



Unprecedented challenges met with prayer, generosity

love heavenly things, that while all things around us pass away, we even now may hold fast those things that abide forever. — St. Leo the Great (D. 461)

Pandemic

Our faith is essential. It has become the province of government to define essential business, workers and activities as a way of the virus. While hopefully done with the best of intentions, this limitation on the practice of faith conflicts with the guarantee of the free practice of religion under the First Amendment to the Constitution of the United States of America.

This pandemic has caused us to turn inwards on ourselves as we sheltered at home, learned how to facilitate the new virtual learning environments for our children, limited our trips to stores, dramatically limited or eliminated extracurricular and social activities and for a period, attended livestream Masses. For some it was a blessed period to spend more time with spouses and children, and for others it was very lonely, as human contact was reduced or eliminated.

Shutting down the economy in order to "flatten the curve" and help our hospitals deal with this new and deadly virus also caused income insecurity, which leads to food insecurity, a lack of medical care, high stress, depression and, at times, a sense of hopelessness. It is at times like these that we have the most potential to do God's will in a way that is life- 8,740 people have contributed and pledged giving to others. In the words of Pope Francis:

"As my predecessor St. Paul VI reminded us, authentic development cannot be restricted to economic growth alone, but must foster the growth of each person and of the whole person. This means more than balancing

a wider variety of consumer goods. What is million, Grant to us, oh Lord, needed is a fundamental renewal of hearts and not to mind earthly minds so that the human person may always things, but rather to be placed at the center of social, cultural and economic life." Pope Francis, 2019.

Faith, hope and stewardship

Never has prayer been more critical. I have seen memes that scoff "Don't pray about it, do something about it!" Prayer is not a passive activity. It is a highly efficacious method of dealing with life's challenges from the smallest to the largest. Prayer strengthens one's faith, limiting human contact and thus the spread of gives one hope and often inspires right action. The challenges we have faced this year are

> lifetime of the church. Prayer gives us hope. Pope Francis recently spoke about this hope. "Even death trembles when a Christian prays, because it knows that everyone who prays has an ally stronger than it has: the Risen

unprecedented in our lifetime, but not in the

Lord." Pope Francis, Dec. 9, 2020, Wednesday Having even death tremble because of the power of one's prayer is a source of hope that gives one strength to think beyond oneself. Stewardship is our response. We give of ourselves the very essence of life to care for, defend and celebrate in life the central role of

One Faith, One Family, One **Future in Christ**

The One Faith campaign is drawing to a close and while we have not yet achieved our goal of \$65 million we are gratified that over a total of \$44 million to this campaign (as of mid-December). Once the pledged amounts are received we will have shared \$12 million with parishes, and funded in whole:

- the \$1 million Evangelization initiative, • the \$5.2 million Priest Retirement

budgets, improving infrastructures or offering residence and supporting endowment of \$5.2

• the \$4.8 million of improvements to Villa St. Francis Nursing Center, and

• the \$6.6 million for the Priest Retirement

The next element of the case to be funded is the Parish Property Revitalization, assisting parishes that have recently undergone a consolidation of churches and schools. These parishes often have too many buildings but not the proper facilities for current needs. This fund will help re-purpose current buildings and properties.

Unfortunately, unless we exceed, significantly, our current projections, the campaign will not be able to fund the outright purchase of the Villa St. Francis Building nor the improvements of the Savior Pastoral Center. Gratefully, the Villa St. Francis Board are working through an agreement with the current owner of the building to purchase the building by assuming the current HUD loan. This will give Villa St. Francis ownership of the facility along with the responsibility to pay down a low interest loan over several years, while saving on monthly operating costs as the loan payment will be less than the monthly lease payment.

I continue to be edified and inspired by the generosity of the parishioners of the Archdiocese of Kansas City in Kansas. Your support of our parishes, our schools, Catholic Charities, the Catholic Education Foundation, Call To Share and so many of our ministries reflects the depth of your faith in Jesus Christ and your love for his church. My commitment to you is to strive to become a better shepherd, a better servant leader, for the church. I also pledge to be transparent in reporting to you how your sacrificial gifts are being used to build up God's Kingdom in northeast Kansas.

Gratefully yours in Jesus, the Lord of Life,















FROM THE CHIEF FINANCIAL OFFICER

Transparency

■he financial information you see on these pages shows you the sources (income) and uses (expense) of the funds at the archdiocese for the most recent fiscal year and the year prior. A comparison of the two years and explanations of differences over \$100,000 and 10% are provided. This statement agrees in total to the audited annual financial report which is posted on the archdiocesan website under https://archkck.org/parish-school/ administration/chief-financial-officer. Some category amounts may differ due to updates in presentation.

