



ANNUAL FINANCIAL REPORT

Fiscal Year 2026 (July 1, 2025 - June 30, 2026)

"O Lord our God, all this abundance that we have provided for building thee a house
for thy holy name comes from thy hand and is all thine own."

-- *Chronicles 29:16*

Inside This Report

Pages	2	A Message to Our Parish Family
	3 – 4	Parish Operations — Income & Expenses
	5 – 6	Capital Campaign, Construction & the Building Loan
	7	Looking Ahead
	8	Balance Sheet & Thank You

Prepared September 2026 — for parishioners, the parish leadership, and the Diocese of Dodge City

A Message to Our Parish Family

From the Pastor and Finance Council

Dear Parishioners

Grace and peace to you. This past fiscal year has been one of remarkable milestones for our parish family. Thanks to your extraordinary generosity in our capital campaign, we completed our Parish Hall building project — a beautiful and functional space which will serve our parish for generations to come. Completing this project required us to draw on our reserves (as expected) and secure a building loan. Paying down that loan is now our top financial priority. This report lays out, in plain terms, where our resources came from and where they went this year, the state of our finances, and an early vision on the Church Renovation project. We are grateful beyond words for your continued stewardship, your faith in our parish's mission, and your unity in our shared purpose to ensure Sacred Heart remains relevant, vibrant, and viable, both now and in the future.

In Christ,

Father Charles Atuah, Pastor - Finance Council: Lorin Haas, David Borho and Luke Kumberg

Fiscal Year At A Glance

OPERATING INCOME	OPERATING EXPENSES	NET OPERATING INCOME	NET ASSETS (EQUITY)
\$371,947	\$244,568	\$127,379	-\$581,745
+1.0% vs. prior year	-14.6 vs. prior year	+55.5% vs. prior year	Reflects capital project investment

How To Read This Report

Pages 3 and 4 cover day-to-day parish operations — offertory income and where it was spent. Pages 5 and 6 spotlight the completed capital campaign and construction project, and the loan that now needs to be retired. Page 7 covers information related to the proposed church renovation project. Page 8 presents the Balance Sheet alongside a note of thanks.

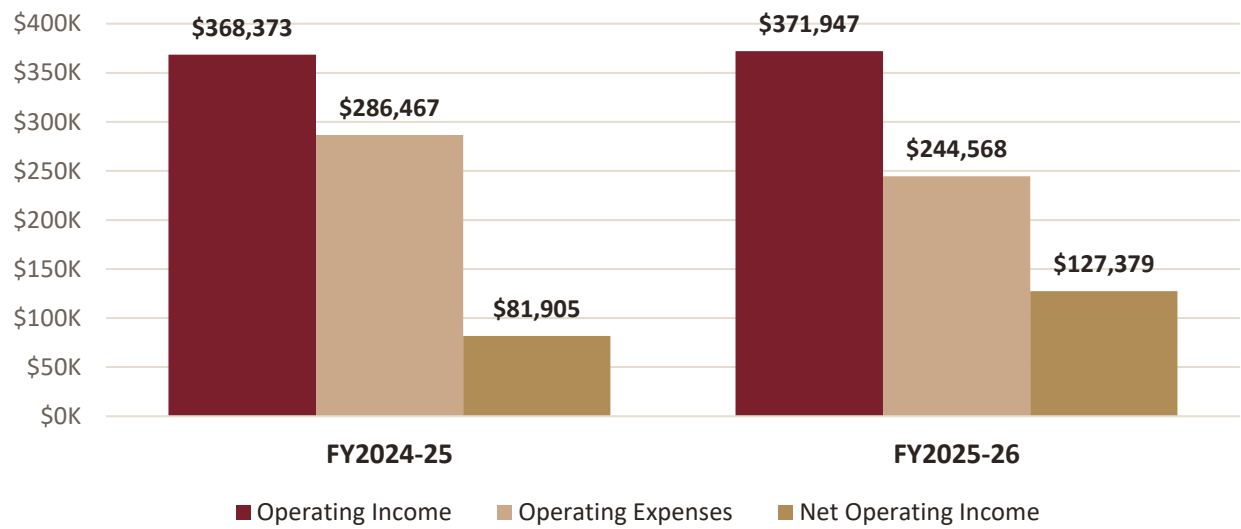
Fiscal Year Brief Narrative

This was a year of two stories. Day-to-day parish operations performed strongly: offertory giving grew, administrative costs were trimmed, and net operating income rose 55.5% to \$127,379 — money earned through ordinary ministry, separate from the building project. At the same time, net assets moved into negative territory, not because operations struggled, but because the parish drew down reserves and took on a \$1,000,000 building loan to complete construction. Together, these numbers describe a parish that is financially disciplined in its daily life while carrying the deliberate, one-time cost of a generational investment in its future.

