



# The 2011 Financial Report of the Archdiocese of Toronto

## ARCHDIOCESAN FINANCE COUNCIL

His Eminence, Thomas Cardinal Collins, Mr. John P. McGrath (Chancellor, Temporal Affairs),  
Mr. William C. Dunlop (Comptroller), Mr. J.J. Barnicke Sr., Mr. Robert Chisholm, Mr. Patrick J. Keenan,  
Ms. Joanne De Laurentis, Mr. Edward Sorbara

## TOGETHER, WE SHARE OUR MANY GIFTS!

Across the Archdiocese, you will find a vast array of ministries and programs that reach out in service to the community each year. We also maintain and develop church properties that enable Catholics to journey together in faith. Careful consideration is given to ensure that your funds are used responsibly to maximize their impact.

These excerpts from the Archdiocese of Toronto's financial statements are not just our commitment to stewardship but our thank you to parishioners. We are grateful to Catholics across the Archdiocese who support the church's ministries as faithful stewards of God's many blessings.

Please contact the Office of Accounting and Finance at 416-934-0606 if you would like to review the combined financial statements as audited by PricewaterhouseCoopers LLP.

## DIOCESAN BALANCE SHEET AS AT DECEMBER 31, 2011 AND 2010

Assets			Liabilities and Reserves	
	2011	2010	2011	2010
Cash				
On hand	<b>1,254,586</b>	922,340		
Collateral for parish bank loans	<b><u>27,419,812</u></b>	<u>30,142,072</u>		
	<b>28,674,398</b>	31,064,412		
Investments	<b>52,062,314</b>	47,605,467		
Loans, receivables, prepayments	<b>47,531,891</b>	42,141,836		
Properties	<b>29,606,560</b>	29,080,079		
Less: Amount transferred from general reserve	<b><u>(29,606,559)</u></b>	<u>(29,080,078)</u>		
	<b>1</b>	1		
Special diocesan collections pending disbursement	<b><u>1,538,847</u></b>	<u>1,276,873</u>		
	<b><u>129,807,451</u></b>	<u>122,088,589</u>		
Loans, Payables, Deferred Revenue			<b>78,855,892</b>	70,709,246
Reserves				
Parish bank borrowing guarantee			<b>27,419,812</b>	30,142,073
Discretionary funds and other			<b>9,665,059</b>	9,672,853
General Reserves			<b>16,354,465</b>	12,042,862
Accumulated unrealized losses on available-for-sale investments			<b><u>(4,026,624)</u></b>	<u>(1,755,318)</u>
			<b>49,412,712</b>	50,102,470
Special diocesan collections pending disbursement			<b><u>1,538,847</u></b>	<u>1,276,873</u>
			<b><u>129,807,451</u></b>	<u>122,088,589</u>

Please note that amounts do not include assets, liabilities and reserves of parishes or other affiliated organizations within the Archdiocese of Toronto.

## NOTES TO THE DIOCESAN BALANCE SHEET

### Assets

Cash: \$27.4 million of the \$28.6 million is collateral from the Archdiocese held by the bank for loans extended to parishes for construction and restoration work.

Investments: \$52.0 million represents stocks, bonds and short-term deposits reported at fair value.

Loans, receivables, prepayments: \$47.5 million includes \$37.7 million in property loans to parishes.

Properties: \$29.6 million includes diocesan land and buildings, as well as land held for future parish sites.

Special Diocesan Collections: \$1.5 million represents special collections awaiting distribution e.g. Needs of the Canadian Church, Co-operative Mission Plan, etc.

### Liabilities

Loans, payables, deferred revenue: \$53.6 million of the \$78.8 million in loans and payables represents funds that parishes have invested with the Archdiocese.

### Reserves

Parish Bank Borrowing guarantee: \$27.4 million represents funds set aside as collateral for parish bank loans.

Discretionary funds and other: \$9.6 million constitutes funds set aside to meet special needs of the diocese i.e. purchase of future church sites.

