



*April 30, 2022*

Dear Family Members of the Eparchy of Parma,

I am pleased to present the Annual Financial Report for the Byzantine Catholic Eparchy of Parma on behalf of Bishop Milan Lach S.J. and the Eparchial Finance Council. This report summarizes key information from the audited financial statements for the fiscal year ended June 30, 2021, which are available for review online at <https://parma.org/finance>.

The consolidated financial statements are presented on the “modified cash basis” of accounting and include the Eparchy’s general administration and programs and the Byzantine Catholic Eparchy of Parma Foundation, Inc. They do not include the assets, liabilities, net assets, or results of operations of the parishes, shrine, Parishes Together Fund, or Pension Fund.

While the challenges of the pandemic continued into 2021, we were blessed with generous support of donors, the USCCB, and foundations to help us navigate the difficult financial pressures. With this support, and cost management strategies, we were able to generate a surplus and improve our financial position as summarized below:

- Net assets increased from \$1.2 million to \$1.5 million from the previous year.
- Cash and equivalents at June 30, 2021 totaled \$1 million compared to \$805 thousand at June 30, 2020.
- We had a surplus of \$315 thousand for 2021 compared to \$128 thousand for 2020 and a deficit of \$33 thousand for 2019.
- Total revenue, gains and support was \$1.7 million for 2021. Excluding the gain on the sale of property, the 2021 total was \$1.4 million compared to \$1.5 million for 2020.
- Total expenses for 2021 were \$1.37 million compared to \$1.33 million for 2020.

Although, we continue to face many challenges, we remain optimistic about the future and believe we are heading in the right direction. We continue to search for opportunities outside of the eparchy to help sustain our operations and are committed to the prudent use of resources that have been so generously contributed by our benefactors.

Your generous support of our eparchial programs and efforts to serve the needs of the faithful this past year is greatly appreciated. Special thanks are given to the pastors, laity and eparchial staff for their dedicated service to God and His Church.

Sincerely yours in Christ,

A handwritten signature in blue ink, appearing to read 'Martin F. Kopmeyer'.

*Martin F. Kopmeyer, CPA  
Eparchial Chief Financial Officer*

View the complete financial report at:  
<https://parma.org/finance>

## FINANCIAL POSITION (MODIFIED CASH BASIS)

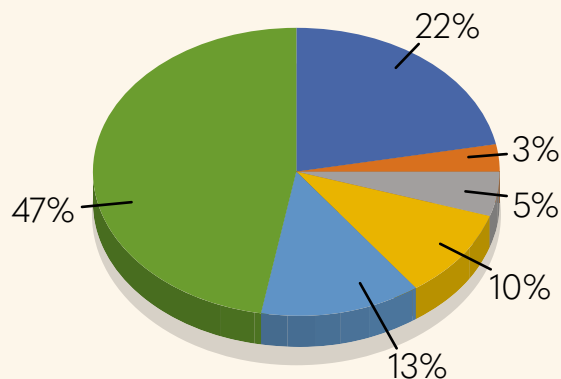
AS OF	JUNE 30, 2021	JUNE 30, 2020	JUNE 30, 2019	JUNE 30, 2018	JUNE 30, 2017
<b>ASSETS</b>					
Cash and liquid investments	\$ 1,058,207	\$ 805,817	\$ 725,309	\$ 265,030	\$ 643,960
Property, equipment & land, net	532,174	564,259	597,530	994,292	997,199
Other	4,779	17,292	24,500	17,441	25,577
<b>TOTAL ASSETS</b>	<b>\$ 1,595,160</b>	<b>\$ 1,387,368</b>	<b>\$ 1,347,339</b>	<b>\$ 1,276,763</b>	<b>\$ 1,666,736</b>
<b>LIABILITIES AND NET ASSETS</b>					
<b>LIABILITIES</b>					
Due to Parishes Together Fund	\$ -	\$ 106,550	\$ 102,892	\$ 99,368	\$ 95,965
Other	53,237	53,685	145,501	45,365	782
<b>TOTAL LIABILITIES</b>	<b>53,237</b>	<b>160,235</b>	<b>248,393</b>	<b>144,733</b>	<b>96,747</b>
<b>NET ASSETS</b>					
Without donor restrictions:					
Undesignated	988,608	1,020,235	1,077,946	891,944	840,901
Designated	339,521	128,425	-	240,086	729,088
With donor restrictions	213,794	78,473	21,000	-	-
<b>TOTAL NET ASSETS</b>	<b>1,541,923</b>	<b>1,227,133</b>	<b>1,098,946</b>	<b>1,132,030</b>	<b>1,569,989</b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>\$ 1,595,160</b>	<b>\$ 1,387,368</b>	<b>\$ 1,347,339</b>	<b>\$ 1,276,763</b>	<b>\$ 1,666,736</b>

