



CATHEDRAL *of* CHRIST THE KING

To Know, Love and Serve as Jesus Did

2010 Annual Financial Report

Fiscal Year Ended - June 30, 2010



September, 2010

Dear Christ the King Family,

I am very pleased to present our 2010 Annual Report for Christ the King parish. I thank the Finance Council for their hard work in helping me compile these figures.

This report is an accounting of how your stewardship of treasure has been spent. It is my pledge to you that every dollar contributed is being wisely used to fulfill our mission statement "To Know, Love and Serve as Jesus Did." Financially, we are weathering the weak economy by reducing our budget and our spending. These, along with other initiatives, have kept us firmly in the black. I am committed to the financial stability of Christ the King parish.

As you read this report, you will become very aware of the importance of involvement – offering your time, talent and financial resources to the Cathedral parish. I am blessed to be the pastor of a parish where so many take this commitment seriously. The Cathedral parish is thriving, thanks to the involvement of its parishioners in all areas.

As we begin a new fiscal year, I thank you for your commitment to the Cathedral and the works, both near and far, that are accomplished through your generosity in the name of Christ, our King.

May God bless you always,

Reverend Francis G. McNamee
Pastor

Statement of Activities Descriptions

Income

\$ 5.3 Million



The Cathedral's financial success and independence is supported largely by the generous commitment of our 4,077 registered families. Our offertory receipts provide over 80% of our annual operating budget. The balance of our income is generated through investing income, fees charged for the use of our facilities, and payments by attendees at our events and ministry gatherings.

Expenses

The Cathedral Church

\$ 2.6 Million

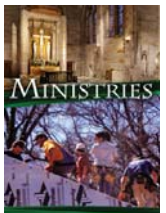


Almost 50% of our total income is allocated toward those annual expenses required to support the Cathedral Church. In our definition, the Cathedral Church is the church buildings and grounds and the personnel and support necessary to operate our physical plant and programs. It is the place where we attend Mass, celebrate the Sacraments, and pray. The total expenditures pay for the clergy, the music and liturgy, the facility maintenance/utilities/insurance, and administration.

Each day, the Cathedral Church stands as a guiding light. It is, with its strong Catholic presence, a symbol of inspiration and hope for us all.

The Cathedral Ministries

\$ 1.3 Million



Approximately 25% of our total income supports the Cathedral Ministries; encouraging them to continue serving others in need, teaching the word of Jesus Christ, and passing on our ideals of love and service to our youth.

The Wider Catholic Church

\$ 1.3 Million



Approximately 25% of our total income is given to the Wider Catholic Church to strengthen the overall Catholic Community. We reach out to support the ministries and good works coordinated by the Archdiocese of Atlanta. These include vocations to the priesthood, Catholic Charities, Catholic Social Services, Catholic school education, and mission development.