General Reserve Fund: \$16.3 million represents residual between accumulated net revenues and accumulated appropriations.

Accumulated unrealized losses on available-for-sale investments: \$4.0 million represents unrealized losses relative to the cost of investments.

Special diocesan collections: \$1.5 million in liabilities represent the remnant of special collections awaiting distribution.

## DIOCESAN REVENUE, EXPENDITURES, AND GENERAL RESERVE FOR THE YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011	2010
<b>Revenue</b>		
Parish Assessment	10,286,486	10,317,065
Contributions, grants, other income	7,696,631	4,690,074
Investment income, interest, rents	4,430,291	2,786,292
Donations and bequests	<u>259,284</u>	<u>669,012</u>
<b>Total Revenue</b>	<b>22,672,692</b>	18,462,443
<b>Expenditures</b>		
Pastoral services <sup>1</sup>	7,157,340	6,554,809
Chancery office <sup>1</sup>	3,818,889	3,721,915
Office of Clergy & Chaplaincy <sup>1</sup>	1,570,285	1,690,382
Subsidies and assessments <sup>1</sup>	2,468,135	2,716,859
Grants and donations	3,426,462	1,288,808
Regional Bishops' offices	565,408	660,999
Maintenance of properties	187,349	257,788
Interest on borrowings	<u>1,363,000</u>	<u>1,290,988</u>
<b>Total Expenditures</b>	<b>20,556,868</b>	18,182,548
<b>Net revenue (deficit) for year</b>	<b>2,115,824</b>	279,895
Add: General reserve, beginning of year	<u>12,042,862</u>	<u>18,928,175</u>
General reserve, before appropriations	<b>14,158,686</b>	19,208,070
Add: Appropriations to (from) general reserve:		
Parish bank borrowing guarantee	2,722,260	(3,482,843)
Properties	<u>(526,481)</u>	<u>(3,682,365)</u>
	<b>2,195,779</b>	(7,165,208)
<b>General reserve, end of year</b>	<b><u>\$16,354,465</u></b>	<b><u>\$12,042,862</u></b>

<sup>1</sup> Please see Statement of Diocesan Expenditures for details.

## STATEMENT OF DIOCESAN EXPENDITURES FOR THE YEARS ENDED DECEMBER 31, 2011 AND 2010

	2011	2010
<b>Pastoral Services</b>		
Office of Formation for Discipleship	920,432	1,006,159
Hospital Chaplaincies	765,548	612,133
Office of Catholic Youth	428,895	465,640
Office of Public Relations & Communications	373,740	360,020
Office for Refugees	344,297	298,296
Office of Vocations	335,750	250,108
Office of Development	329,845	275,902
Inner City Apostolate	328,310	370,760
Office of the Permanent Diaconate	321,572	187,190
Television Ministry	302,232	275,866
Archives	287,902	327,111
Office of the Judicial Vicar	276,357	169,053
York University Chaplaincy	224,107	218,554
Other Chaplaincies	216,651	166,443
Serra House	215,434	172,059
Newman Centre Catholic Mission	192,260	174,401
Office of Marriage & Family Life	164,880	161,652
Housing Ministry	131,883	129,432
Office of Planning and Properties	131,882	129,432
Ministry of the Deaf	127,696	64,021
Volunteer Screening Initiative	125,625	130,403
New Beginnings	114,213	91,535
Pastoral Mission	82,856	82,016
Catechesis of the Good Shepherd	77,961	71,595
Airport Chaplaincy	67,423	85,581
Catholic Information Centre	60,000	60,000
Ryerson University Chaplaincy	59,798	97,733
Oblate Mission	46,650	45,480
Co-operative Mission Plan	30,018	22,586
Native Peoples' Ministry	24,600	24,600
Immigrant Peoples' Ministries	23,154	23,048
Office of Religious Education	19,369	-
Madonna House	6,000	6,000
	<b>7,157,340</b>	<b>6,554,809</b>
<b>Chancery Office</b>		
Salaries and benefits	2,056,172	1,989,357
Professional fees	748,737	720,835
Office and travel	742,406	634,682
Occupancy costs	168,620	139,363
Liturgical celebrations	102,954	237,678
	<b>3,818,889</b>	<b>3,721,915</b>
<b>Office of Clergy &amp; Chaplaincy</b>		
Education, sabbatical, other	1,169,016	1,243,195
Administration	365,331	302,137
Contribution to clergy health care	35,938	145,050
	<b>1,570,285</b>	<b>1,690,382</b>
<b>Subsidies and Assessments</b>		
Matrimonial Tribunal	1,873,259	1,949,075
Other subsidies and donations	346,308	478,050
Assembly of Catholic Bishops of Ontario	217,971	215,919
Canadian Conference of Catholic Bishops	30,597	73,815
	<b>2,468,135</b>	<b>2,716,859</b>

