

Diocese of San Diego



Dear Friends of Christ,

The Pastoral Center of the Diocese of San Diego plays a vital role in supporting the work of the parishes and schools in San Diego and Imperial counties. The Pastoral Office offers administrative support in the areas of finance, human resources, communications, legal issues and stewardship. Even more importantly, it provides programs for vocations and priestly formation; scholarships for needy students in our Catholic schools; and evangelization, liturgical and catechetical activities that dramatically enhance the life of the Gospel in our local Church.

I am immensely grateful for the financial support which our parishes provide to this vital work of the Pastoral Center through the Annual Catholic Appeal and the direct parochial contributions. Without your help, the work of the Church would be immensely crippled, and tremendous opportunities for spreading and supporting Catholic faith would be lost.

One of the responsibilities of the bishop is to ensure that the financial life of the diocese is carried out with prudence, integrity and skill. For this reason Mr. Mark Fisher and his staff, in concert with the Diocesan Finance Council, oversee the fiscal policies of the diocese, and our administrative practices are examined by an independent auditor each year.

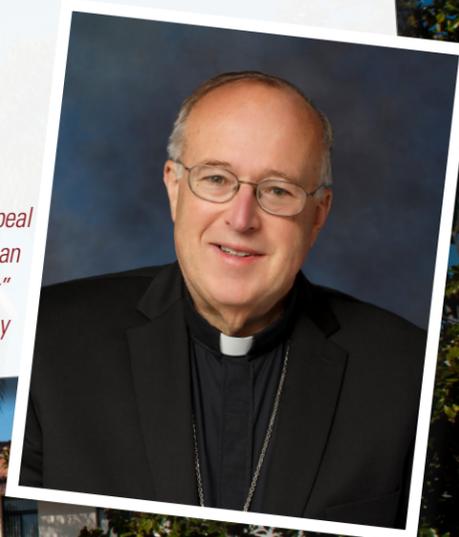
I also believe that it is important for the bishop to inform the broad Catholic community about the expenditures which the Pastoral Center makes for its vital outreach in the name of Jesus Christ. For that reason, this issue of the *Southern Cross* provides the actual financial results for the central office for the past fiscal year and the specific allocation of funds to various offices, programs and departments. It is my hope that you will find this report informative and uplifting.

With joyful gratitude to God for giving me the blessing of being your bishop, I remain

Sincerely yours in Christ,

Most Reverend Robert W. McElroy  
Bishop of San Diego

*"The Annual Catholic Appeal  
has once again proven to be an  
invaluable cornerstone of support"*  
— Bishop McElroy



# 2016-17 Financial Report

## FINANCIAL OVERVIEW

These pages provide a view of the fiscal year's actual results (July 1, 2016 – June 30, 2017) for the Diocese of San Diego's Pastoral Administrative Costs and Pastoral Programs. The operations of parishes, schools, and other

separate incorporated diocesan institutions, as well as private Catholic entities, are excluded. The categories are consistent with those verified by our independent auditors. The Diocese received a clean (unqualified) audit report.

# To the People of the Diocese of San Diego

The Administrative Office of the Diocese of San Diego includes 22 pastoral programs and 10 support offices which function under the leadership of the Bishop and together are at the service of the 98 parishes, 13 missions, and 48 Catholic grade and high schools. We serve approximately 185,000 registered families with a Catholic population estimated at 1.3 million.

REVENUE	
Parish Assessments	\$ 9,720,932
Annual Catholic Appeal Revenue	3,500,000
Recovery of Annual Catholic Appeal Costs	314,254
Pastoral Programs	2,470,365
Bequests & Donations	486,166
Cemetery Revenue	699,619
Secondary Education Initiative	145,837
Interest and Investment Income	424,134
Rent	166,464
Administrative Fees	177,045
<b>TOTAL REVENUE</b>	<b>\$ 18,104,816</b>
<i>Other Fund Sources:</i>	
Property sale proceeds	3,320,845
Other Revenue	111,763
<b>TOTAL FUNDS AVAILABLE</b>	<b>\$ 21,537,424</b>

EXPENSES	
<b>Pastoral Programs</b>	<b>\$ 8,036,927</b>
<b>Pastoral Administrative Costs</b>	<b>\$4,233,818</b>
Interest Expense	347,198
Support for Catholic Schools	1,617,000
Support for Catholic Charities	500,000
Support for Church Construction	200,000
Pastoral Center operating expenses	576,376
Priest Graduate Studies	80,914
USCCB Assessment	84,138
Vatican Assessments	118,103
California Catholic Conference Assessments	164,166
Professional and Loan Fees	224,679
Completion of the National Shrine to Our Lady	229,781
<b>TOTAL EXPENSES</b>	<b>\$16,413,100</b>
<i>Other Fund Uses:</i>	
CAPS Loan Repayment	3,746,681
Maintenance and Capital Projects	377,598
Information Technology Projects	147,714
<b>Net Cash Flow</b>	<b>\$852,331</b>