Statement of Activities

Modified Accrual Basis (unaudited) Fiscal period July 1 – June 30

	<u>2009</u>	<u>2010</u>	<u>% Change</u>
Income			
Offertory	\$4,211,904	\$4,437,015	5%
Endowment income	477,500	480,241	1%
Donations and gifts	46,475	20,941	-55%
Rentals and fees	284,600	335,053	18%
Other	119,997	17,603	-85%
Total Income	5,140,476	5,290,853	3%
Expenses			
The Cathedral Church			
Facilities			
Janitorial & mtce comp/benfts	266,589	257,949	-3%
Utilities- E/G/W, trash, cable	245,122	236,941	-3%
Other facility expenses	165,829	244,251	47%
Property & liability insurance	115,622	122,507	6%
Building maintenance & repairs	110,589	84,210	-24%
	<u>903,751</u>	<u>945,858</u>	<u>5%</u>
Clergy			
Salaries & benefits	187,394	188,398	1%
Housekeeping & rectory	207,039	228,971	11%
	<u>394,433</u>	<u>417,369</u>	<u>6%</u>
Music and Liturgy			
	445,512	440,198	-1%
Administration			
Salary & benefits	395,472	414,329	5%
Stewardship & development	133,109	90,364	-32%
Other	232,064	247,794	7%
	<u>760,645</u>	<u>752,487</u>	<u>-1%</u>
Total The Cathedral Church	2,504,341	2,555,912	2%
The Cathedral Ministries			
Adult education/evangelization	415,837	260,805	-37%
Hispanic - religious education	231,599	236,605	2%
Children & family-religious ed	212,515	215,527	1%
Youth life teen	204,940	186,224	-9%
Pastoral care/outreach	145,884	272,167	87%
Fellowship & recreation	94,727	85,171	-10%
Total The Cathedral Ministries	1,305,502	1,256,499	-4%
The Wider Catholic Church			
Archdiocesan Services			
Education	481,330	464,084	-4%
Pastoral	374,368	317,531	-15%
Administrative support	347,627	293,106	-16%
Social services	80,222	73,276	-9%
Continuing care facility	0	24,425	100%
Other	53,481	73,276	37%
Total Archdiocesan Services	1,337,028	1,245,698	-7%
Catholic newspaper-GA Bulletin	84,338	61,566	-27%
Total The Wider Catholic Church	1,421,366	1,307,264	-8%
Total Expense	5,231,209	5,119,675	-2%
Increase (decrease) in Net Assets	(\$90,733)	\$171,178	

Balance Sheet

Modified Accrual Basis (unaudited) Period ended June 30

	<u>2009</u>	<u>2010</u>
ASSETS		
Cash	\$1,569	\$13,538
Savings on deposit - Archdiocese	2,786,351	3,593,716
Due from Christ the King School	74,016	62,363
Land, building & equipment	<u>21,153,452</u>	<u>23,754,485</u>
TOTAL ASSETS	<u>\$23,997,388</u>	<u>\$27,424,102</u>
LIABILITIES & NET ASSETS		
Liabilities		
Employee benefits payable	\$69,791	\$78,501
Second collections payable	18,236	9,082
Donations for specific use	275,302	289,453
Green space capital campaign funds	-	1,162,101
Green space - Archdiocese bridge loan	-	1,597,330
Cathedral Fund	<u>1,824,607</u>	<u>2,307,005</u>
Total Liabilities	<u>2,187,936</u>	<u>5,443,472</u>
Net Assets	<u>21,809,452</u>	<u>21,980,630</u>
TOTAL LIABILITIES & NET ASSETS	<u>\$23,997,388</u>	<u>\$27,424,102</u>

During fiscal 2010, we made several noteworthy capital expenditures and long-term investments.

Green Space

We successfully completed the acquisition of two buildings and 1.2 acres of contiguous land directly east of our campus. The development of the green space for the parish and school has proceeded well, as I hope you have seen. Although not coming from Offertory, Parish Budget or School Budget allocations, by approaching a number of families we have secured their generous support for this undertaking. We now have \$4.6 million of our \$5.0 million needed. This sum includes the acquisition of the properties, demolition, grading, development, materials, architectural plans, and legal/civic fees. As this endeavor will impact our entire campus, both parish and school, a Planning Study will be implemented in the coming months to receive input from all parish and school families regarding additional facilities and property improvements.

Maintenance & Upgrades

Additional expenditures included a complete dismantling and refurbishment of the church organ, which had not been done in 15 years. The cleaning and restoration project took 6 weeks at a cost of \$217k, and was completed in time for our Easter celebration. We also worked in conjunction with the school and upgraded our technology and phone systems. This was completed in May, at a cost of \$67k, and will improve our communications and technology capabilities, as well as reduce our monthly expenses.