There are essentially four classifications of sources of funds: Fees and Other Income, ACTS (Archbishop's Call to Share Annual Appeal), Assessments and Collections and Cathedraticum. Following is a brief description of each.

Fees and Other Income: Some offices charge fees for services, such as school fees to cover administration, youth camp registration fees, rental fees at Savior Pastoral Center, and The Leaven. Additionally, investment earnings, contributions, and campaign donations are recorded here. By far the largest source is health and dental premiums for all covered employees of the archdiocese.

ACTS: This annual appeal is conducted each January-March to raise funds for the following fiscal year. Based on analysis and information produced by a committee of laity and priests, the Presbyteral Council makes a recommendation to the archbishop for the allocation of funds.

Assessments and Collections: Includes amounts assessed to parishes or regions for Savior Pastoral Center and Youth Formation, as well as the Catholic Charities Christmas Collection and Priesthood Present and Future Collection.

Cathedraticum: Annual tax as provided under Canon Law Section 1263 for the bishop to fund the administrative costs of the diocese. The amount and method varies by diocese.

The uses of the above funds are listed down the page and are divided by categories, which correspond to the Five Pastoral Priorities of the archbishop. A short explanation of each priority is provided under each heading. Additionally, use of funds for each line item is broken down between columns based on the origin of the funds received to pay for the spending. For example, under the Pastoral Priority of Education is Communications, Communications received funding from restricted funds (Fees/Other Income), ACTS and Cathedraticum. The total spending for the office of Communications is found in the Total Column.

The bottom line is the net of the income sources and uses. In cases where the net is negative, balances saved from previous years are used. It is also important to know that all funds received with donor restrictions are accounted for to ensure that those funds are used only for the purpose the donor intends.

The results

Overall, both fiscal years 2019 and 2020 yielded positive bottom lines. These results were due to the influx of capital campaign pledges. Capital campaigns usually have at least 2 years of raising pledges, 3+ years of receiving pledges and then another few years of spending the campaign funds to execute the campaign cases. Because accounting rules require that we record the pledges as revenue when received, we have a mismatch of results because in the years when the pledges are made, we record the revenue, but we have not spent the money (and may not have even received the money yet). Then once all of the funds have been received, we start to spend the money. In those years, we have no capital campaign revenue, but we will be recording the capital campaign distributions as expenses, yielding bottom line losses. This can make the reading of the financial statements in the years of capital campaigns very confusing! 2020 Summary:

• Of the \$66,705,840 in revenue in 2020, \$16,628,999 was campaign income and

• Of the \$52,544,519 in expenses in 2020, \$5,603,601 was campaign expense.

• Therefore, of the \$14,161,321 in net income, \$11,025,398 is from the capital campaign The difference in net income is a net income of just over \$3

Additional information

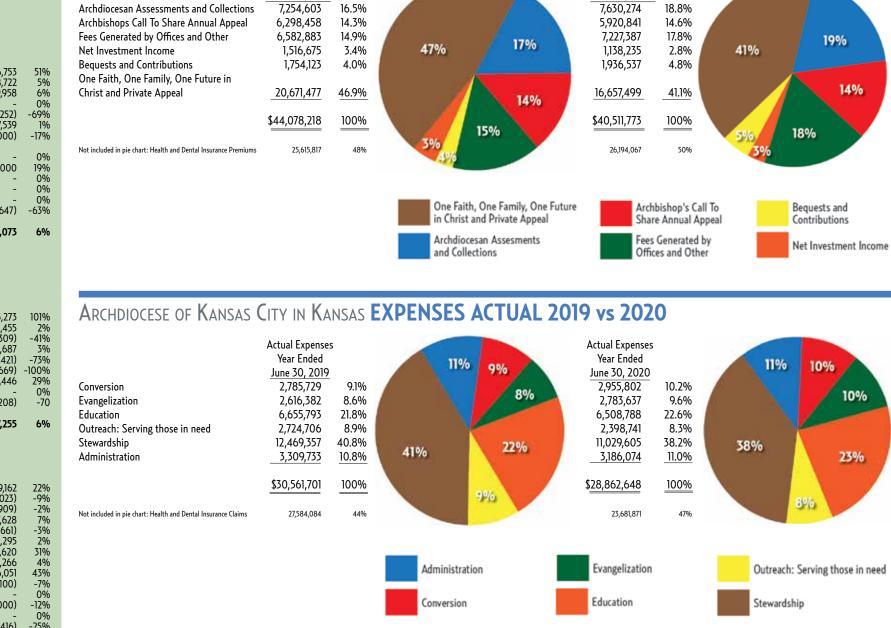
In addition to the operating statement presented, there are funds, including National Collections and Special Emergency Collections, we call "pass-through funds" which are collected at each parish, sent to the archdiocese and then forwarded on to their final destination. This schedule shows the reach of our collective generosity beyond the boundaries of our parishes and our archdiocese.

