

# St Margaret's, Dunfermline & The Holy Name, Oakley



*Working together to secure the financial future of our communities*

March 2021.

Dear parishioners,

For most of our lives Church finances has been one the “mysteries of the faith”, with little or no explanation or accountability given to parishioners. Thankfully, this attitude is changing. Transparency is crucial; not only because we are bound to meet certain legal standards, but because it highlights that we are all vital members of the Church and we all have a stake in the wellbeing of our parish. In early 2020, I formed a Finance Committee to ensure that our financial resources are utilised as prudently as they can be. Members of the group are: Stephen Wilson, Annette McEnaney, John McIlduff and Paddy Mallan.

Holy Name and St Margaret's have long histories and we are grateful for the generosity and sacrifices made by our forebears in the faith. They have left a proud legacy. The maintenance and upkeep of our buildings is costly. Over £650,000 has been expended on the St Margaret's legacy project to date, with a further £100,000 required to complete the work-scope. At Holy Name; the gantry system in the loft space used to lower the lights for cleaning and replacement does not meet safety standards and needs replaced. An accessible toilet is also on the wish list and we will possibly replace the Church entrance steps. There are financial demands made by the Archdiocese: 18.5% of offertory income is levied as a tax by the Diocese; we have been asked to make an annual contribution of

£20,000 towards the Aged and Infirm Clergy Fund. All of this happens against a deficit in the past year 2020 of £409,000

The impact of the Covid 19 pandemic on the financial wellbeing of our Parish is significant. Our income in 2020 was down by some £68,000. Due to our Churches being closed for the most of 2020, we have experienced the inevitable drop in income from offertory collections and Gift Aid envelopes. Some parishioners have taken the welcome step of converting from Gift Aid envelopes to Direct Debit payments.

The Parish Finance Group has been looking at how we can meet the challenges of the Covid 19 impact, maintaining a balance between income and expenditure and building funding for future major projects. The Finance Committee encourage sustained and realistic giving so that we too will leave a legacy of faith for the next generation to build upon. Suggested options are contained in this leaflet. They are simple, realistic and achievable.

I cannot stress enough that I do not want to put anyone under undue pressure. We are all in different financial situations. If you cannot afford to give any more, that is absolutely fine. All I ask is that you seriously consider if you can take up any of the suggestions outlined in the pages ahead. The parish is not in any kind of financial difficulty: this is about thinking for the future and having faith in that future.

Jesus founded the Church to continue His saving Mission to the world. We experience that in our local church community. It is here that we listen to God's word of challenge, inspiration and comfort. It is here that people become members of Christ's body through baptism and are sealed with the gifts of the Holy Spirit. It is here that we are nourished by Christ's Body and Blood to be His living presence in the world. It is here that sins are forgiven and hope restored. It is here that men and women become one in Christ. It is here that we thank God for the life of our loved ones and commend them to God's love. It is here that those in need, at home and abroad, are supported with the hand of solidarity and prayer: think of the wonderful work of our Saint Vincent de Paul Society and One World Group.

What a wonderful legacy to leave!

Yours Sincerely,

*Christopher Heenan*

Fr Christopher Heenan.

## EXPLANATION OF OUR FINANCIAL SITUATION FROM OUR FINANCE COMMITTEE

As promised in the last newsletter (March 2020) here is the update on our financial position.

- A) Our budget for 2021 and our financial accounts for 2020 and 2019 are shown below.
- B) Our parish income broken down by category.

### A) FINANCIAL STATEMENT (INCOME v EXPENDITURE)

In terms of Income and expenditure 2020 was an exceptional year in comparison to previous years, for 2 main reasons;

- 1) Impact of Covid pandemic on our Income due to our churches being closed for the most part of the year
- 2) The significant costs associated with the Legacy Project at St Margarets

Our Budget for 2021 indicates a modest improvement to income compared to 2020 assuming a gradual re-opening of our churches. Our expenditure still indicates some further spend on the Legacy project to completion.

<b>St Margaret's and Holy Name Budget and Actuals</b>	<b>Budget</b>	<b>Actual</b>	<b>Actual</b>
	<b>2021</b>	<b>2020</b>	<b>2019</b>
	<b>£000's</b>	<b>£000's</b>	<b>£000's</b>
Income from the Parish	168	142	210
Target Increase	0	0	0
Interest from Archdiocese	4	10	12
VAT /Cost Refund	60	45	136
Legacies	0	0	0
<b>Total Income</b>	<b>232</b>	<b>197</b>	<b>358</b>
<b>Expenses</b>			
St Margaret's Legacy Project	65	469	163
Holy Name Legacy	5	0	0
Repairs and Maintenance	20	33	44
Loans to Archdiocese	0	0	39
<b>Total Repairs and Refurbishment</b>	<b>90</b>	<b>502</b>	<b>246</b>
Archdiocesan Assessment	26	21	21
Parish Overheads - St Margaret's	80	70	94
Parish Overheads Holy Name	17	13	30
Retired Priests Fund	20	0	0
<b>Total Expenses</b>	<b>233</b>	<b>606</b>	<b>391</b>
(Deficit)/Surplus	-1	-409	-33

## B) INCOME STATEMENT

These figures show we are down on parish income in 2020 by £68,000 compared to 2019, due to the coronavirus pandemic closing our church.

<u>St Margaret's and Holy Name</u>	2021 £000's	2020 £000's	2019 £000's	Variance £000's 2020 -20 19
	Budget	Actual	Actual	
Offertory Collections. Non Gift Aid	34	26	53	-27
Offertory Collections. Gift Aid	96	83	94	-11
Gift Aid Tax Repayment	25	26	26	0
Stall	5	2	12	-10
Special Collections	5	1	13	-12
Fundraising	3	3	3	0
Refunds Rec'd	0	0	6	-6
Hall	0	1	3	-2
Other	0	0	0	0
<b>Total</b>	<b>168</b>	<b>142</b>	<b>210</b>	<b>-68</b>

**We need to recover from this position and have set a budget that would bring us back to a small deficit this year. To achieve this, we need your help. Things you can do are.**

- Sign up for Standing Order payments for your monthly or weekly collection.
- Join the Gift Aid Scheme. By completing a Gift Aid form and declaration form
- Add an extra £1 to your weekly collection.

Fill in a standing order and give it to your bank. You do not have to give weekly or monthly envelope donations. The bank will do it for you at no cost to you. It also guarantees your donation when you are away. A standing order form is attached. Please renew expired standing orders.

If you are a taxpayer then, through the Gift Aid scheme, your parish can receive a further 25% of your offertory donation – at no extra cost to yourself. Gift Aid can be donated up to the amount of Income tax and/or Capitals Gains Tax you pay in each tax year. So, if you pay £1,000 tax in the year you can donate up to £1,000 to as many different gift aid schemes as you wish. A gift aid form is attached and can be returned to Father Chris by Email.

Envelopes will be available for pick up from the church porch when we re-open.

The finance committee will update you on the actual financial position yearly.

Thank you for taking the time to consider the contents of this leaflet. I am confident that, as a parish, we can work together to resolve our future funding needs. Only give if you can afford it.