Financial Discussion

Discussion of Our 2010 Financial Results

This presentation of the financial results of the Cathedral of Christ the King represents the stewardship of funds generously entrusted to the parish during the fiscal year ended June 30, 2010 and includes the fiscal year ending June 30, 2009 for comparison. The Cathedral of Christ the King uses a modified accrual basis method of accounting for its financial statements and generally follows the accounting conventions the American Institute of Certified Public Accountants has outlined for Not-for-Profit Organizations. Due to the impact of Christmas on both giving and the administration of the church, the parish, along with the Archdiocese of Atlanta, has adopted a fiscal year that ends on June 30, rather than a calendar year.

In a difficult financial year, you the members of this parish increased your support in the offertory by more than 5%. At the same time, the parish looked to trim its expenses, reducing the total cost to support our church, our ministries and the Church at large by more than 2%. Together, we were able to exceed our budget for the fiscal year. This last year also saw the Cathedral undertaking a targeted capital campaign as it began work on the addition of the Green space, a project to provide much needed space to our campus. The addition of the property, the improvements, and the associated borrowings to support it, are the biggest change in the balance sheet of the parish during the fiscal year.

The parish relies on the generosity of its parishioners, making the offertory the largest component of income each year. The offertory represented 84% of the income in 2010, up from 82% in the prior year. Our electronic giving program continues to grow, with a 60% increase in eGiving dollars from 545 donors. Even more impressive was the increase in income from the numerous ministries over the year, up 18%. This income helps offset the specific expenses associated with each ministry activity, such that revenue increases are an indication of increased activity within the programs. Finally, the income from investments and endowed assets was down 8.7% from the previous year, as both falling interest rates and declines in asset values led to lower returns. The combination of all giving and investing activity produced annual receipts for 2010 of \$5.3 million.

Many of the expenses of the Cathedral have little discretion associated with them, since upkeep and maintenance of the property, the payroll associated with staff, and our commitment to the Archdiocese and the Catholic Church at large are relatively fixed. Facilities costs were higher in 2010, up more than 10%, due in part to weather this past winter. Liturgy costs were very much in line with the prior year. The biggest savings were seen in Religious Education, which was more than \$101,000 under its budget for the year and 9% below the previous year as the purchase of new materials was postponed in light of the economic environment. As the parish witnessed the increased support of its members in the form of giving, key programs were expanded and allowed to exceed their budget, including Outreach, as we sought to meet our responsibility to minister. Overall, our annual expenses were more than \$110,000 less than the prior fiscal year, helping to contribute to a surplus for the year of \$171,000.

Our Mission In Action

Celebrating the Sacraments

- 1,800 Masses
- 756 Baptisms (including 14 adults)
- 222 First communion (162 children, 60 adults)
- 161 Confirmations (93 youth, 68 adults)
- 117 Marriages
- 36 Funerals
- Thousands of confessions and anointings
- 6 Ordination to Priesthood, 2 Transitional Deacons, 17 Permanent Deacons

Handing on the Faith

- 1,095 Students in Cathedral Religious Education
- 185 Catechists teaching children the faith
- 567 Students in Christ the King School
- 263 Sacramental Preparation (170 children, 93 teens)
- 68 Sacramental Preparation-adults
- 72 Volunteers teaching the faith to adults
- 65 Catholic conversions / returning to Catholicism

Enriching the Faith for Adults

- 1,802 Attending retreats
- 410 Attending scripture study
- 2,345 Attending seminars, enrichment programs, perpetual adoration & fellowship

Involving Teen Youth

- 75 "Life Teen" members - high school age (60 not enrolled in Catholic Schools)
- 80 "Edge" members - middle school age (68 not enrolled in Catholic Schools)
- 293 Attending 4 retreats
- 38 Attending 2 mission trips (El Salvador and Belle Glade, Florida)

