

Report by the Diocesan Finance Office for the Year Ending December 31, 2016

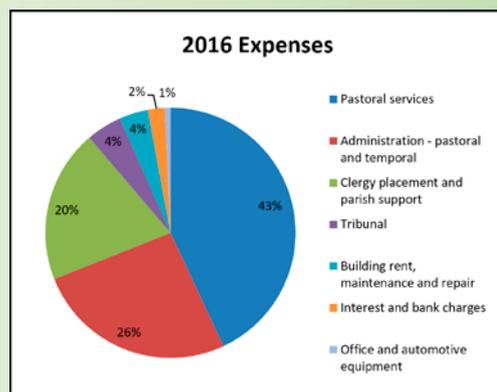
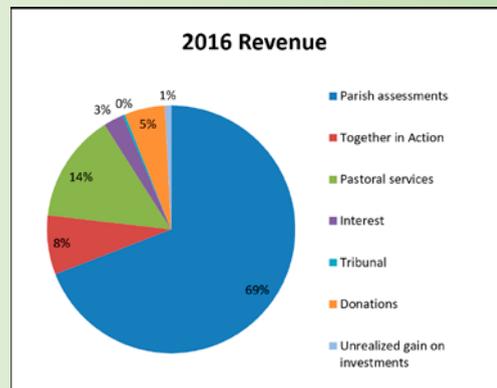
Extracts from the Audited Financial Statements of the Roman Catholic Diocese of Calgary, Finance Office • (403) 218-5536

The complete Audited Diocesan Pastoral Centre Financial Statements can be viewed, on request, at the Diocesan Pastoral Centre.

DIOCESAN OPERATIONS

The common mission of the Roman Catholic Church in Canada is carried out by individual parishes under the guidance of the Bishop in each Diocese/Archdiocese. The following table provides for an accounting of the funds used to meet the operating requirements of the Calgary Catholic Diocese in fiscal year 2016.

REVENUE	2016	2015
Parish assessments	\$ 3,424,887	\$ 3,497,642
Together in Action*	382,000	382,000
Pastoral services	702,336	834,576
Donations	261,149	238,182
Interest from all sources	128,898	203,044
Tribunal	15,970	43,191
	<u>4,915,240</u>	<u>5,198,635</u>
EXPENSES		
Pastoral services	2,424,079	2,435,992
Administration – pastoral and temporal	1,460,113	1,498,909
Clergy placement and parish support	1,113,826	364,507
Tribunal	259,009	268,154
Building rent, maintenance and repair	210,121	210,121
Interest and bank charges	123,999	121,570
Office and automotive equipment	39,981	107,289
	<u>5,631,128</u>	<u>5,006,542</u>
Operating surplus (loss) before Other	<u>\$ (715,888)</u>	<u>\$ 192,093</u>
OTHER		
Unrealized gain (loss) on investments	40,193	(43,377)
NET OPERATING SURPLUS (LOSS)	<u>\$ (675,695)</u>	<u>\$ 148,716</u>



*Together in Action total collection in 2016 was \$2,138,155. The amount of \$382,000 indicated here is the allocation for Ministries in Support of Parish Life programs that are part of the Diocesan Operating budget.

REVENUE

Parish Assessments, Together in Action and Pastoral Services

Our main sources of revenue are derived from an assessed levy to the parishes, supplemented by fees charged for workshops and the contribution from Together in Action. Every effort has been made to keep the assessed value as low as possible. From 1997 on for 16 years, each year the assessed levy was either lowered or held even from the preceding year. Finally in year 2012, the assessed levy was increased by 1%, raising it to 14.5% due mainly to program additions and expansions as well as inflationary pressures. A big thank you is extended to **all our parishioners** for demonstrating true Christian Stewardship; giving of their time, talent and resources to create meaningful partnerships with their parishes. It is you and your faith that keep the Catholic Churches vibrant in Southern Alberta.

We are truly grateful for the generosity of our parishioners year after year.

We recognize that times continue to be tough economically in Alberta and your continued support is a true blessing.

EXPENSES

Pastoral Services • \$2,424,079

Our Diocese is privileged to be able to offer a wide range of Pastoral Services. This is a direct result of the incredible generosity of our parishioners. The Life & Family office ministers in the areas of marriage, parenting and related Christian life issues. The offices of Liturgy, Social Justice, Missions, Ecumenism, Resource Library and Youth Ministry serve as resources in support of our parishes as well as all Catholic Institutions. The Health Care Apostolate provides training and spiritual support services in pastoral, palliative and Alzheimer's care. The Religious Education Secretariat facilitates the effective implementation of the Religious Education programs in Catholic schools and parishes.

