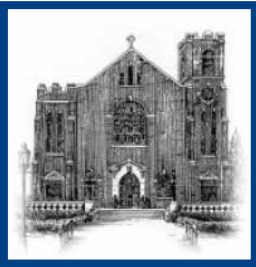


THE PARISH OF
ST. MARY 2012 ANNUAL
REPORT



FROM THE PASTOR'S DESK



Dear Friends,

The cycle of celebrating Advent and the Christmas Season draws our attention to the First Coming of Jesus. Jesus came to redeem the human race, to take upon himself our sins, and to show us the way to the Father. The scripture readings and prayers at Mass during this time of year highlight the fact that the Incarnation of Jesus is an act of God's mercy and pure love. Our response to God's goodness can only be a spirit of gratitude and thanksgiving.

As Christians, a spirit of gratitude should permeate our whole lives with one another in the Church. I am very grateful to the members of our Parish Finance Council for their guidance in making decisions about the use of our financial resources. Their input has helped me and our staff in understanding our finances better. Let me also express my appreciation to our parish business staff, especially Rebecca Quackenbush and Lisa Phillips, for their work in implementing processes that have strengthened our financial reporting.

As you may know, at the recommendation of our Finance Council, our parish financial statements were audited for the Fiscal Year 2011 by the firm of Blackman Kallick Plante Moran. To the best of my knowledge, no other parish in the Archdiocese of Chicago has undertaken such a thorough examination of a parish's financial health. While the audit process required more time and attention than I anticipated at the outset, the result is that we have achieved an unprecedented level of understanding our financial reality. This will allow us to make good financial decisions in the service of our parish ministries, the school and the religious education program. If you would like to review the audited financial statements, please visit our website: www.churchofstmary.org.

Concurrent with the audit, we have been implementing processes that provide increased transparency and communication about our finances. This report is a good step in helping everyone understand better what we receive and how we utilize the monies that you provide.

I am grateful to God for the gift of being your pastor. God has blessed me with a "front row seat" in seeing his grace at work in the lives of thousands of people in our community. When I see the children receiving our Lord in the Eucharist, hear a high school student give a witness talk on a retreat, or watch a couple walk down the aisle on their wedding day, I realize how St. Mary is helping many people get closer to Christ and answer his call: "Follow me." For your support in making this mission possible, I thank you.

In the event you have any questions or comments, kindly contact me, or Rebecca Quackenbush, our Parish Business Manager, or any member of our Parish Finance Council at your convenience.

In our Lord,

Father Mike McGovern
Pastor
mmcgovern94@gmail.com

FINANCE COUNCIL:

Ralph Elwart, Chair: 847.234.6604

Tim Cummins: 312.305.9388

Justin Foley: 312.806.3046

Jeff Gannon: 847.921.0359

Jeff Giannelli: 773.447.0058

Wendy Hambleton: 312.616.4657

Eric Rahn: 847.295.2334

PARISH STAFF



CLERGY ON THE PARISH STAFF



**FR. MICHAEL
MCGOVERN**
PASTOR



**FR. MATTHEW
KOWALSKI**
ASSOCIATE
PASTOR



**FR. STEPHEN
GRUNOW**
RESIDENT



**DICK
HUDZIK**
DEACON



**JOSEPH
KRAKORA**
DEACON



**JACK
HERRMANN**
DEACON

CHURCH & SCHOOL STAFF



**VENETTE
BIANCALANA**
PRINCIPAL



**KRISTEN
FINK**
ASSISTANT
PRINCIPAL



**AMY
GIANNELLI**
SPECIAL
EVENTS & VIRTUS
ADMINISTRATOR



**ALLISON
HARVEY**
YOUTH
MINISTER



**LORE
NUGENT**
RELIGIOUS
EDUCATION
COORDINATOR



**JANET
PETERS**
PASTORAL
CARE



**REBECCA
QUACKENBUSH**
BUSINESS
MANAGER



**LILLIE
ROMEISER**
YOUTH
MINISTER



**MAURA
SCHELHAMMER**
LITURGY &
MEDIA
COORDINATOR



**PAT
SCHWARZ**
ASSISTANT
RELIGIOUS
EDUCATION
COORDINATOR



**SAMUEL
SUTER**
MUSIC
DIRECTOR



**KATHY
THOMPSON**
ASSISTANT
PRINCIPAL



SPIRITUAL LIFE



2011-2012 PARISH OF ST. MARY'S

Registered Households – 2831

Non-Registered Households – 332

SPIRITUAL LIFE

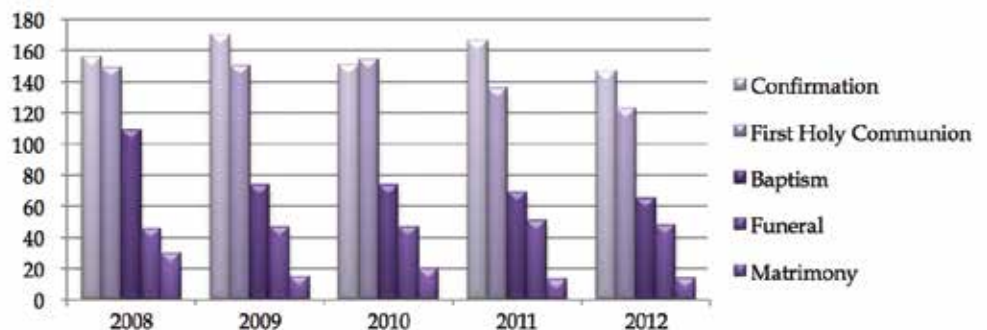
Many St. Mary's parishioners participate in the opportunities for spiritual growth and to serve one another in the parish.

- Ushers – 46
- Lectors – 40
- Extraordinary Ministers of Holy Communion – 107
- Altar Servers – 83
- Choir, Cantors & Instrumentalists – 49
- Ministers of Care – 42
- Bereavement Ministers – 13
- Bible Study – 124
- Youth Ministry – 150 high school students



RITES

- Baptism – 65
- Reconciliation & First Holy Communion – 123
- Confirmation – 147
- Matrimony – 14
- Funeral – 48



SPIRITUAL LIFE



RCIA: RITE OF CHRISTIAN INITIATION OF ADULTS

Each year our parish receives inquiries from adults seeking to be baptized, and baptized Christians interested in becoming Catholic. The RCIA is a program that helps adults learn more about the Catholic faith, provides an environment for questions and helpful answers, and prepares adults for the Sacraments of Initiation at the Easter Vigil. St. Mary's is fortunate that dozens of people who have participated in RCIA are actively involved in the parish today.