Celebrating the Mass & Ceremonies

- 3 Priests, 3 priests in-residence, 4 deacons
- 225 Children Altar Servers, 12 Adult Altar Servers
- 194 Lectors
- 247 Extraordinary Ministers of Holy Communion
- 62 Ushers and Greeters
- 1 Cathedral Organist and 2 Associates
- 118 Members in 6 Adult choirs
- 183 Members in 5 Youth choirs
- 76 Cathedral Guild Members (26 Altar Guild , 15 Linen Guild, 30 Flower Guild , 25 Wedding Guild)

Caring for Others

- 104 Masses and Communion Services in Senior Adult facilities
- Hundreds of clergy visits to hospitals and the sick
- 375 Companionship visits to the sick (nursing homes and homebound)
- 4,146 Visits to the sick & homebound by Extraordinary Ministers of Holy Communion (hospitals, nursing homes, homebound)
- 7,400 Sandwich meals and snack bags distributed
- 939 Food bags donated to Buckhead Christian Ministries
- 125 Families adopted for Christmas Adopt-a-Family Program
- 200 Families received Thanksgiving and Christmas baskets
- 242 Prison ministry contacts
- 1,003 People aided with rent, utilities, food, medicine & transportation from St. Vincent de Paul Society

Our Duty to the CTK Parish Family

In keeping with the spirit of the People of God as expressed by the Second Vatican Council and in accord with the norms of the 1983 Code of Canon Law (cc. 537, 1280), in the administration of temporal goods of the parish, Canon 532 defines the role of the Pastor as the authoritative representative of the parish:

“The pastor represents the parish in all juridic affairs in accord with the norm of law; he is to see to it that the goods of the parish are administered in accord with the norms of Canons 1281-1288.” Canon 1287 § 2 states “Administrators are to render an account to the faithful concerning the goods offered by the faithful to The Church according to norms to be determined by particular law.”

Canon 537 establishes the Parish Finance Council as a mandated body having an advisory and consultative role with the Pastor:

“Each parish is to have a finance council which is regulated by universal law as well as by norms issued by the diocesan bishop; in this council the Christian faithful, selected according to the same norms, aid the pastor in the administration of parish goods with due regard for the prescription of Canon 532.” The CTK Parish Finance Council is a consultative body of lay persons established to advise the Pastor in matters pertaining to the financial affairs of the parish. The authority of the Pastor is not diminished by the establishment of the Parish Finance Council. The relationship between the Pastor and the council is one of support and collaboration.

Christ the King Finance and Business Staff

Fr. Frank McNamee, Pastor
Mrs. Sharon Connelly, Business Manager
Ms. Deanna Franco, Controller
Mrs. Eileen Homire, Director of Development

Parish Finance Council

Mr. Jim Arnett
Mr. Vic Corrigan
Mr. Mike Penney
Mr. Doug Eidson
Mr. Ed Fisher (Chair)

Mr. Jim Fitzgibbon
Mr. Sam Fraundorf
Mr. Michael Heekin
Mr. Dan McDevitt
Ms. Charlene McNabb

Mr. Craig Mullins (Secy.)
Mr. Kieran Quinn
Mr. Bob Schaffer
Mr. Harold Seitz
Mr. David Withers



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Fiscal Year Ended - June 30, 2010

Our History & Leadership

Milestones

- 1937 - Groundbreaking for Church and School
- 1939 - Architectural Record chose the Cathedral as “the most beautiful building in Atlanta”
- 1956 - The Diocese of Atlanta was created. CTK becomes the Cathedral of the Diocese
- 1962 - Hyland Center was completed
- 1964 - Mass was celebrated in English rather than Latin for the first time
- 1972 - Raffati Organ with 3,000 pipes is installed
- 2000 - Parish Center addition
- 2007 - Christ the King School was awarded as a National Blue Ribbon School
- 2010 - Green space and meditation area completed

Our Pastors

- 1937 - Monsignor Moylan
- 1945 - Monsignor Joseph P. Cassidy
- 1964 - Monsignor John F. McDonough
- 1987 - Father Richard Kieran
- 1990 - Monsignor Thomas Kenny
- 2008 - Reverend Frank McNamee