Administration – Pastoral and Temporal • \$1,460,113

The offices of the Bishop and Curia provide leadership and services to all parishes in parish administration, diocesan records, sacramental life and other matters. The Finance office manages Diocesan temporal affairs, providing assistance to parishes in financial, legal, business, human resources and real estate matters, as well as building construction and maintenance.

Clergy Placement and Parish Support • \$1,113,826

These funds serve the Diocesan community by bringing new priests to the Diocese, supplementing clergy pension contributions and responding to parish and national church needs. In addition to the above, a decision was made to increase the historically low clergy pension benefits to a more reasonable level to enhance the living standards for our retired priests. The actuarial pension valuation study done in 2016 resulted in the increase in pension obligations of \$460,000.

Tribunal – Receipts • \$15,970 & Disbursements • \$259,009

The Tribunal office offers assistance, at the request of divorcees, to ascertain whether there are reasonable grounds in Canon Law for an official declaration of nullity. Approximately 6% of 2016 costs were offset by voluntary contributions.

Unrealized Gain (Loss) on Investments • \$40,193

In following the GAAP practice of presenting investments at fair market value, the Diocese recognizes unrealized gain/(losses) on investments in its current year's operation.

OTHER PROGRAMS FUNDED BY YOUR DONATIONS { *These funds benefit the vulnerable not only in our local community but also globally through strategic partnerships.*

Donations to Registered Charities, Papal Programs and Catholic Education • \$1,932,700

The Canadian Organization for Development and Peace (D&P) received generous donations from our parishioners of approximately \$373,015 to respond to floods, earthquake, and hurricane disasters as well as to help international communities find viable, long-term solutions to ongoing poverty and social justice matters. D&P is the Canadian member of Caritas Internationalis, a global movement working in solidarity for a fairer world, with a network of 165 Catholic relief, development and social service organizations working in over 200 countries and territories. In addition, our parishioners donated \$281,905 for assistance with the fire in Fort McMurray.

Grants were made to other charities that exemplify Catholic values and serve the vulnerable citizens of Southern Alberta. These groups serve individuals experiencing marginalization in society due to issues like illness, loneliness, grief, abuse, refugee status, hunger, discrimination, exploitation, addiction, homelessness, and rejection. A list can be found at www.tia.calgarydiocese.ca.

The Diocese received approximately \$466,550 in collections for Catholic Missions, Holy Childhood, Holy Land and the Pope's Pastoral Works, enabling these organizations to spread the Word of God, help young children in need, support the pastoral works in the Holy Land, and enable the Pope to respond with emergency assistance to those who suffer.

Our Catholic Education Sunday collection raised \$127,000 to support Catholic education within our diocese, namely the 4 Separate School Districts, St. Mary's University and St. Joseph's Seminary in Edmonton.

Diocesan Charitable Programs • \$933,174

Your donations supported the following programs administered by Charities & Development Office: Elizabeth House provides a life skills program and family-oriented home to at-risk pregnant and parenting young women who need a safe place to live. Feed the Hungry provides nutritious food to those in need through our Sunday dinner for approximately 500 people. Our Diocesan Mission Council supports Alberta First Nations peoples and also works with agents in developing countries to help alleviate poverty and address social concerns.

Seminary and Education of Priests • \$756,941

Donations to this fund are used to provide education of seminarians, continuing education and sabbaticals to our priests, and the operation of our Vocations office. We currently have eight seminarians and several individuals in the discernment program. In 2016 donations of \$505,898 helped to partially offset these costs. A special collection held on the fourth Sunday in Easter demonstrates the generosity of our parishioners and ensures a sustainable future for those called to the priesthood.

Clergy Pension Plan • \$150,000

The government requires that pension assets in a Defined Benefit Plan be sufficient to cover future pension liabilities. Each priest and his parish make monthly contributions to the Clergy Pension Plan. The Diocese also makes a yearly supplementary contribution of \$40,000. In 2016, we made a further contribution of \$150,000 (2015 \$120,000) to reduce the Plan's "Solvency Deficiency." This amount is reflected above under Clergy Placement and Parish Support.

Clergy Retirement Residences • \$49,830

The Diocese also contributed approximately \$49,830 to support retirement residences for clergy. Most of retired clergy, even in their time of "rest," continue to bring comfort to us in difficult moments of our lives. We are grateful that we have the opportunity to provide for all of them in their retirement years.