LITURGICAL MUSIC

St. Mary's is blessed to have an excellent liturgical music program under the direction of Samuel Suter. The parish adult choir, cantors and instrumentalists help us to worship God on Sundays and holy days throughout the year. Students in the School of St. Mary and our Religious Education program also learn liturgical music as part of their faith formation.



BIBLE STUDY *Cheri Klock & Angela Dedolph, Bible Study Coordinators, 124 Participants*

There is much advice, wisdom and encouragement for true Christian living in the New Testament books of James, Ephesians and First Corinthians. St. Mary's Bible Study morning program studied Paul's letter to the Ephesians in the fall, and his First Letter to the Corinthians began in January. The evening program studied the book of James in the fall, and Paul's First Letter to the Corinthians began in January as well.



EPHESIANS

St. Paul explains to the people of Ephesus (and to us) God's eternal plan of salvation and His purposes for His new Church. Enthroned above, Christ is still completing the work He began on earth through His extended body, the Church.

BOOK OF JAMES: PEARLS FOR WISE LIVING

This study applies the wisdom of St. James, the apostle, to our lives today. For anyone who has struggled to live a truly Christian life, James offers a wealth of practical solutions for handling, and even sanctifying, everyday experiences.

FIRST CORINTHIANS: THE CHURCH AND THE CHRISTIAN COMMUNITY

St. Paul taught the people of Corinth about the nature of grace and the Church as the mystical Body of Christ, including God's powerful gift of the Eucharist.

A NEW TRANSLATION FOR A NEW
ROMAN MISSAL

"Our receiving the English translation of the Third Edition of the Roman Missal is a moment of grace for the Catholic Church."

— Francis Cardinal George, OMI,
Archdiocese of Chicago





MINISTRIES



OUR SHARING PARISH: MOST BLESSED TRINITY

Fr. Mike participated in a Mass and a special dinner at our sharing parish, Most Blessed Trinity in Waukegan last February. The gathering was meant as an expression of gratitude to the many volunteers at Most Blessed Trinity. The pastor, Father Dan Hartnett, SJ, presented awards to St. Mary and St. Patrick of Lake Forest in recognition of the untiring support each parish offers to our friends in North Chicago and Waukegan. Fr. Mike was very pleased to accept the award on behalf of our parish.



IMMACULATE CONCEPTION



HOLY FAMILY



QUEEN OF PEACE

St. Mary continues to offer excellent support to the ministries of our sharing parish, Most Blessed Trinity, the Archdiocese of Chicago and the Universal Church. Your generous response to each “second collection” throughout the past year has helped thousands of people, including: the poor served by Catholic Charities, missionaries, retired religious men and women, seminarians preparing to become priests, Christians in the Holy Land, and the victims of disasters aided by the charitable efforts of our Holy Father, Pope Benedict XVI. The wider mission of the Church is strengthened because of your prayers and support.

	* FY2011	FY2012
Most Blessed Trinity - Sharing Parish	\$138,688	\$119,955
Latin America	\$7,285	\$5,883
Seminaries	\$9,641	\$8,782
Holy Land	\$4,296	\$4,296
Aid Churches Central East Europe	\$6,608	\$6,770
Catholic Charities	\$14,435	\$13,470
Peter's Pence	\$8,667	\$10,020
Propagation of The Faith	\$9,337	\$8,639
Catholic Campaign for Human Development	\$7,277	\$7,111
Religious Retirement	\$13,356	\$14,186
Missionary CO-OP Plan	\$4,112	\$17,513
Operation Rice Bowl - CRS	\$0	\$1,320
Retirement for Priests	\$14,861	\$14,744
	\$238,563	\$232,324

* FY2011 July 2010 – June 2011 are Derived from the Audited Financial Statements

“Please allow me to express my own appreciation to everyone who helps our sharing parish. Your support is a wonderful sign of the wider mission of the Church in our world today. Thank you.”

– Fr. Mike



“It meant so much to take time for myself and to share the joys and challenges of motherhood with a trusted friend.”
– MOMS participant

The Ministry of Mothers Sharing is an outreach ministry that enables women to gain a stronger focus and awareness of their inner self and teaches mothers new ways to inspire, affirm and learn from each other.

YOUTH MINISTRY



COR YOUTH MINISTRY Fun. Friendly. Faithful.

Lillie Romeiser & Alli Harvey, Youth Ministers

*I will give them one heart and one way: so
that they may go on in the worship of me forever.
Jeremiah 32:39*

COR is our high school youth ministry. "COR" is derived from the Latin phrase "cor unum," which means "one heart". This "one heart" is a heart that is united with the heart of Christ. The mission of COR Youth Ministry is to bring the youth of the Church of St. Mary into a deeper love with Christ, so that they may embrace His call upon their lives, and do His work within the world.



KAIROS LEADERS

- 150-175 teens regularly attend Sunday COR Meetings
- 120 teens participated in two Kairos Retreats
- 40 teens attended Frosh/Soph Retreat
- Jason Evert Life Night Youth Rally
- Weekly Bible Study
- Social Events
- Service Opportunities
- Overnight Lock-ins



HOLY FAMILY PARISH SOUP KITCHEN

"Above all, Kairos made my relationships, especially my relationship with Christ, real. It was one of the best, most meaningful experiences of my life thus far. I now live for a purpose, and for this I am forever thankful to Kairos."

– Kairos XVI & IXX participant



APPALACHIA TRIP

30 teens attended the Appalachia trip. COR teens built homes for underprivileged families with Habitat for Humanity in Robbins, Tennessee.





PARISH LIFE

2011-2012 PARISH PASTORAL COUNCIL

Mike Clifford	Karen Cunningham
Mary Flagstad	John Fitzgerald
Helen Jenko	Pat Lupton
Jay Pezza	Mary Jo Sabalasky
Chris Yore	Joe Zaccari, <i>Chair</i>

COUNCIL & MINISTRY VOLUNTEER COORDINATORS

Wendy Hambleton, *Children's Liturgy of The Word*
 Barbara Tomcko, *Blood Drive*
 Megan Jordan, *Food Drive*
 Ellen Tierney, *Soup Kitchen*
 Bob Wenderski, *Knights of Columbus*
 Ron Taylor, *Lector Coordinator*
 Ron Sevcik, *Usher Coordinator*
 Terry Kiwala, *SPRED (Special Religious Education)*
 Charlotte Ahern, *Women's Spiritual Book Group*
 Sheila Robbins, *Chair Parish Life Commission*
 Barb Mockus & Christy Riley, *MOMS (Ministry of Mothers Sharing)*



BLESSING OF THE ANIMALS



KNIGHTS OF COLUMBUS LAKE FOREST COUNCIL #1268

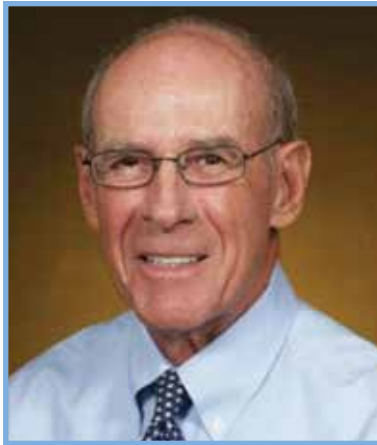
Knights of Columbus is a Catholic men's fraternal society. We are committed to making our community a better place while supporting the Church of St. Mary. Being a Knight is more than camaraderie; it is being involved with our community, supporting our Church and doing charitable work while enhancing our faith.