The sidebar on Transparency is included to shed light on the funds used in our efforts to protect children and vulnerable adults through background checks and training all employees and volunteers in the archdiocese who have interactions with children in the scope of their duties. When an allegation of abuse is made, there are also costs associated with victim assistance and canonicallyrequired assistance for the priest. In 2019, we began tracking legal expenses related to sexual abuse claims separately from legal costs that arise in the normal course of business. In 2019, a substantial amount of these costs went to the independent law firm we engaged to review all priest personnel files so that a list could be published of priests within the archdiocese who had a credible allegation of abuse any time since the 1940s.

ADCHDIOCESE OF KANSAS CITY IN KANSAS OPERATING STATEMENT FOR 2019 AND 2020

	Archdiocese of Kansas	CITY IN KA	INSAS OP	ERATING	STATE	MENT	FOR 2019	AND 2020		ARCHDIOCESE OF KANSAS CITY IN KANSAS REVENUE		
	Funded by: Revenue Expenses	Fees/Other Inc \$ 56,140,971 \$ 53,1 2019	154,725 \$6,298	ishop's Call to Share ,458 \$5,920,841 2019 2020	Assessments and \$3,856,666 \$ 2019		Cathedraticum \$3,397,937 \$3,590,699 2019 2020	Total \$ 69,694,036 \$ 66,705,840 2019 2020	Year over Year Change (\$2,988,196) -4% %	Actual Revenues Year Ended		
s) t o) e - / s :: il	CONVERSION At the heart of the church's ministry is facilitating for its members an encounter with the person of Jesus Christ. Central to what it means to be Catholic is the development of a friendship with Jesus through prayer and reflection. Vicar for Clergy and Clergy Support Programs Liturgy and Sacramental Life Office of Hispanic Ministry Emporia-Hispanic Ministry Totus Tuus Savior Pastoral Center Christ Peace House of Prayer Campus Ministry: Donnelly College KCK St. Lawrence Center-KU Lawrence Didde Center-Emporia Catholic Center-Washburn Topeka Catholic Center-Haskell Lawrence Other Total Conversion EVANGELIZATION	56 16,611 13,550 827,838 6 18,000 48,520	12,488 29 25 655,870 8 60 45 130 86 7,000 34,873 50	3,592 167,370 8,017 322,098 ,500 25,500 ,884 13,182 ,7293 266,799 ,000 50,000 ,000 45,000 ,000 155,000 ,500 86,500 ,000 78,000 ,000 65,000 ,000 1,785 1,274,449	324,999 3 24,999	325,000 325,000	11,000 6,000 420,040 633,169	158,648 167,370 314,628 334,586 25,500 25,500 42,434 13,82 1,240,130 1,247,669 60,000 50,000 45,000 45,000 130,000 155,000 86,500 86,500 78,000 78,000 72,000 72,000 109,520 40,873	216,753 51% 8,722 5% 19,958 6% - 0% (29,252) -69% 7,539 1% (10,000) -17% - 0% 25,000 19% - 0% - 0% (68,647) -63% \$170,073 6%	Archdiocesan Assessments and Collections Archbishops Call To Share Annual Appeal Fees Generated by Offices and Other Net Investment Income Bequests and Contributions One Faith, One Family, One Future in Christ and Private Appeal Not included in pie chart: Health and Dental Insurance Premiums June 30, 2019 7,254,603 16.5% 6,298,458 14.3% 6,582,883 14.9% 1,516,675 3.4% 1,754,123 4.0% 20,671,477 46.9% \$44,078,218 100% Not included in pie chart: Health and Dental Insurance Premiums		
 i. in dd ee	The commission that Jesus gave to the church was to go and make disciples of all nations. The church can never be content with itself as it is currently constituted. We must always be guided by a missionary impulse to share the gift of our faith with others. Evangelization Evang. & Catholic Formation-Youth, Ranch & Camps Rural Youth Outreach Programs Urban Youth Outreach Programs Urban Youth Outreach Capital Needs Digital Resource Center Propagation of the Faith Native American Evangelization Fund Other Total Evangelization EDUCATION An essential component of the church's ministry is the education of the next generation of disciples, as	1,079,001 8 62,503 17,829 4,829 5,043	326,864 12,944 29,604 100 6,490 39,250	5,104 473,676 9,728 597,319 0,844 (96) ,600 3,600 5,564 1,074,500	152,286 135,106 50,000 337,392	113,537 128,018 13,579 255,135	1,250 11,000 1,250 11,000		2 503,273 101% \$25,455 2% (88,309) -41% 4,687 3% (36,421) -73% 3 (124,669) -100% 1,446 29% - 0% 4 (118,208) -70 \$167,255 6%	ACTUAL Expenses Year Ended June 30, 2019 2,785,729 Evangelization Education Outreach: Serving those in need Stewardship Administration Actual Expenses Year Ended June 30, 2019 2,785,729 9.1% 6,655,793 21.8% 6,655,793 21.8% 12,469,357 40.8% 41%		
