

Sacred Heart Catholic School, Financial Report, 2017-2018

SCHOOL INCOME

Transfer from Sacred Heart Parish Assessments from Cristo Rey, Immaculate Heart of Mary, And St. Andrew's	\$152,293
Tuition and Fees	\$ 200,161 (Item "A")
Guardian Angel Fund	\$ 97,389
Donations from Major Donor	\$ 21,327 (Item "B")
Other various major school donations	\$120,000 (Item "B")
Flavin Fund, grants for Excellence	\$101,284
Francis Fund, for city center schools	\$ 43,360 (Item "C")
Dillon and Finigan grants	\$120,000 (Item "D")
Catholic Foundation school fund	\$ 25,895
Miscellaneous Income	\$ 8,460
TOTAL SCHOOL INCOME:	\$ 5,603
	\$895,772

SCHOOL EXPENSES

School pay and benefits (besides health insurance)	\$718,176
Health Insurance	\$ 40,399
Continuing Education	\$ 2,417
Administrative Expenses	\$ 9,634
Tuition Assistance, besides grants	\$ 5,856
Instructional Materials / programs	\$ 26,846
Designated grant expenditures	\$ 11,567
School activities	\$ 8,498
Property Costs (upkeep, repairs)	\$ 26,318
Utilities for School Buildings	\$ 21,299
Insurance for School Buildings	\$ 10,372
Hot Lunch program subsidy	\$ 5,892
Stewardship and fundraising	\$ 4,897
Other expenses	<u>\$ 3,601</u>
TOTAL SCHOOL EXPENSE:	\$895,772

Some comments from Fr. Kosch, on Sacred Heart School Budget:

Please see the **School Financial Report**, which appears at left.

As you can see, Sacred Heart School was fully funded last school year (2107-18) and with the continued generosity of our supporting parishes, we are set to break even this school year, too.

However, a number of income items are likely to change next school year (2019-20). The Francis Fund grant of \$120,000 (item "D") will likely be discontinued. In addition, about half of the money we get from the "Ethnic Parishes" (item "A") is also coming from the Francis Fund, via those Ethnic Parishes. Therefore, about half of that \$200,161 (item "A") may also be discontinued, for a decrease of \$100,000. Finally, the Flavin Funds for Excellence, which were \$43,360 last year (item "C"), are slated to be eliminated for 2019-2020.

When you add these up (\$120,000 + \$100,000 + \$43,360), you see a projected drop of more than \$260,000. (Additionally, our major donor's gift of \$120,000 (item "B") is somewhat uncertain going forward.)

To be clear, the Diocese has provided a subsidy to Sacred Heart School of over \$1 million dollars over the past four years. Sacred Heart has indeed been the recipient of much generosity. Nevertheless, the Diocesan funds for schools are running low.

A proposed Diocesan replacement program, based on our number of low-income families, could possibly provide our school with up to \$180,000 a year. But in that scenario, a basic deficit of \$80,000 would remain (\$260,000 - \$180,000 new program = \$80,000 deficit). Gradual tuition increases would help us handle rising costs over the years, but would not shrink this **basic deficit of at least \$80,000 per year in my 5-year projections.**

Difficult decisions are coming in the next 1-2 months. I just wanted to provide members of the parish with more information about the funding of our parish and school.

Please pray for the guidance of the Holy Spirit: for the Bishop, his advisors, and for all of us at the school, as we strive to find a way forward. And if you have any new ideas about how to bridge this gap—and how you could help to make it happen—please let me know.