WINDOWS INTO HEAVEN ICON EXHIBIT

Forty icons, most of which were created in Russia, were on display in the Parish Center this past February for all to enjoy. They are great religious art that draws people into prayer.

PARISH LIFE



IN LOVING MEMORY

Deacon James L. Kenney

July 8, 1933 – January 25, 2012

THIS MESSAGE WAS POSTED BY JIM ON HIS CARINGBRIDGE WEBSITE ON JUNE 26, 2011.

"I wish I could thank each of you face to face to express my gratitude for all of your good wishes, thoughts and especially your prayers. It gave me strength on the dark nights of discomfort. I am just overwhelmed by all your support and your offers of help ... So Please keep me in your prayers. You are each in mine. ...

May God Bless you, Deacon Jim"

Jim was born and raised in Evanston at St. Mary's parish and attended St. George High School. Following his service in the U.S. Army he attended Lake Forest College, graduating in 1959 with a Bachelor of Science degree in business administration. He received a Master of Science in Education from Northern Illinois University in 1989. His career began at the Ferry Hall School as business manager, followed by positions at Lake Forest Hospital and the Glenbrook High Schools, where he spent 21 years. Jim was involved in numerous service and community organizations including the Lake Forest - Lake Bluff Running Club, the Knights of Columbus, the American Legion and was a past president of the parish council at the Church of St. Mary and Rotary Club and the Lake Forest Chamber of Commerce. In 1978 Jim was ordained as a permanent deacon for the Archdiocese of Chicago and has since served in that capacity at the Church of St. Mary. He was also an active supporter and alumnus of Lake Forest College and was awarded a Distinguished Service Award by the college in 2009. In recent years he was a member of the board of trustees and actively involved with St. Martin de Porres High School in Waukegan.

MINISTRY OF CARE

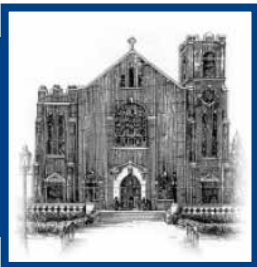
Pastoral care of the sick is an important ministry. Trained volunteers visit the sick at home, the hospital or at a nursing home, and bring Holy Communion to the sick. Pastoral care includes prayer and sharing our Catholic beliefs about suffering, illness, dying and death.

THE HEALING JOURNEY GRIEF SUPPORT GROUP

Grief is a natural and normal response when a significant person in your life dies. It is also an emotionally, spiritually and often physically painful journey. You may feel angry, depressed, guilty, confused or simply overwhelmed. The Healing Journey grief support group guides you in understanding the grief process, and most importantly gives you a 'safe place' to talk about your grief with others who share similar feelings.

PILGRIMAGE TO THE HOLY LAND OCTOBER 2011





WOMEN'S GUILD OF ST. MARY

Thank you to the Guild of St. Mary

for their generous donation of years past for our beautiful new church signs and landscaping.



2011-2012 BOARD MEMBERS

Julie Conway, *President*
Debby Lambert, *1st Vice President*
Megan Engelberg, *2nd Vice President*
Nadine Shepard, *Secretary*
Sue O'Callaghan, *Treasurer*
Heather Kotlarz, *Publicity*
Margee Burke, *Advisor*
Prelude Co-Chairs, Lauren & Eileen Peters

The Guild of St. Mary is a 76 year old not-for-profit, philanthropic and service organization. The Guild is comprised of approximately 500 women who support the Church of St. Mary in a variety of ways, as well as the wider community, through service, friendship and spirituality.

Thank You

Guild of St. Mary
for the generous
donation of \$11,000
to the Church of
St. Mary in the
Spring of 2012.



WOMAN OF THE YEAR 2011 JOANN LAPORTE

Joann has spent many hours working tirelessly on behalf of Catholic Charities, specifically their Lake County Food Pantry. Joann embodies the true spirit of the Guild of St. Mary with her constant behind-the-scenes effort to help those in need.
Thank you Joann!

PRELUDE 2011



GUILD CIRCLES 2011–2012

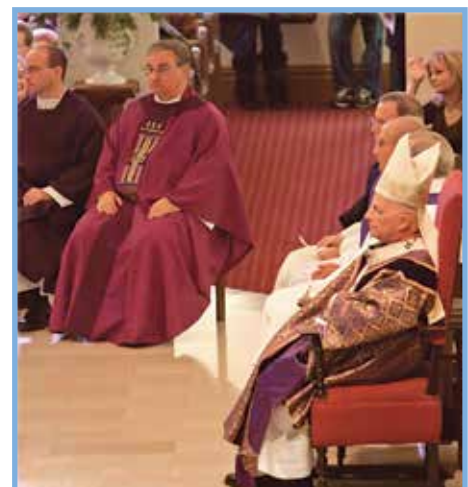


CIRCLES 2011–2012

- ST. ANNE:** Memorial Mass Receptions
- ST. ANTHONY:** All Souls Day Reception
- ST. BRIDGET:** Centennial Reception
- ST. CATHERINE:** Donut Sunday
- ST. ELIZABETH & ROSE:** Senior Citizen Luncheon – Sentimental Journey
- ST. FRANCIS:** Blood Drive
- ST. GENEVIEVE:** Baby Jesus Birthday Party & Food Drives
- ST. GERARD:** Morning of Reflection– Fr. David Meconi, S.J.
- ST. GWENDOLINE:** Easter Sharing Tree Distribution & Collection
- ST. JANE DE CHANTAL:** Christmas Sharing Collection
- ST. JUDE:** Fall Mass & Brunch
- ST. MADELEINE SOPHIE:** Gourment Gift Table
- ST. MARIA GORETTI:** Donut Sunday
- ST. MARTHA & MARY:** Catholic Charities
- ST. PATRICK:** Food Drives
- ST. RITA:** Christmas Sharing Tree Distribution
- ST. THERESA:** Advent Wreath Making

SPECIAL COMMITTEES

- ALTAR LINENS** Pat Tomek
- BRIDGE MARATHON** Mathilda Williams
- FUNERAL LUNCHEONS** Judi Turner
- GUILD HOSPITALITY** Irene Wolfe & Mary Lynn Furth
- MEMORIAL MASSES** Mary Lynn Furth
- PARISH LIFE** Margaret Hogan



CENTENNIAL MASS WITH
CARDINAL GEORGE



RELIGIOUS EDUCATION PROGRAM

St. Mary offers catechesis and faith formation for children from pre-school to eighth grade through our Religious Education Program. Children participate in catechesis in the classroom, prayer services, special activities and service projects. The program follows the curriculum for Religious Education developed by the Archdiocese of Chicago.