e - s n f e -), - n s d e	well as the continuing formation of all its members. Permanent Diaconate Office and Program Vocations Archdiocesan Education Office Perfect Wings Program Children's Catechesis Marriage and Family Life Office of Protection and Care Leaven Newspaper Communications School of Faith - Grant High School Tuition Assistance Catholic Education Foundation Bishop Ward Operations Assistance Seminarians Continuing Education for Priests Ward H.S. Capital Improvements Donnelly College Scholarships Donnelly College Capital Needs Elizabeth Ann Seton Tuition Assistance Other	38,673 366,786 17,049 5,210 47,041 1,113,480 13,000 1,113,480	17,581 14 367,303 24: 15,568 90 9,487 104 36,829 25 158,746 13,000 75 225 340	1,078 272,929 7,563 152,631 2,236 229,810 0,962 100,071 1,254 96,316 01,713 308,219 ,000 75,000 ,000 303,900 ,000 305,000 ,000 300,000 ,000 125,000	740,495 165,199 100,000 200,000 200,000 446,602	315,435 144,000 100,000 400,000 382,892	335,331 437,95 42,863 98,914	1,113,480 1,158,746 130,863 186,914 327,000 303,900 225,000 225,000 340,000 300,000 125,000 125,000 1,236,748 928,332 165,199 144,000 100,000 100,000 200,000 400,000 446,602 382,892	49,162 22% (16,023) -9% (11,909) -2% (7,628 7% (3,661) -5% 6,295 2% 5 102,620 31% 45,266 4% 56,051 43% (23,100) -7% (40,000) -12% - 0% (40,000) -12% 6 (308,416) -25% (21,199) -13% 7 (200,000) -100% (63,701) -14% 73,992 57%	Not included in pie chart: Health and Dental Insurance Claims 27,584,084 Administration Conversion		
	Total Education	·	54,090 2,18 9	,806 2,188,876	39,169 1,891,464	145,200 1,487,527	82,250 41,430 460,443 578,299		73,992 57% \$(147,005) -2%	HELP FOR THE NEEDY & DISASTER RELIEF		
	OUTREACH: Serving Those in Need The church is called to make the love of Jesus real									For the Year Ended June 30, 2020		
e - f r - e s	and tangible in the world today, especially to the poor, the vulnerable and those on the peripheries. Archdiocesan Tribunal Special Needs Social Justice My House Initiative Pro Life Catholic Charities of Northeast Kansas Villa St. Francis-Geriatric Assistance El Centro - Kansas City El Centro-Topeka Other	12,650 340,000 12	200 18,461 7,145 19,450 450 120,000 170 4	5,697 199,534 7,661 104,892 5,693 99,178 5,259 213,412 ,000 430,000 1,750 40,000 ,000 40,000 30,000	517,845	417,918	337,259 348,80 43,386 55,500	199,302 211,519 107,661 105,092 121,170 117,639 207,909 220,557 967,845 847,918 510,000 270,000 41,750 40,000 40,000 40,000	\$16,475 5% 12,217 6% (2.569) -2% (3,531) -3% 12,648 6% 8 (119,926) -12% 9 (240,000) -47% (1,750) -4% - 0% 471 0%	National Collections: Propagation of Faith (Includes World Mission Sunday) Retirement Fund for Religious Catholic Home Mission Appeal Catholic University of America Military Archdiocese Substituting the Substitution of Substitution (Substitution) Substitution Substitutio		
-)	Total Outreach	243,485 2	269,505 1,286	,060 1,307,017	517,845	417,918	380,645 404,30	\$2,724,706 \$2,398,741	\$(325,965) -12%	American Bishops' Overseas Appeal (CRS) \$50,364 Operation Rice Bowl \$30,036		
ıl 5. 5	STEWARDSHIP Catholic spirituality begins with profound gratitude resulting from the realization that everything, including life itself, is God's gift. Thus, the question for every Christian is: What is God calling me to do with all that he has entrusted to me? Campaign Distributions and Bad Debt Stewardship/Development School/Parish Emergency Fund		41,600 310	1,330 1,912 5,997 308,198 ,060 50,994	145,000	36,000	372,426 446,042	\$5,758,001 \$5,854,896 729,423 795,840 125,060 50,994	96,895 2% \$66,416 9% (74,066) -59%	Holy Land Peter's Pence (Collection for the Holy Father) Aid to Church in Central and Eastern Europe Catholic Campaign for Human Development (CCHD) Say,647 Catholic Communication Campaign (CCC) \$11,295,324		