## RESULTS OF OPERATIONS (MODIFIED CASH BASIS)

FISCAL YEAR ENDED	JUNE 30, 2021	JUNE 30, 2020	JUNE 30, 2019	JUNE 30, 2018	JUNE 30, 2017
<b>REVENUE, SUPPORT &amp; GAINS</b>					
Eparchial assessments	\$ 365,625	\$ 388,800	\$ 395,307	\$ 373,861	\$ 414,719
Stewardship cotributions	254,355	221,215	211,889	188,628	191,773
Grants and other contributions	670,895	686,117	340,023	181,877	93,029
Life insurance proceeds	-	49,443	101,241	50,175	50,294
Gain on sale of property	302,874	-	350,617	-	-
Horizons income	36,389	39,308	66,520	64,763	39,897
Other	58,887	71,729	57,484	84,216	147,387
<b>TOTAL REVENUE, SUPPORT &amp; GAINS</b>	<b>1,689,025</b>	<b>1,456,612</b>	<b>1,523,081</b>	<b>943,520</b>	<b>937,099</b>
<b>EXPENSES</b>					
Clergy Support	298,238	258,938	251,671	264,382	355,680
Horizons & Communications	39,996	92,265	138,040	109,207	82,952
Seminary, Diaconate & Vocations	74,519	105,752	108,947	96,913	126,366
Evangelization, Religious Ed, Youth & Family Ministry	135,868	21,269	86,529	143,347	167,826
Parishes, Missions & Shrine	174,758	61,390	58,459	85,238	79,590
Management, General & Development	650,856	788,811	912,519	682,392	664,193
<b>TOTAL EXPENSES</b>	<b>1,374,235</b>	<b>1,328,425</b>	<b>1,556,165</b>	<b>1,381,479</b>	<b>1,476,607</b>
<b>NET SURPLUS (DEFICIT)</b>	<b>\$ 314,790</b>	<b>\$ 128,187</b>	<b>\$ (33,084)</b>	<b>\$ (437,959)</b>	<b>\$ (539,508)</b>

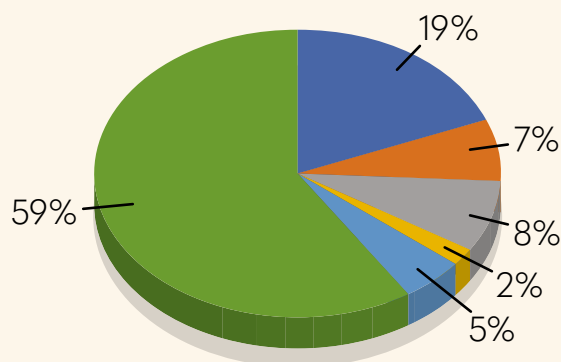
## 2021 OPERATING EXPENSES

Clergy Support	\$298,238	22%
Horizons & Communications	39,996	3%
Seminary, Diaconate & Vocations	74,519	5%
Evangelization, Religious Ed, Youth & Family Ministry	135,868	10%
Parishes, Missions & Shrine	174,758	13%
Management, General & Development	650,856	47%
	<u>\$1,374,235</u>	



## 2020 OPERATING EXPENSES

Clergy Support	\$258,938	19%
Horizons & Communications	92,265	7%
Seminary, Diaconate & Vocations	105,752	8%
Evangelization, Religious Ed, Youth & Family Ministry	21,269	2%
Parishes, Missions & Shrine	61,390	5%
Management, General & Development	788,811	59%
	<u>\$1,328,425</u>	



**Clergy Support** primarily includes health insurance premiums paid for retired priests, contributions to the Pension Fund, and life insurance premiums. It also includes the cost of maintaining the bishop's residence, travel, clergy conferences and retreats, and relocation costs for clergy coming to the United States.

**Horizons & Communications** includes the direct and related costs of publishing and distributing the Horizons publication as well as related costs.

**Seminary, Diaconate & Vocations** includes tuition, room & board, living expenses, and other related costs of educating seminarians and men in formation. It also includes costs related to activities related to promoting vocations.

**Evangelization Religious Ed, Youth & Family Ministry** includes the costs of providing evangelization programs including the streaming of divine liturgies, retreats, conferences, camps, and an annual grant to St. Mary's Byzantine Catholic School.