Sacrament of Reconciliation & First Eucharist
78 children

2011-2012

- 514** – Students
- 361** – Families
- 30** – Volunteer Catechists
- 15** – Stipend Catechists for grades 6, 7, & 8
- 12** – Certified Catechists
- 4** – Office Aide/Childcare Volunteers



FAMILY MASS



2ND GRADE CANDLE SERVICE

CHILDREN'S LITURGY OF THE WORD – 9:00 AM SUNDAY MASS

The children from preschool through 5th grade are invited to participate. Dedicated catechists lead this age-appropriate time for children to understand the Sunday scriptures and to reflect on how they are called to live the message in their day to day activities.

25-30 children participate each week.



VACATION BIBLE SCHOOL

- 131** – Children participated
- 101** – 36 adult & 65 student volunteers



RELIGIOUS EDUCATION PROGRAM



6TH GRADE students and parents visit the North Shore Congregation Israel in conjunction with their studies of the Hebrew Scriptures/Old Testament.



7TH GRADE students and parents, special presentation and dramatization of Jesus of Nazareth.

8TH GRADE student, parent, and sponsor event, *Moral Decision Making* with Fr. Michael Knotek and students participated in a Confirmation retreat.



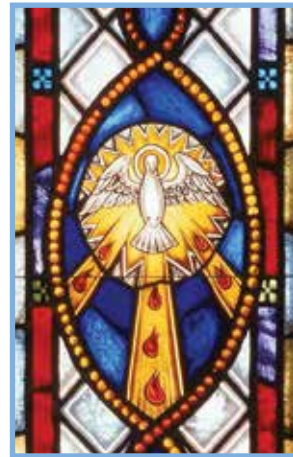
SUMMER INTENSIVES

SACRAMENT OF CONFIRMATION

85 STUDENTS – Religious Education Program

53 STUDENTS – School of St. Mary

9 STUDENTS – COR High School



*God our Father,
complete the work you have begun at
my Baptism and Confirmation
and continue to nourish with the Eucharist.
Strengthen within me the gift of the
Holy Spirit. Keep the Gifts of the
Holy Spirit active in my heart.*

*Strengthen within me the spirit of Wisdom
and Understanding, the spirit of Right
Judgement and Reverence.*

*Fill me with the spirit of Wonder and Awe
in the presence of the mystery of your love.*

*Teach me to guide them to come to know you,
and to give wisdom to your Son by lives
built on faith and love.*

Amen.



SCHOOL OF ST. MARY

Since 1917, the School of St. Mary has helped children grow in their Catholic faith. Students participate in Mass on feast days of Christ, the Blessed Mother, the Apostles and various saints throughout the year. Faith formation includes: prayer services, the Rosary, retreats, confession in Advent and Lent and regular catechesis in the classroom.

2011 – 2012 ACADEMIC YEAR

Enrollment PreK - 8th Grade – 536, including 93 new students

Faculty Members with Advanced Degrees – 21 (50%)

Full Time Faculty Members – 36

Part Time Faculty Members – 7

Average class size in 1st through 8th grade – 19 students per class

Average class size in pre-school and kindergarten – 16 students per class



The School of St. Mary is the proud recipient of the Excellence in Education Blue Ribbon Award, 2012, awarded by the U.S. Department of Education. Out of approximately 135,000 public and private schools, 269 schools received this award which recognizes excellence in education. 50 non-public schools of the 269 were selected to receive a Blue Ribbon.

St. Mary is recognized as an exemplary, high performing school. “High performing” means that the achievement of the school’s students in the most recent year tested places the school in the top 15 percent of the nation in reading (or English language arts) and mathematics as measured by a nationally normed test.



SPIRITUAL, SOCIAL & EMOTIONAL DEVELOPMENT

- Parent coffees were offered to discuss topics pertaining to each grade level, student services, curriculum, and school wide discipline plan
- Implementation of revised Upper Grade Center Discipline Plan
- Retreats offered for grades 4-8
- Utilized Faith based resources to supplement Second Step Social/ Emotional program



CLASS OF 2012

SCHOOL OF ST. MARY



ACADEMICS

- Math curriculum reviewed and updated which resulted in adopting new resources for grades K-6
- Implemented new reading resources in grades 1 – 8
- All reading classes in K-8 are differentiated and leveled to meet individual needs
- Streamlined process for gifted and talented identification



2011–2012 TERRANOVA

- TerraNova tests administered to grades 2 – 8
- TerraNova scores improved as compared to previous year's scores
- TerraNova scores are well above the national average
- AIMS/Web scores improved due to earlier intervention
- EXPLORE testing began in grade 8
- TerraNova test scores improved in all subject areas

TERRANOVA TEST INFORMATION

In the United States, TerraNova tests, published by California-based CTB-McGraw Hill, are widely used by both public and Catholic school systems. The Archdiocese of Chicago Catholic Schools use TerraNova standard achievement tests to obtain performance data on school aged students. TerraNova tests are dually aligned with Archdiocesan curricula and Illinois State Learning Standards.

The faculty and staff at the School of St. Mary utilize these results to support instruction in the classroom and to make critical administrative decisions that affect students, such as eligibility for placement into special programs. Additionally, test results are used to evaluate the effectiveness of the curriculum and the instructional program and to keep the public informed of the progress being made by the school.