**PARISH REVENUE & EXPENDITURES AND EXCESS OF  
ACCUMULATED NET REVENUE OVER ACCUMULATED  
APPROPRIATIONS FOR THE YEARS ENDED DECEMBER 31, 2011 AND 2010**

	2011	2010
<b>Revenue</b>		
Church receipts (includes offertory, bequests and hall revenue)	<b>75,984,761</b>	76,152,998
Parish programs & specified donations (includes building funds)	<b>38,639,025</b>	34,219,518
Investment income, interest, rents	<b>2,061,885</b>	1,878,186
Special diocesan collections	<b><u>15,918,668</u></b>	<u>18,531,804</u>
<b>Total Revenue</b>	<b>132,604,339</b>	130,782,506
 <b>Expenditures</b>		
Church expenses (includes salaries, supplies, property maintenance)	<b>62,995,493</b>	60,621,328
Diocesan & Shepherds' Trust assessments	<b>12,182,252</b>	11,969,980
Parish programs, events, other	<b>9,470,036</b>	9,040,568
Rectory expenses	<b>4,080,933</b>	4,014,343
Furnishing & equipment	<b>1,196,721</b>	1,420,174
Interest on borrowings	<b>1,074,038</b>	992,549
Special diocesan collections disbursed	<b><u>15,777,543</u></b>	<u>18,541,370</u>
<b>Total Expenditures</b>	<b>106,777,016</b>	106,600,312
 <b>Excess of revenue over expenditures before appropriations</b>	<b>25,827,323</b>	24,182,194
 Less: Appropriations of capital expenditures to properties reserve	<b><u>(20,861,635)</u></b>	<u>(28,928,270)</u>
Net revenue (deficit) after appropriations	<b>4,965,688</b>	(4,746,076)
 Add: Excess of accumulated net revenue over accumulated appropriations, beginning of year	<b><u>10,551,340</u></b>	<u>15,297,416</u>
 Excess of accumulated net revenue over accumulated appropriations at year-end	<b><u>15,517,028</u></b>	<u>10,551,340</u>

**Please note that this statement reflects the combined financial activity of 219 Archdiocesan parishes and missions.**

## SUMMARY OF THE 2011 FINANCIAL STATEMENTS

### Revenue

Diocesan revenues increased from \$18.4 million in 2010 to \$22.6 million in 2011 largely due to gains on property sales. Expenditures increased from \$18.1 million in 2010 to \$20.5 million in 2011 due to an increase in grants and programs. The diocese reported net revenue of \$2.1 million in 2011. The General Reserve, after appropriations of \$2.1 million, increased to \$16.3 million.

Parish revenues increased 1.4% from \$130.7 million in 2010 to \$132.6 million in 2011. Parish expenditures remained consistent with the past year with a 0.2% increase from \$106.6 million in 2010 to \$106.7 million in 2011. After appropriations of \$20.8 million to the properties reserve, net revenue for 219 parishes amounted to \$4.9 million.

### Capital Expenditures

\$23.0 million was incurred for the construction of new churches and restoration projects involving 121 parishes, as well as the purchase of future parish sites. Proceeds of \$6.0 million were received from the sale of properties.