PASTORAL PROGRAMS	REVENUE	EXPENSE	Description of Expenses
Office for Priests	\$ 193,411	\$ 327,310	Support and continuing education of priests
Priestly Formation	250,317	419,147	Programs for pre-seminarian and seminarian candidates
Seminarian Support	35,000	563,594	Currently supporting 22 seminarians
Pastoral Care of Priests		290,592	Assistance to priests in need
Permanent Diaconate	59,633	325,215	Formation and ongoing support for deacons
Retired Priests	916,385	914,748	Assistance to retired priests
Ecumenical & Interreligious Affairs		6,368	Coordinate activity between the diocese and other religious communities
Catechetical Ministry	80,946	433,097	Assists and advises Parish Catechetical Leadership
Institute	136,842	300,591	Adult ministry formation
Office for Schools	29,722	634,310	Supports a network of 45 Catholic elementary and 3 high schools
Youth Ministry	86,233	287,980	Supports the formation of youth leaders
Young Adult Ministry	8,361	230,334	Cultivates gifts and talents, and empowers them to be leaders
Liturgy & Spirituality	12,708	162,155	Diocesan liturgy and liturgical ministries formation
Family Life	134,018	392,482	Marriage preparation and support
Cultural Diversity	243	76,797	Contact with cultural communities
Social Ministries	1,218	452,130	Promotion of church's social teaching
Southern Cross Newspaper	232,035	515,900	News and information through print and internet presence
Tribunal	8,291	421,347	Processing of marriage annulment cases
Liaison with Women Religious		40,484	Assists women religious throughout the diocese
Missions Office	249,702	249,702	Fundraising for Mission causes
Campus Ministry	35,300	408,574	College based ministry
Chaplains		584,070	Hospital and jail ministries
<b>TOTAL</b>	<b>\$ 2,470,365</b>	<b>\$ 8,036,927</b>	

PASTORAL ADMINISTRATIVE COSTS	EXPENSE	Description of Expenses
Office of the Bishop	\$ 112,923	Administrative expenses for bishop
Bishop's Support Staff	68,290	Administrative expenses for bishop's staff
Auxiliary Bishop	1,541	Administrative expenses for auxiliary bishop
Retired Bishop's Residence	13,486	Costs to maintain retired bishop's home
Bishop's Residence	16,477	Cost to maintain bishop's home
Vicar General	50,726	Administrative expense for Vicar General
Vicar for Clergy	114,099	Administrative expenses for general care of priests
Retired Bishop	6,216	Expenses for retired bishop
Office of the Chancellor	161,801	Responsible for the governance of the diocese
Archives	17,518	Maintenance of diocesan records
Legal	285,415	Compliance with civil law
Stewardship	60,966	Fosters stewardship and enables comprehensive fund development
Annual Catholic Appeal	314,254	Design, develop, and implementation of Annual Catholic Appeal
Catholic Community Foundation	231,134	Start-up expenses for Foundation
Communication	204,109	Diocesan communications office, press releases, etc.
Finance and Accounting	1,015,039	Administrative support to parishes and schools
Construction Services	88,063	Administrative support to parishes and schools
HR Operations	515,331	Administrative support to parishes and schools
Meetings and Recognition	90,581	Administrative expenses to host meetings and events
Information Technology	384,869	Pastoral center IT and telecom services
Charitable Programs	750	Supports charities
Presbyteral Council	1,700	Host meetings for Council of Priests
Property Taxes	118,811	Taxes on property not in church use
Insurance	63,510	Insure the Pastoral Center
Bank Fees	296,209	Administrative banking services
<b>TOTAL</b>	<b>\$4,233,818</b>	



## 2016-17 Financial Report

## PASTORAL PROGRAMS — Where the Money Goes

### SEMINARIAN SUPPORT

The future of our local Church is dependent on the generous response of those men called to serve God's people as holy, compassionate and ardent priests. Our Diocese is blessed with 22 seminarians preparing for the priesthood. Two new priests were ordained for our diocese this year, while three men are scheduled to be ordained transitional deacons in preparation for priestly ordination next year. Educational expenses including tuition, room and board average \$50,000 per seminarian per year.

### RETIRED PRIESTS

There are currently 58 retired priests of the Diocese of San Diego. The diocese provides financial support to retired priests so that they can live in dignity, free of anxiety about their means of support. This includes providing health and auto insurance, assisted living care at Nazareth House San Diego if needed, supplementing their pension, and covering expenses for them to attend the annual convocation of priests.

### OFFICE FOR SCHOOLS

The Mission for Catholic schools serving the Diocese of San Diego is to "educate in the image of Christ for our Church and for our world." The Office for Schools (OFS) is responsible for the collective advancement of this same Mission. The diocese includes a network of 45 Catholic elementary schools and 3 high schools, educating over 15,000 students each year. The OFS generally assists and advises schools in matters of personnel, programs and policies which includes the 1,700 faculty and staff. The OFS cultivates a collaborative learning culture across the diocese that is student-centered, Christ-focused, and forward-thinking. The OFS also represents the diocese in local, regional and national Catholic education associations.