TECHNOLOGY INTEGRATION

- Updated school web site
- Updated teacher web pages
- Student textbooks and resources available on-line for student homework access
- Implemented Power School for generating report cards
- Implemented on-line registration for new and current families
- Enhanced technology integration and support of curriculum





SCHOOL OF ST. MARY

2011-2012 SCHOOL ADVISORY COUNCIL

Cecile Schoenheider, *Chair*

Jeff Giannelli & Tim Cummins, *Finance*

Kirk & Nadine Shepard,
Planning & Development

John Kelley & John Parsons, *Technology*

Mary Brennan & Kitty Picchietti,
Marketing & Publicity

Justin Foley & David Melsheimer, *Athletics*

Lauren Peters, *School Enrichment*

Annemarie Ranallo & Lynn Casper,
Room Parent Coordinators

Michael Freeman, *Legislative Action*

Peter & Laura Rukavina, Pete & Julie Schaefer,
Parents' Club & Gala Co-Presidents

Jim & Sheri Keith, *Parents' Club Treasurers*

Jill Pace, *Virtus Volunteer Oversight*

THANK YOU PARENTS FOR YOUR GENEROSITY



Dreams are Wishes From the Heart
2012 Parents' Club Gala

PARENTS' CLUB DONATED \$285,000
TO THE SCHOOL OF ST. MARY IN FY2012:

\$225,000 – General School Operating
\$40,000 – Primary Grade Center Playground
\$20,000 – Technology

PROJECTS WERE COMPLETED UTILIZING FUNDS
RAISED FROM THE FOLLOWING GALA PADDLE RAISERS:

2010 North Building AC & Sprinkler system – \$69,450
2011 & 2012 Technology – \$119,275
2012 PGC Playground – \$40,000

Parish contributed \$280,000 to complete the North School Building AC & Sprinkler project

Parish contributed \$10,000 to the Playground & Technology projects

2011 & 2012 TECHNOLOGY PADDLE RAISERS



- Deployed interactive whiteboards in all classrooms
- Invested in iPads, Mobi's & document cameras
- Implemented video streaming, Mathletics and Accelerated Reader
- Installed fiber optic link between buildings at the Upper Grade Center
- Upgraded the core network infrastructure at the Upper Grade Center

SCHOOL OF ST. MARY



THANK YOU CLASSES OF 2010 & 2011

New School Signs at
Upper Grade Center & Primary Grade Center

THANK YOU ATHLETIC BOOSTERS CLUB

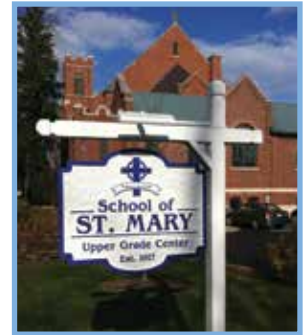
New Football Helmets & Cheerleading Uniforms

2011-2012 ATHLETICS & EXTRA-CURRICULAR PROGRAMS

306 – Students participated in the Athletic Program

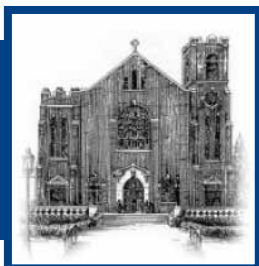
56 – Volunteer Coaches & Assistants

366 – Students participated in other extra-curricular activities



SERVICE

- Cross grade level buddies created service projects honoring saints, considering the liturgical calendar and focusing upon Catholic organizations
- Dance-a-thon for Nuestros Pequeños Hermanos-Contributions total-\$1,232
- Primary Grade Center students participated in a Math-a-thon for St. Jude's Research Children's Hospital-Contributions total-\$6,405
- Upper Grade Center students presented a check for \$750 to a homeless shelter in Waukegan
- Students combined efforts with our local food pantry to provide 6 families with Thanksgiving baskets
- Students collected gently used coats for a neighboring food pantry in honor of the Feast Day of St. Martin of Tours
- Students raised \$800 in their annual Peruvian Baby Bottle Project. Proceeds from this service project are used to purchase milk and food for needy children in Peru.



STATEMENTS OF FINANCIAL POSITION

Statements of Financial Position - Modified Cash Basis Fiscal Years Ending June 30th

	* FY2011		FY2012	
	July 2010 - June 2011		July 2011 - June 2012	
ASSETS				
Current Assets				
Checking & Savings Local				
Savings Accounts Local	\$	544,566	\$	336,338
Operating Accounts Local		1,849,379		2,228,724
Total Checking & Savings Local		2,393,944		2,565,061
Savings & Investments at Archdiocesan Bank				
Savings & Investments		227,461		273,317
Building Fund Savings		33,441		303,755
Cash held on behalf of Parish Organizations		144,311		121,876
Total Savings & Investments at Archdiocesan Bank		405,213		698,947
Total Current Assets		2,799,157		3,264,009
Noncurrent Assets				
Other Assets				
Parish Education Endowment Fund		1,014,566 **		1,220,408 **
Parish Endowment Scholarship Fund		109,858 **		109,048 **
Total Other Assets		1,124,425		1,329,456
Parish Properties				
Primary Grade Center Land		872,938		872,938
Oakwood Rental Property		357,500		357,500
Illinois Rental Property		436,000		436,000
Total Parish Properties		1,666,438		1,666,438
Total Noncurrent Assets		2,790,863		2,995,894
TOTAL ASSETS	\$	5,590,020	\$	6,259,903
LIABILITIES and NET ASSETS				
Liabilities				
Short-term Liabilities	\$	-	\$	89,310
Held on behalf of Parish Organizations		144,311		121,876
Prepaid Tuition & Fees		1,254,830		1,463,013
Long-term debt				
Upper Grade Center Loan		579,980		404,588
Total Long-term debt		579,980		404,588
Total Liabilities		1,979,121		2,078,786
Net Assets				
Unrestricted		1,990,237		2,426,340
Temporarily Restricted				
Parish Education Endowment Fund		702,361 **		908,203 **
Parish Scholarship Endowment Fund		9,739 **		8,930 **
Restricted Donations and Fundraising		297,451		425,319
Other Temporarily Restricted		198,787		-
Total Temporarily Restricted		1,208,338		1,342,453
Permanently Restricted				
Parish Education Endowment Fund Corpus		312,205		312,204
Parish Scholarship Endowment Fund Corpus		100,119		100,120
Total Permanently Restricted		412,324		412,324
Total Net Assets		3,610,899		4,181,117
TOTAL LIABILITIES and NET ASSETS	\$	5,590,020	\$	6,259,903

* FY2011 July 2010 - June 2011 are Derived from the Audited Financial Statements

** Endowment Funds recorded at market-to-market per Chicago Archdiocese Accounting Policy

FISCAL YEAR 2011 INCOME STATEMENT



Statement of Revenue & Expense Activity - Modified Cash Basis 2011 Fiscal Year Ending June 30th