5 5	Urban Core Operations Support Urban Core Capital Support Priest Retirement Fund Finance Human Resources Other Property Expenses Accounting Financial and Controls Auditor Archives Real Estate/Construction Mission Strategy Cor Christi Grants and fees	137,533 3 41,396 217,295 6	27 100 292,045 325,725 29,534 652,479	1,245 275,719 ,000 112,285 195,000	930,000	725,000	251,695 268,914 31,610 441,029 8,86! 106,927 115,80° 18,277 16,54° 140,089 209,88- 108,230 102,73!	41,396 29,534 658,324 661,344 106,927 115,809 18,277 18,549 140,089 209,884	4,474 2% 12,285 12% (10,000) -1% 10,350 4% (49,112) -12% (11,862) -29% 3,020 0% 8,882 8% 2772 1% 69,795 50% (5,495) -5% (62,899) -11%	Special Emergency Collections: Disasters USCCB \$56,029 \$1,351,353 Outreach by Archdiocesan Entities: Program Services Provided by Catholic Charities of NE Kansas Tuition Assistance Provided by Catholic Education Foundation \$22,730,870		
e -	Cor Christi Grants and rees Depreciation of physical assets Other		19,458	56,500			643,426 656,680 53,911		13,254 2%	1 Archdiocese remits 75% of Operation Rice Bowl, 75% of Catholic Campaign for Human Development and 50% of Catholic Communication Campaign.		
- 1	Total Stewardship			7,632 1,000,607	1,075,000	761,000	2,404,925 1,590,174	\$12,469,357 \$11,029,605	(1,439,751) -12%	The amounts retained in the archdiocese are used to fund archdiocesan programs		
 -	Total Pastoral Priorities ARCHDIOCESAN ADMINISTRATION	12,999,842 12,3	367,607 6,43	8,123 6,845,448	4,146,700	3,246,579	3,667,303 3,216,939	\$27,251,968 \$25,676,574	(\$1,575,394) -6%			
e s - e e	AND INSURANCE General Expenses of the Archdiocese USCCB, KS Catholic Conference,& Legal Chancery Archbishop Emeritus Office and Home Archbishop Office and Home Administrative Services (Chancellor/VG, IT, etc) Property and Liability Insurance Claims Health and Dental Claims and Bad Debt Other	1,247 29,539 901,252 1,1 27,584,084 23,0	16,791 350,298 2,095 20,748 178,663 ,681,871				156,841 144,259 654,798 538,846 15,548 216,328 196,713 367,528 380,10 276,173 353,163 4,305 4,393	979,798 538,846 363,815 350,298 2 216,328 196,712 368,775 382,202 305,712 373,911 901,252 1,178,663 27,584,084 23,681,871 4,303 4,392	(8,694) -5% (440,952) -45% (13,517) -4% (19,616) -9% \$13,427 4% 68,199 22% 277,411 31% (3,902,213) -14% 8 7 2%	NOTES 1 Addition of Support Service Charge for use of Finance, Accounting and Human Resources, increase in immigration costs and miscellaneous costs in support of priests. 2 Increase due to 2019 Enflame Convocation and other Enflame initiatives funded by the One Faith Campaign and parish support. 3 The Digital Resource Center ceased operations at the end of the 2018 fiscal year. 4 In fiscal year 2019 funds were spent on capital improvements funded by a donor advised fund distribution. 5 Added a Director position to lead the Office of Protection and Care (formerly known as Safe Environment) 6 Decrease in seminarian costs due to fewer seminarians than budgeted plus a decrease in priest continuing education due to pandemic. 7 Re-assignment of contribution from scholarships to capital 8 Significant drop in Christmas Collection from parishes for Catholic Charities		
۲ ا	Total Administration and Insurance Total Expenses	\$29,202,293 \$25,25 \$42,202,134 \$37,6		\$- \$,123 \$6,845,448	\$- \$4,146,700 \$	\$- 53,246,579	\$1,691,520 \$1,617,479 \$5,358,823 \$4,834,418	\$30,893,817 \$26,867,945 \$58,145,785 \$52,544,519	(\$4,025,867) -13% (\$5,601,261) -10%	⁹ Timing issue of twice yearly contributions. Received 3 in fiscal year 2019 and 1 in fiscal year 2020. ¹⁰ Fiscal year 2019 had a gift of land to St. Paul parish. ¹¹ Fiscal year 2019 had an extensive review of priest personnel files by an independent legal firm. 12 13 13 14 15 16 17 17 18 18 19 19 10 10 10 10 10 10 10 10		
9	Net	· · · · ·	536,652 \$(139,					\$11,548,250 \$14,161,321	\$2,613,065 23%	 Increase in property and liability claims Decrease in claims cost. Fiscal year 2019 was abnormally high and fiscal 2020 abnormally low due to pandemic. 		