### Parish Investments

At December 31, 2011, 128 parishes maintained cash deposits of \$53.6 million with the diocese, earning 2.5% in interest per annum. These parish funds are used to assist other parishes in need of financing for capital projects.

### Parish Debt

Bank loans to 63 parishes totalled \$27.0 million at year-end (2010 - 62 parishes; total: \$29.6 million). These bank loans are funded by the Archdiocese through the provision of cash collateral.

At year-end, property loans by the diocese to 40 parishes largely for the acquisition of land for church sites amounted to \$37.7 million (2010 - 47 parishes, total: \$34.0 million).

### Special Diocesan Collections

Parishioners contributed \$11.5 million towards the annual parish ShareLife appeal, which supports Catholic Agencies, missions in developing countries, St. Augustine's Seminary and the Office of Catholic Youth. Collections received and remitted in respect of humanitarian relief efforts amounted to \$1.1 million. In the same period, the corporate community contributed \$1.2 million to the ShareLife Corporate Appeal.

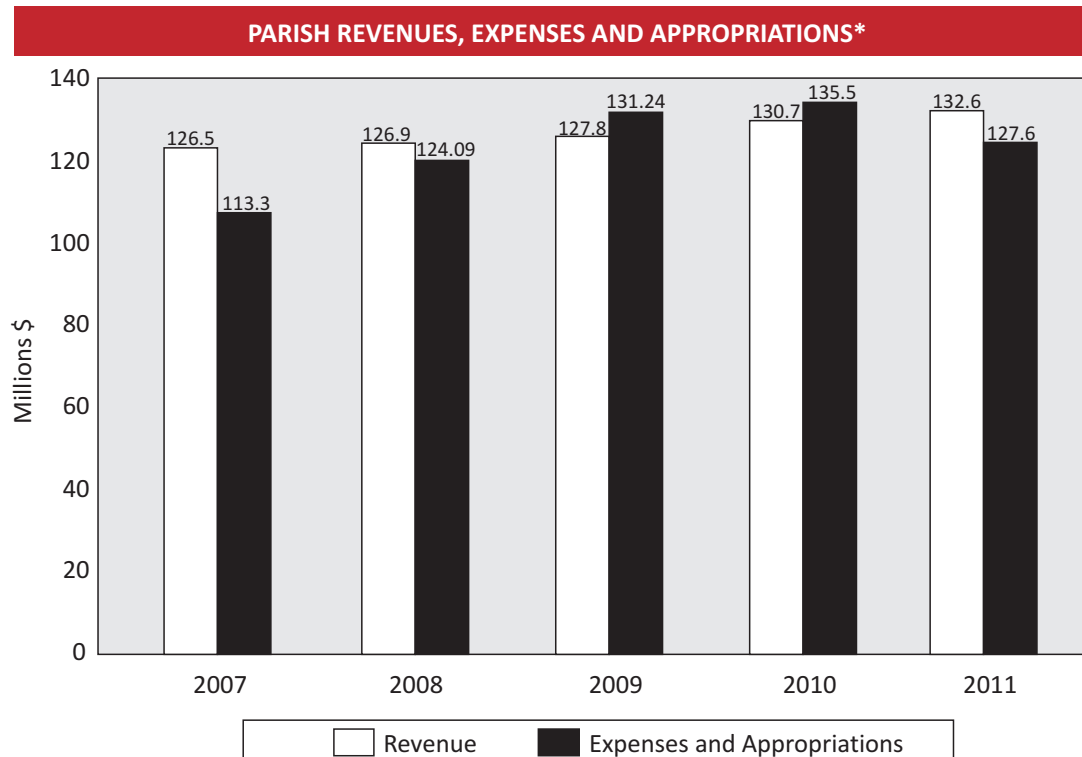
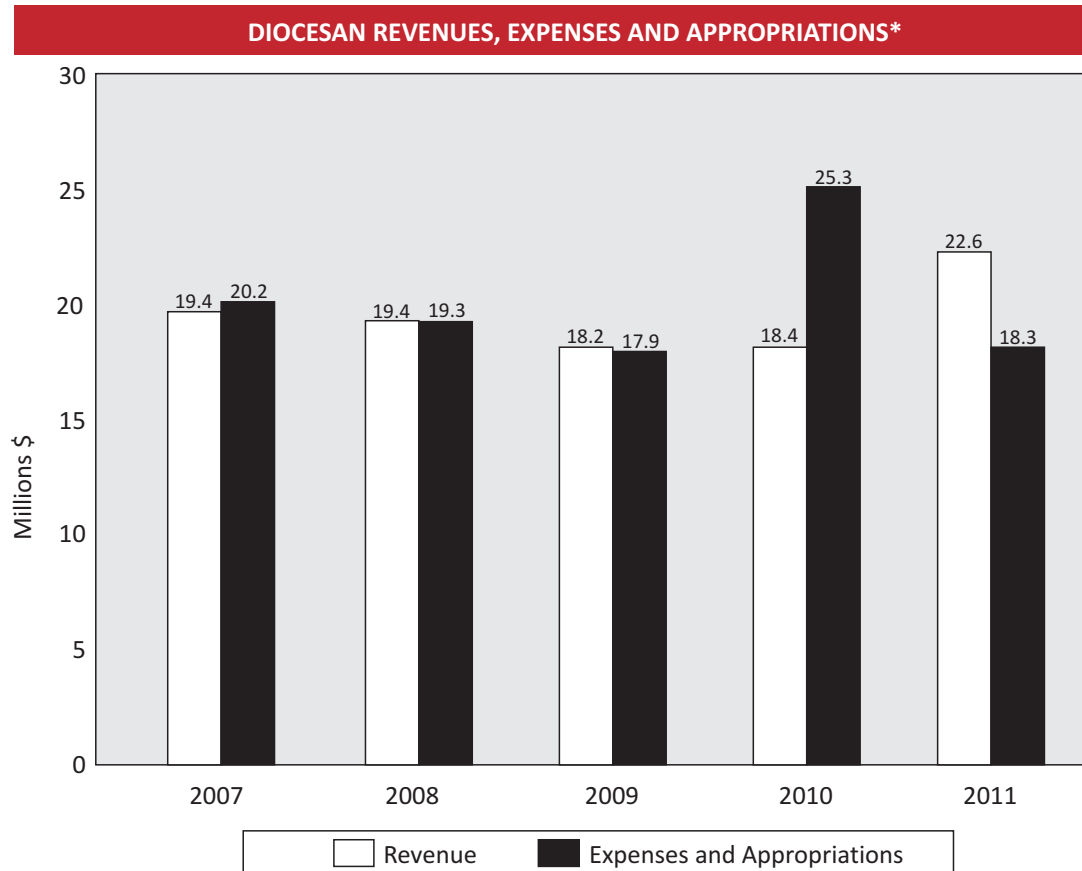
Special parish collections were received for the following specific needs identified by the diocese:

The Shepherds' Trust	\$1,226,006*
Co-operative Mission Plan	\$748,435
Holy Land	\$662,684
Propagation of the Faith	\$482,246
Needs of the Canadian Church	\$383,013
Papal Charities	\$370,965
Marygrove Camp	\$366,929
Scarborough Foreign Mission Society	\$184,586
Catholic Missions in Canada	\$184,585

\*We also received and transferred \$328,366 to Religious Orders whose priests serve some of our parishes.

The charts on the next page present an overview of the diocesan and parish revenue, expenses and appropriations.

## HIGHLIGHTS FROM THE 2011 FINANCIAL STATEMENTS



\*Funds are appropriated for specific purposes eg. construction of new churches, purchase of future church sites, bank loan guarantees, etc.

**We thank our parishioners whose generous support makes our faith community and ministry vibrant.**