Change in Unrestricted Net Assets	2011 - Derived from Audited Financials			
	Church	School	Interparish Eliminations	Total
Income				
Sunday & Holy Day Collections	\$ 2,117,994	\$ -	\$ -	\$ 2,117,994
Tuition, Registration & Comprehensive Fees	152,433	2,842,637	-	2,995,070
Educational & Program Fees	54,247	106,818	-	161,065
Fundraising Net Income	17,694	270,444	-	288,138
Interest & Investment Income	29,453 {1}	4,449 {1}	-	33,902
Scholarship Income from Parish	26,779	138,449	(133,449)	31,779
Subsidy Income from Parish	-	330,000	(330,000)	-
Donations	47,955	13,254	-	61,209
Miscellaneous Income	91,743	6,194	-	97,937
Total Income	2,538,298	3,712,245	(463,449)	5,787,094
Temporary loan from Parish Education Endowment Fund	198,787	-	(198,787)	-
Net assets released from restrictions	428,604	132,452	-	561,056
	<u>3,165,689</u>	<u>3,844,697</u>	<u>(662,236)</u>	<u>6,348,150</u>
Expense				
Salaries	864,762	2,360,709	-	3,225,471
Employee Benefits	184,284	704,049	-	888,333
Educational, Liturgical Books & Supplies	32,036	117,990	-	150,026
Administrative & Other Expenses	199,510	34,240	-	233,750
Utilities	59,937	162,923	-	222,860
Maintenance & Building Repairs	114,484	123,959	-	238,443
Upper Grade Center Loan Interest	81,214	-	-	81,214
Liturgical & Ministries	132,535	155	-	132,690
Archdiocesan Assessments	294,336 {2}	12,489 {2}	-	306,825
Insurance	41,220	100,596	-	141,816
Parish Financial Aid Expense	133,449 {3}	-	(133,449)	-
Parish School Subsidy Expense	330,000 {3}	-	(330,000)	-
Miscellaneous Expense	9,436	22,013	-	31,449
Total Expense	2,477,203	3,639,123	(463,449)	5,652,877
Total Change in Unrestricted Net Assets	688,486	205,574	(198,787)	695,273
Other Unrestricted Income and Expense				
Other Income				
Archdiocese Required Collections	99,925	-	-	99,925
Estates, Bequests & Memorials	936,139	-	-	936,139
Annual Appeal Rebate	27,891	-	-	27,891
Capital Collections	22,973	-	-	22,973
Realized and Unrealized Gains	8,025	-	-	8,025
Total Other Income	1,094,953	-	-	1,094,953
Other Expense				
Archdiocese Required Collections	89,779	-	-	89,779
Temporarily Restricted Capital Collection - Releases	540,951	-	-	540,951
Other Expenses	19,534	4,981	-	24,515
Total Other Expense	650,264	4,981	-	655,245
Total Change in Other Unrestricted Net Assets	444,689	(4,981)	-	439,708
Other Temporarily Restricted Net Assets				
Other Income				
Interest and Dividend Income	45,263	-	-	45,263
Temporarily Restricted - Realized and unrealized gains	74,267	-	-	74,267
Temporarily Restricted - Capital Collections	489,795	-	-	489,795
Other donations	-	196,899	-	196,899
Temporarily Restricted - Releases	(428,604)	(132,452)	-	(561,056)
Total change in temporarily restricted net assets before temporary loan from Parish Education Endowment Fund	180,721	64,447	-	245,168
Temporary loan from Parish Education Endowment Fund	(198,787)	-	198,787	-
	<u>\$ 1,115,109.00</u>	<u>\$ 265,040.00</u>	<u>\$ -</u>	<u>\$ 1,380,149.00</u>



FISCAL YEAR 2012 INCOME STATEMENT & FISCAL YEAR 2013 BUDGET

Statement of Revenue & Expense Activity - Modified Cash Basis 2012 Fiscal Year Ending June 30th

Change in Unrestricted Net Assets	2012				2013 BUDGET
	Church	School	Interparish Eliminations	Total	Total
Income					
Sunday & Holy Day Collections	\$ 1,939,144	\$ -	\$ -	\$ 1,939,144	\$ 1,881,000
Tuition, Registration & Comprehensive Fees	184,823	3,032,546	-	3,217,369	3,103,745
Educational & Program Fees	60,667	34,848	-	95,515	85,025
Fundraising Net Income	(755)	227,298	-	226,543	257,900
Interest & Investment Income	51,585 {1}	1,578 {1}	-	53,163	112,917
Scholarship Income from Parish	-	157,686	(150,050)	7,636	80,000
Subsidy Income from Parish	-	521,569	(521,569)	-	250,000
Donations	278,133	25,875	-	304,008	134,250
Miscellaneous Income	58,885	10,517	-	69,402	90,680
Total Income	2,572,482	4,011,917	(671,619)	5,912,780	5,995,517
Expense					
Salaries	891,307	2,224,944	-	3,116,251	3,008,691
Employee Benefits	173,170	686,377	-	859,547	1,044,811
Educational, Liturgical Books & Supplies	34,504	158,387	-	192,891	165,625
Administrative & Other Expenses	84,685	107,981	-	192,667	123,749
Utilities	67,247	94,020	-	161,268	251,600
Maintenance & Building Repairs	120,339	108,877	-	229,216	260,897
Upper Grade Center Loan Interest	24,105	-	-	24,105	18,544
Liturgical & Ministries	105,472	1,871	-	107,343	105,525
Archdiocesan Assessments	301,500 {2}	12,328 {2}	-	313,828	311,667
Insurance	43,626	104,100	-	147,726	152,000
Parish Financial Aid Expense	150,050 {4}	-	(150,050)	-	80,000
Parish School Subsidy Expense	521,569 {4}	-	(521,569)	-	250,000
Miscellaneous Expense	27,901	30,191	-	58,093	28,850
Total Expense	2,545,476	3,529,077	(671,619)	5,402,934	5,801,959
Total Change in Unrestricted Net Assets	27,006	482,840	-	509,846	193,558
Other Unrestricted Income and Expense					
Most Blessed Trinity Sharing Parish	119,955	-	-	119,955	135,000
Archdiocese Required Collections	115,137	-	-	115,137	96,100
Annual Appeal Rebate	39,950	-	-	39,950	26,000
Most Blessed Trinity Sharing Parish	(119,048)	-	-	(119,048)	(135,000)
Archdiocese Required Collections	(115,137)	-	-	(115,137)	(96,100)
Other Expenses	(21,606)	-	-	(21,606)	(21,577)
Capital Improvements	(25,402)	(18,350)	-	(43,752)	-
Total Change in Other Unrestricted Net Assets	(6,151)	(18,350)	-	(24,501)	4,423
Other Temporarily Restricted Net Assets					
Temporarily Restricted	1,000	191,567	-	192,567	-
Temporarily Restricted Capital Collections	23,159	-	-	23,159	-
Temporarily Restricted - Releases	(29,423)	(85,857)	-	(115,281)	-
Temporarily Restricted Capital Collection - Releases	(1,935)	-	-	(1,935)	-
Total Change in Other Temporarily Restricted Net Assets	(7,199)	105,710	-	98,511	-
Change in Net Assets	13,655	570,200	-	583,855	197,981
Less Upper Grade Center Principal Payments	175,392	-	-	175,392	165,953
Change in Net Assets after Loan Principal Payments	\$ (161,737)	\$ 570,200	\$ -	\$ 408,463	\$ 32,028

Note {4} -- Prior Year School Revenue Realized in FY2012

- \$12,600 was received as tuition subsidy from St. Patrick's Church for children that were parishioners of St. Patrick's that attended the School of St. Mary in FY2011. \$41,000 was received from St. Patrick's Church for children that were parishioners of St. Patrick's that attended the School of St. Mary in FY2012. All non-St. Mary's families were in good standing with St. Patrick's Church.
- \$70,500 was transferred from the Parish to the School for support of scholarships awarded in FY2011.
- \$314,364 was the remaining net balance of FY2009, FY2010 and FY2011 school subsidies transferred from the Parish to the School.
- \$56,305 was recovered from prior years of uncollected tuition. Successful collections in FY2012 resulted in only \$27,000 of uncollected tuition.