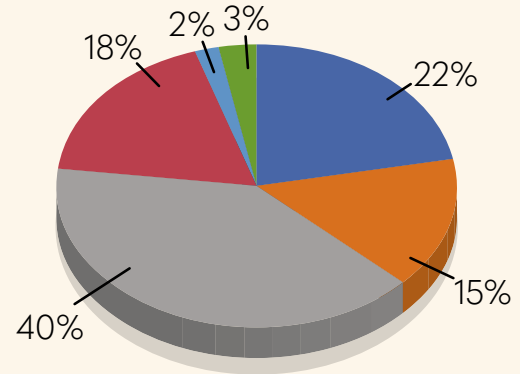
**Parishes, Missions & Shrine** includes contributions to the Shrine of Mariapoch, parishes, and the wider Catholic church in support of their programs and initiatives. It also includes the cost of maintaining closed parish properties.

**Management, General & Development** includes the costs of the overall administration of the Eparchy including:

- Office of the Bishop, which is responsible for oversight and support of all clergy, parishes, administration, interaction with the wider Catholic Church and society.
- Development Office, which is responsible for identifying, soliciting, and obtaining grants; managing the Stewardship Appeal; and growing and cultivating financial support for the Eparchy and its parishes.
- Finance Office, which is responsible for financial administration and reporting for the Eparchy, the Foundation, the Pension Fund, and the Parishes Together Fund; financial oversight and support for parishes on financial and tax matters; coordination of eparchial insurance programs; and all other financial and legal matters.
- Tribunal, which is the official ecclesiastical court of the Catholic Church, and is responsible for assisting the bishop in carrying out his responsibility as shepherd of the local Christian community which has been entrusted to him.
- Safe Environment Office, which is responsible for the administration of the Eparchy's program to ensure the protection of children and young people in accordance with guidelines of the USCCB.

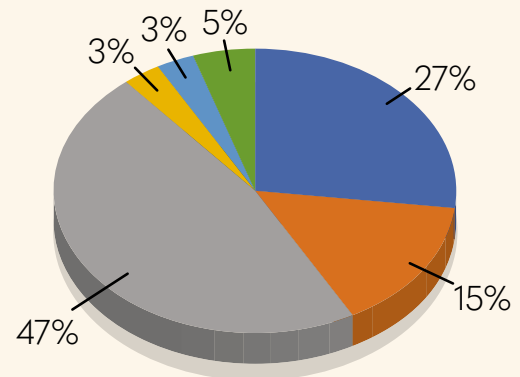
## 2021 REVENUE, SUPPORT & GAINS

Eparchial Assessments	\$365,625	22%
Stewardship Contributions	254,355	15%
Grants and Other Contributions	670,895	40%
Gain on Sale of Property	302,874	18%
Horizons Income	36,389	2%
Other	58,887	3%
	<u>\$1,689,025</u>	



## 2020 REVENUE, SUPPORT & GAINS

Eparchial Assessments	\$388,800	27%
Stewardship Contributions	221,215	15%
Grants and Other Contributions	686,117	47%
Life Insurance Proceeds	49,443	3%
Horizons Income	39,308	3%
Other	71,729	5%
	<u>\$1,456,612</u>	



**Eparchial Assessments** are paid by parishes to cover the overall costs of administering the Eparchy and its programs. The assessments are calculated as 10% of the parishes' collections, contributions, and net income from activities. Assessments are billed in monthly installments beginning July 1st based on the previous calendar year numbers. The financial statements are presented on a modified-cash basis and recognize assessments as they are collected. Parishes also contribute directly to the health insurance plan, pension plan, and pay property and general liability insurance premiums directly to our broker. These amounts are not included in assessments reported herein.

**Stewardship Contributions** represents amounts donated by parishioners and other friends of the Eparchy as part of the Annual Stewardship Appeal that occurs during a nine-month period between October and June.

**Grants and Other Contributions** includes grants from the U.S. Council of Catholic Bishops (USCCB) and other grant-making foundations as well as donations and bequests from individuals and organizations.

**Life Insurance Proceeds** represents death benefits received by the Eparchy as a beneficiary on life insurance policies owned by the Eparchy for certain of its priests.

**Gain on Sale of Property** includes the net proceeds less book value from the sale of certain properties owned by the Eparchy and closure of parishes. The gain recognized in 2021 was from the sale of the former St. Nicholas property in Cleveland. The gain recognized in 2019 was from the sale of properties in Lakewood (former St. Gregory school building) and Cleveland (former Holy Ghost), which the Eparchy had been managing since the parish closures.

**Horizons Income** represents subscriptions, advertising, proceeds from the sale of publications, DVDs and books. It also includes contributions specifically designated for the support of Horizons.

**Other Income** includes rental income, interest and dividends, insurance proceeds, and various other amounts.