ARCHDIOCESE OF KANSAS CITY IN KANSAS REVENUE ACTUAL 2019 vs 2020



DIOCESE OF KANSAS CITY IN KANSAS

FOR THE NEEDY & DISASTER RELIEF

For the Year Ended June 30, 2020		
National Collections:		
Propagation of Faith (Includes World Mission Sunday)	\$676,565	
Retirement Fund for Religious	\$111,830	
Catholic Home Mission Appeal	\$28,127	
Catholic University of America	\$45,320	
Military Archdiocese	\$44,107	
Church in Latin American	\$42,612	
Black and Indian Missions	\$48,303	
American Bishops' Overseas Appeal (CRS)	\$50,364	
Operation Rice Bowl	\$30,036	1
Holy Land	\$56,429	
Peter's Pence (Collection for the Holy Father)	\$48,888	
Aid to Church in Central and Eastern Europe	\$53,284	
Catholic Campaign for Human Development (CCHD)	\$39,647	1
Catholic Communication Campaign (CCC)	\$19,811	1
	\$1,295,324	

TRANSPARENCY

June 30, 2020

Amount spent to assist victims with healing Counseling to aid in healing is offered to all victims. A He with victims to receive assistance.	\$36,915 ealing Assistance Co	\$58,968 oordinator works
Victim Settlement	0	0
Priests		
Pay, benefits and retirement contribution	\$52,425	\$55,528
Education	\$1,445	\$-
Mental Health Counseling	\$17,535	\$4,560
Canon 384 payments to credibly accused priests	\$71,404	\$60,088
# of Driests	2	7

These priests have credible accusations but had not been tried and convicted in a court of law as the legal process is still pending.

The Code of Canon Law section 384 requires the diocesan bishop to provide for the priest's financial support and social assistance, including daily living expenses, health insurance and retirement. Normally, that is facilitated through the parish via Canon 222.1 where the Christian faithful are obliged to provide for the decent support of its ministers, however, in the case where a diocesan priest is not assigned to a parish, the responsibility falls back to his bishop. In the cases of these priests, the amounts also include mental health counseling.

\$319.333 \$401.697 Child Protection efforts All archdiocesan employees and volunteers who have substantial contact with children and

youth are required to complete on-going training for the protection of minors. Additionally, the archdiocese conducts criminal background checks on each person under-

going this training. Compliance with this program is checked by the archdiocesan internal auditor on a rotational

basis as well as United States Conference of Catholic Bishops auditors on an annual basis.

This office also provides for an investigator. For additional information please go to: https:// www.archkck.org/parish-school/current/virtus-protecting-gods-children/

 $2019\ Legal\ fees\ include\ \$298,000\ for\ independent\ review\ of\ all\ current\ and\ historical\ priest$ personnel records.