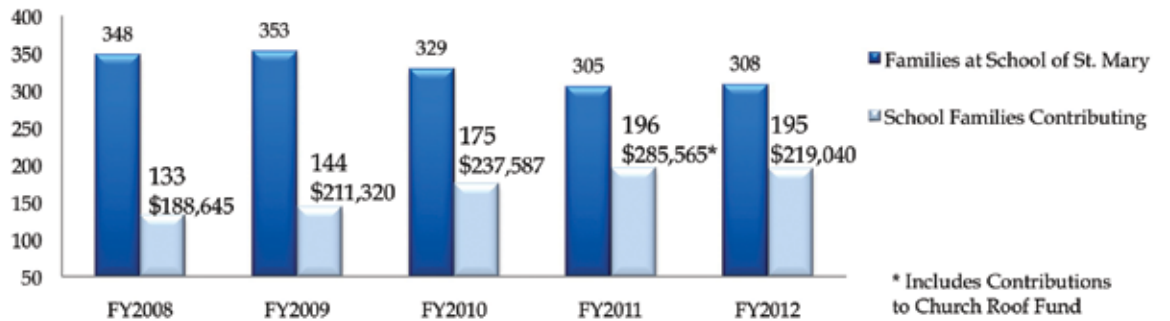
GENERAL SUNDAY COLLECTION OFFERING



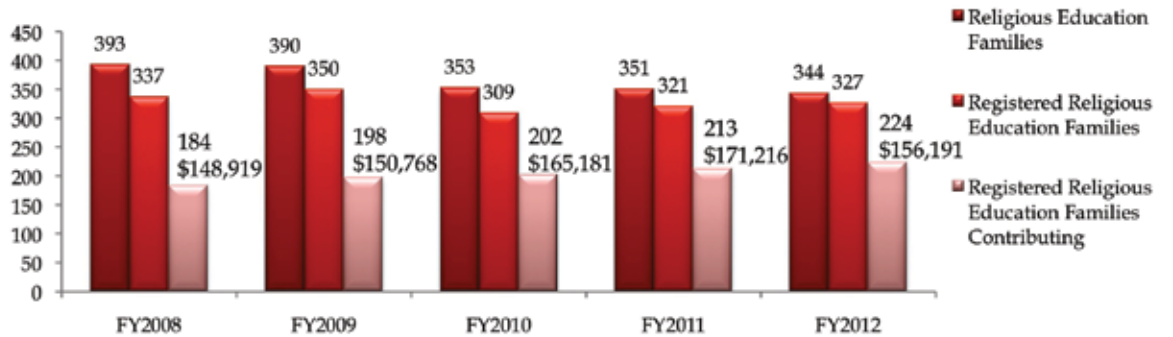
REGISTERED HOUSEHOLDS CONTRIBUTING TO SUNDAY COLLECTIONS



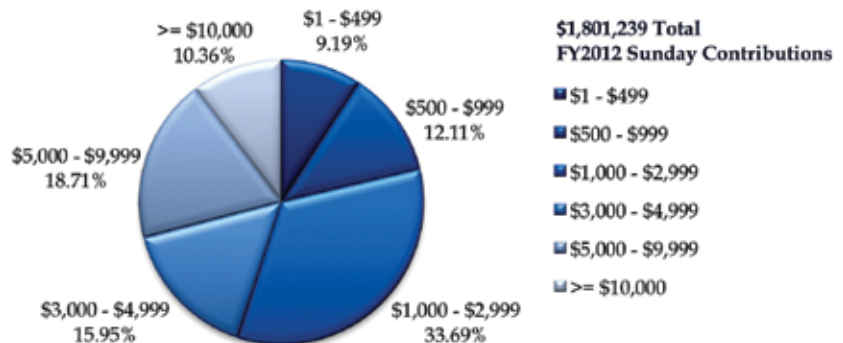
SCHOOL FAMILIES CONTRIBUTING TO SUNDAY COLLECTIONS



RELIGIOUS EDUCATION FAMILIES CONTRIBUTING TO SUNDAY COLLECTIONS



FY2012 HOUSEHOLD CONTRIBUTIONS BY \$ AND % OF AMOUNT GIVEN





INCOME STATEMENT FINANCIAL FOOTNOTES

THE PARISH OF ST. MARY ACCOUNTING POLICIES

The Parish of St. Mary's financial statements are prepared on the modified cash basis, which is a comprehensive basis other than generally accepted accounting principles in the United States of America (US GAAP). Under the modified cash basis of accounting, adjustments to the cash basis accounts are made to conform to certain Archdiocesan provision. Revenues and expenses are recognized only as cash is received or paid, with the exception of prepaid tuition for the following year, which is recognized as a liability in the statements of assets and liabilities - modified cash basis, and the Parish endowment funds, which are recorded at fair value. In addition, the Archdiocesan provisions require real property of the Parish to be held in trust by the Archdiocese of Chicago. Other land and buildings, such as rental properties and the Primary Grade Center land, are carried at cost by the Parish and not depreciated.

NOTE (1) -- INVESTMENTS & ENDOWMENT FUNDS

The Parish of St. Mary holds two endowment fund assets, each with a permanently restricted corpus and both held in charter with the Archdiocesan Bank. The Parish Educational Endowment Fund (PEEF) is restricted for educational use only by the Parish. The Parish can draw from the balance of temporarily restricted realized gains at any point in time to support the further education of children and adults alike through the Religious Education program, Evangelization or the School. All realized gains are from pooled investment gains or losses and donations received by the Church and deposited into the fund.

The RJB Scholarship Endowment Fund corpus was donated from an anonymous donor in 2007 for the purpose of supporting families with financial need in attending the School of St. Mary. Per the charter, only 5% of temporarily restricted realized gains can be withdrawn annually.