### TRIBUNAL

The Diocesan Tribunal is responsible for considering petitions for marriage annulments. It also provides support for annulment cases being heard by Tribunals in other dioceses and assists Catholics living in San Diego with the preparation of documents for marriages taking place outside the diocese.

### FAMILY LIFE & SPIRITUALITY

The Office for Family Life & Spirituality is expanding its support services to parishes in response to last year's Synod on the Family. This expansion includes mentor based marriage preparation, on-going support for marriages, outreach to separated and divorced individuals and families, and assisting parishes to foster a culture of welcome for all families. Additionally, the office will provide resources and opportunities (i.e., retreats, days of prayer) for families to deepen their faith and spirituality.

### PRIESTLY FORMATION

The Office for Priestly Formation located at St. Francis Center on the University of San Diego campus is responsible for the formation of candidates for the priesthood from college acceptance through ordination. Undergraduate candidates live at St. Francis Center while earning their bachelor's degree in Philosophy. Following college graduation candidates pursue graduate degrees in theology at an approved major seminary. Throughout their formation candidates are prepared in the four pillars of priestly formation: human, spiritual, intellectual and pastoral.

### OFFICE FOR EVANGELIZATION AND CATECHETICAL MINISTRY

The Office for Evangelization and Catechetical Ministry assists and advises Parish Catechetical Leadership with guidelines, programs and policies. The office provides ongoing training, workshops, in-services, certification and renewal of catechists and Catholic school teachers; it also oversees the Rite of Election: Call to Continuing Conversion. There are over 6,000 Catechists in the Diocese of San Diego. In 2017, 283 adult catechumens, 342 candidates and 50 children catechumens and candidates were welcomed into the Catholic Church.



### YOUTH MINISTRY

The office for youth ministry supports parishes in fostering the spiritual, social and intellectual growth of young people of every culture, empowering them to transform the world as disciples of Jesus Christ. This is accomplished by providing ongoing formation to parish youth ministers through monthly in-services and the certificate in youth ministry program, maintaining ministry resources, providing consultation and direction for parishes, and by supporting youth ministry leadership with spiritual and personal development. The office for youth ministry also sponsors one annual gathering (Synergy) for young people to celebrate their faith, and two summer Christian leadership camps (Camp Emmaus).

### YOUNG ADULT MINISTRY

The Young Adult ministry reaches out and ministers to young adults inviting them into responsible participation into the full life and mission of the Church. We strive to connect them to Christ, His Church and a faith filled peer community by offering various social, service and spiritual opportunities.

### CAMPUS MINISTRY

Guided by the Gospels, Campus Ministry helps transform the lives of college students in the development and growth of a flourishing spiritual life. These young adults represent the future of our Church. The Diocese of San Diego currently supports the Newman Centers at San Diego State University and University of California, San Diego.

### SOUTHERN CROSS NEWSPAPER

Through both its print edition and its Internet presences, the Southern Cross assists the Local Church in its teaching and pastoral mission by informing the faithful about the life and work of the Church throughout the Diocese; offering news and information which will foster unity with the Church throughout the world; and instructing the faithful regarding authentic Catholic teaching and practice. The newspaper monthly circulation is approximately 31,000.

### SOCIAL MINISTRY

The Office for Social Ministry affirms and fosters human life, dignity and rights, promotes justice and peace, and serves as a resource to parishes in responding to people of every culture and status, especially those who are marginalized economically or socially. As well, the office collaborates with the 17 pregnancy care centers serving within the Diocese of San Diego, hosts the "Setting Things Right" Radio Show, has established the Mental Health Ministry Network which includes 21 parishes assisting parishioners with mental health concerns, and the Restorative Justice and Detention Ministry. This ministry impacts the lives of those imprisoned in 27 different prisons, jails and detention facilities housing over 25,000 inmates.

### CHAPLAINS

The Diocese of San Diego currently supports 10 chaplains throughout our local hospitals to provide pastoral care to our local parishioners who are sick or disabled. Chaplains are responsible for administering the sacrament of the sick; conducting pastoral visits for patients, families and hospital staffs; helping coordinate the visits of parish Extraordinary Ministers of the Eucharist in their work of bringing Communion to the sick; and assisting in a diocesan-wide effort to educate the Catholic faithful about the sacrament of the sick.

### PERMANENT DIACONATE

There are currently 106 active deacons in the Diocese of San Diego, of which the Office for Permanent Diaconate is responsible for pre-ordination, post-ordination and on-going support. The office also assists parishes in identifying potential candidates for the diaconate program.

### CATHOLIC CHARITIES

Catholic Charities is based on the person of Jesus, who "came not to be served, but to serve" and is our primary diocesan social services agency. It believes in dignity of the human person, and is committed to the Judeo-Christian vision of justice and peace. Catholic Charities assist almost 300,000 people each year by providing a network of important programs and services.

## LOOKING AHEAD

Bishop McElroy continues to work with his staff and the Diocesan Finance Council to monitor the state of diocesan financial activities against that of the annual budget, and to ensure the continued proper expenditure and safeguard of these important resources.

