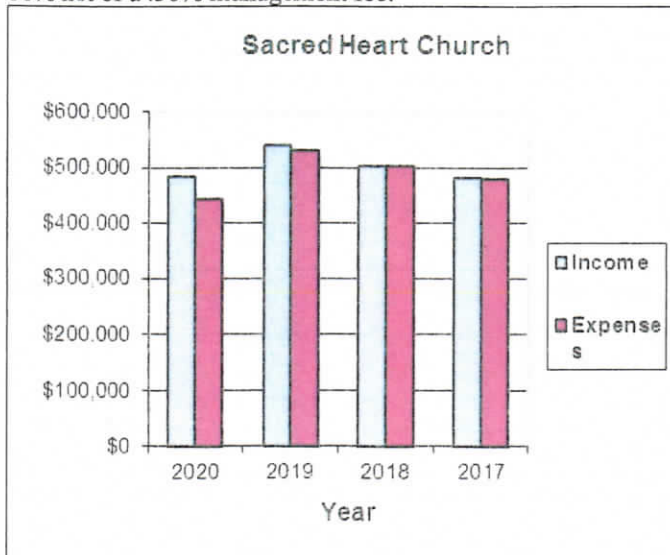


Parish Financial Report: This report discusses our Parish finances for the calendar year 2020 along with a comparison to calendar year 2019. The chart below provides a summary of the Parish income, expenses and either a surplus or deficit from 2017 through 2020. The Parish incurred a surplus of \$41,869 in 2020 following a surplus of \$9,748 in 2019. The surplus is due to reduced costs in most expense categories. The Parish's long-term financial investments increased \$472,871. The overall PACT portfolio increased by about 16% net of a .50% management fee.



Parish Income: The four-year comparison of income shows a rising trend, with the exception of 2020. This is due to a reduction in weekly support as a result of COVID-19 protocols. Weekly offertory is down by about 8.5%. In addition, one-time gifts are down about 24%. Attendance dropped severely, but by the end of 2020 averaged about 300 parishioners per week, but remains about 40% less.

Parish Expenses: Operating Expenses decreased by \$64,126 in 2020 vs. 2019. This is due to less expenses associated with operating the parish under COVID-19. Additionally, St. Joseph Church expenses are down as the property was used infrequently. Lastly, social events are down about 50%.

Parish Savings: As of December 31, 2020, Sacred Heart Parish had approximately \$3,592,472 in reserve. The Parish had \$219,208 in checking accounts and certificates of deposit and \$44,289 in women's guild savings. The balance of the reserve or \$3,373,264 is invested in the Archdiocesan endorsed Parish Archdiocesan Trust Account (PACT). Sacred Heart Church opened the latter account, in May 1992. The initial deposits were approximately \$388,000 in 1992. Since the inception of the PACT account, Sacred Heart has added deposits in years when there were surpluses, bequests, closing of St. Joseph Church accounts, and the fund has benefited from investment growth since inception.

The PACT account utilizes the investment advisory services of Bank of America Corp. Trust Operations and the PACT account is diversified in a wide range of stocks, bonds, cash, commodities and other fixed income investments in a balanced appreciation investment strategy. The Finance Committee believes that Parish funds should not be and are not invested in an overly aggressive or risky fashion. This approach is reviewed annually with the portfolio manager.

Finance Committee: Richard Sych, Jeffrey Vuocolo, Joe Sangiovanni, Debbie Viets – Business Manager, Phil Shuman, and Jack Muska.

The Parish maintains the PACT Account to fund expansion of the facilities, repairs for deferred maintenance on all Parish assets and as a reserve for unexpected emergencies. The PACT Account had a net gain of \$472,871 in 2020, inclusive of additional deposits, disbursements, but net of investment fees. The gain is net of withdrawals for any capital improvements. The Finance Committee meets throughout the calendar year to evaluate the allocation of the investment portfolio, as to the relative investment in cash, fixed income securities and equities. No major capital improvements occurred in 2020, as substantial upgrades to Father Ted Hall were postponed due to COVID-19, but these are to be completed in 2021.

Statement of Income and Expenses: The following statement summarizes Revenue & Expenses for 2020 vs. 2019:

	Jan - Dec '20	Jan - Dec '19
Ordinary Income/Expense		
Income		
Offertory	371,294	405,478
Investment Income	111	100
Net Rental Income	-	1,225
Stole Fees	9,135	7,165
Gifts & Donations	65,715	85,916
Programs & Events Revenues	4,665	29,614
Religious Education Fees	7,671	10,288
Miscellaneous Income***	7,560	-
Forward with Faith***	41,630	-
Total Income	507,781	539,786
Expenses		
Salaries & Payroll Taxes	186,343	204,105
Employee Benefit Costs	36,610	44,698
Contracted Services	16,450	22,917
Utilities Including Telephone	33,948	40,412
St. Joseph Church Expenses	33,769	58,783
Insurance	14,987	14,353
Repairs & Maintenance	15,366	16,102
Rectory Expense	-	1,044
Office Expense	25,198	24,217
Miscellaneous Admin. Expense	724	(1,266)
Sacramental & Liturgical Expenses	12,948	19,666
Religious Education Expenses	3,164	8,661
Charity Expenses	2,423	7,079
Events and Social Expense	14,877	29,698
Publications and Memberships	1,972	4,263
*Cathedraticum (7% eff. rate)	34,889	30,823
**SHC Students in Catholic Schools	3,750	2,250
***Forward with Faith	28,494	-
Total Expense	465,912	527,805
Net Ordinary Income	41,869	11,981

* This amount supports the Archdiocese and our Archdiocese school system. This formula has been changed after 2018 per the Archbishop and is effectively 7% based on a progressive rate of church income.

** This is tuition assistance paid to Catholic elementary and secondary schools for Sacred Heart Parish students who qualify.

*** This miscellaneous income is the Forward with Faith program administered by the Archbishop where parishioners donate money for capital improvements. \$41,630 is SHP assistance from the archdiocesan in Hartford and the offsetting donation to Hartford from SHP is \$28,494. Additionally, \$7,560 is attributable to the sale of St. Joseph Church furniture, statutes, etc. as this amount is the auction proceeds from that sale. The St. Joseph buildings and property will be assigned to a real estate agent this year for potential sale.

Second Collections: During 2020 members responded generously to fundraising efforts for local, Archdiocesan, national and international needs. The total of our second collections was \$23,371.