NOTE (2) -- ARCHDIOCESAN ASSESSMENTS

The Parish of St. Mary pays three assessments to the Chicago Archdiocese annually:

ARCHDIOCESE ASSESSMENT

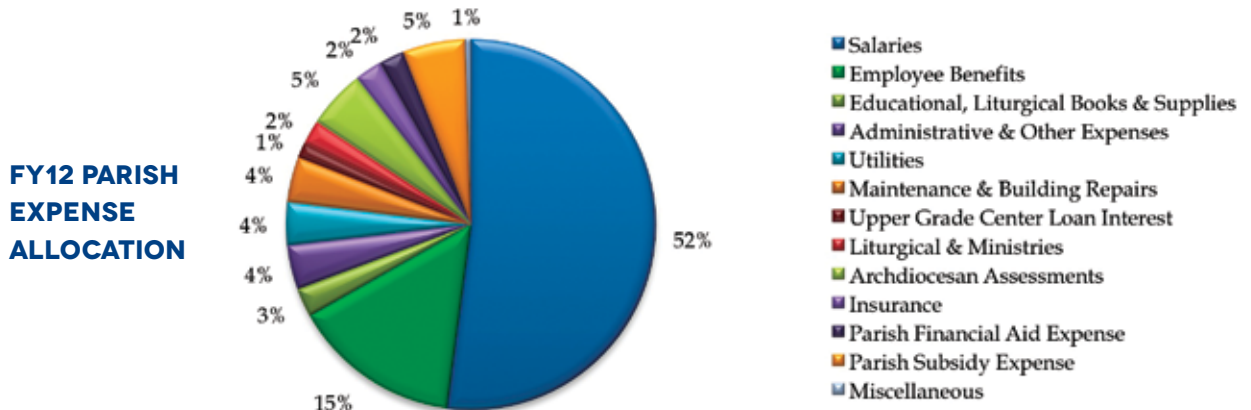
The Archdiocese Assessment is billed at 10% of the Church's ordinary income (less interest) from the prior years reported closed financials. This assessment positively impacts the Parish of St. Mary with supporting functions such as: financial, operational, legal, insurance, human resources, payroll, employee benefits, religious education as well as pastoral and liturgical functions.

OFFICE OF CATHOLIC SCHOOLS ASSESSMENT (OCS)

The Office of Catholic Schools Assessment (OCS) is billed at a rate per student. The cost per student in FY2011, FY2012 & FY2013 was \$23.00. The Office of Catholic Schools helps to support the School of St. Mary with services concerning human resources, legal, instructional and educational.

PRIEST RETIREMENT MUTUAL AID ASSOCIATION ASSESSMENT (PRMAA)

The PRMAA Assessment supports the retirement fund for our priests within the Chicago Archdiocese. The amount billed by PRMAA is 3.5% of the total church operating revenue (less interest) of the prior years reported closed financials.



INCOME STATEMENT FINANCIAL FOOTNOTES



NOTE (3) -- PRIOR YEAR SCHOOL REVENUE REALIZED IN FY2011

In FY2011, the Parish transferred two years of scholarship support to the School of St. Mary for fiscal years 2009 & 2010, totaling \$133,448. Also in FY2011, \$330,000 was paid from the Parish to the School for subsidy operational support in prior years. Both transfers increased the school's revenue which positively impacted the operations of the school.

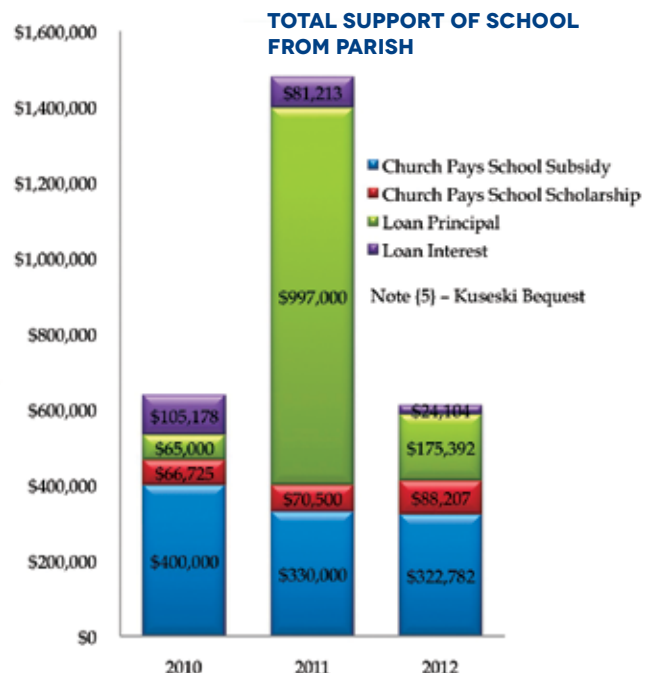
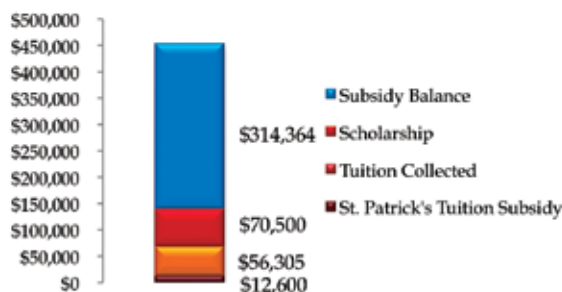
NOTE (4) -- PRIOR YEAR SCHOOL REVENUE REALIZED IN FY2012

- \$12,600 was received as tuition subsidy from St. Patrick's Church for children that were parishioners of St. Patrick's that attended the School of St. Mary in FY2011. \$41,000 was received from St. Patrick's Church for children that were parishioners of St. Patrick's that attended the School of St. Mary in FY2012. All non-St. Mary's families were in good standing with St. Patrick's Church.
- \$70,500 was transferred from the Parish to the School for support of scholarships awarded in FY2011.
- \$314,364 was the remaining net balance of FY2009, FY2010 and FY2011 school subsidies transferred from the Parish to the School.
- \$56,305 was recovered from prior years of uncollected tuition. Successful collections in FY2012 resulted in only a \$27,000 uncollected tuition balance.

NOTE (5) - KUSESKI BEQUEST

- FY2011 total support of school from parish is \$900,000 higher than in FY2012 or in previous years.
- The parish received a gift of \$947,000 from the estate of Richard and Ann Kuseski in FY2011.
- The parish finance council voted to apply \$900,000 of the gift toward the School Upper Grade Center construction loan.
- School Upper Grade Center construction loan was refinanced in FY2011 with the Chicago Archdiocesan bank resulting in a significant decrease in interest debt service.

SCHOOL INCOME REALIZED IN 2012
OWED FROM PRIOR YEARS
TOTAL: \$453,769
NOTE (4)



Our parish financial statements were audited for the Fiscal Year 2011 by the firm of Blackman Kallick Plante Moran. If you would like to review the audited financial statements, please visit our website: www.churchofstmary.org.

FACES OF OUR PARISH