Parish Operations

INCOME & EXPENSES — TWO-YEAR COMPARISON

Total Operating Income vs. Expenses



Income & Expense Detail

Income Category	FY2024-25	FY2025-26	% Change
Sunday Offertory & Stewardship	\$344,530	\$351,383	+2.0%
Other Parish Income	\$23,843	\$20,563	-13.8%
Total Operating Income	\$368,373	\$371,947	+1.0%

Expense Category	FY2024-25	FY2025-26	% Change
Parish Ministry & Programs	\$167,473	\$139,526	-16.7%
Facilities, Utilities, Insurance	\$48,411	\$59,539	+23.0%
Administration & Staff	\$56,306	\$33,433	-40.6%
Mass Stipends	\$2,810	\$2,830	+0.7%
Parish Hall	\$2,474	\$890	-64.0%
Rectory	\$8,992	\$8,350	-7.1%
Total Operating Expenses	\$286,467	\$244,568	-14.6%

Net operating income — what the parish earned from day-to-day ministry after covering operating expenses — grew from \$81,905 to \$127,379, a 55.5% increase, driven mainly by lower administrative costs. This is separate from the capital campaign and construction figures covered on the following pages.

Where Your Gift Goes

OPERATING EXPENSE BREAKDOWN — FY2025-2026

FY2025-26 Operating Expenses by Category

Parish Ministry & Programs	\$139,526
Facilities, Utilities & Insurance	\$59,539
Administration & Staff	\$33,433
Rectory	\$8,350
Mass Stipends	\$2,830
Parish Hall	\$890

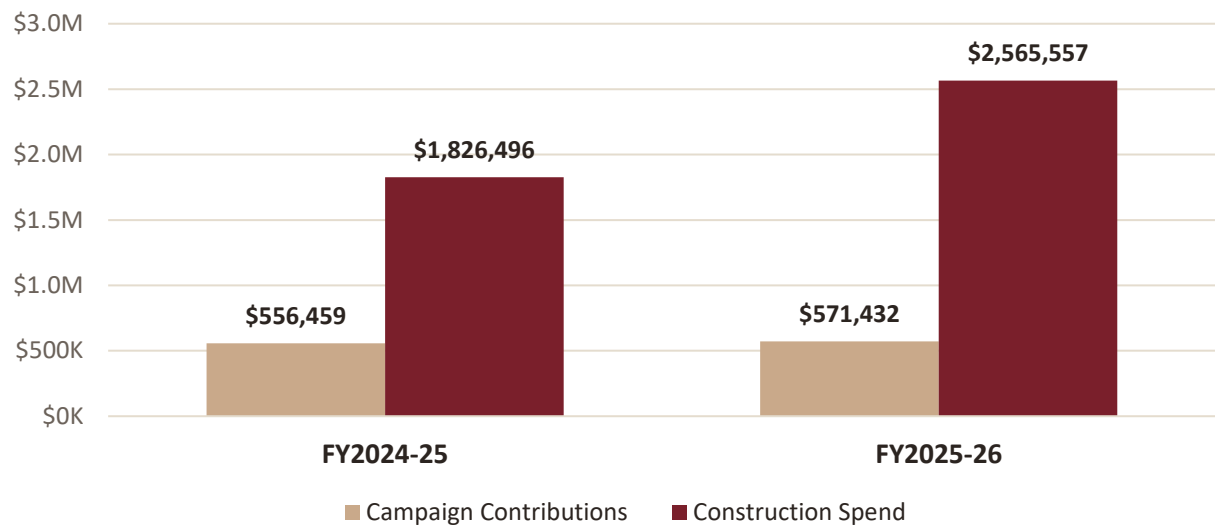
What This Means For The Parish

Over half of every operating dollar —57% — goes directly to Parish Ministry & Programs: worship, faith formation, outreach, and pastoral care. Facilities, Utilities, and Insurance rose sharply this year to 24.4% of expenses, primarily reflecting price increases for utilities and rent of the building to temporarily house religious education. Administration & Staff costs dropped significantly, from \$56,306 to \$33,433, reflecting changes in staff and staffing. Together, these categories represent the ordinary, week-to-week cost of running our parish — separate from the capital campaign and construction figures on the next page.

Capital Campaign & Construction

A MILESTONE COMPLETED THROUGH YOUR GENEROSITY

Campaign Contributions vs. Construction Investment



Category	FY2024-25	FY2025-26	2-Yr Total
Capital Campaign Contributions	\$556,459	\$571,432	\$1,127,891
Construction Project Spend	\$1,826,496	\$2,565,557	\$4,392,053
Building Loan Interest		\$20,887	\$20,887

The Story Behind The Numbers

Over the past two fiscal years, parishioners contributed more than \$1.1 million to the capital campaign — an extraordinary outpouring of generosity. The full construction project ultimately cost over **\$4.97 million** (*final figure as of FY2027 Year to Date*), funded by campaign gifts, the parish's accumulated Building Fund reserve, and a new building loan. With construction now complete, the parish's focus shifts fully to retiring that loan. See the next page for details.

Our Top Financial Priority

RETIRING THE BUILDING LOAN

OUTSTANDING BUILDING LOAN

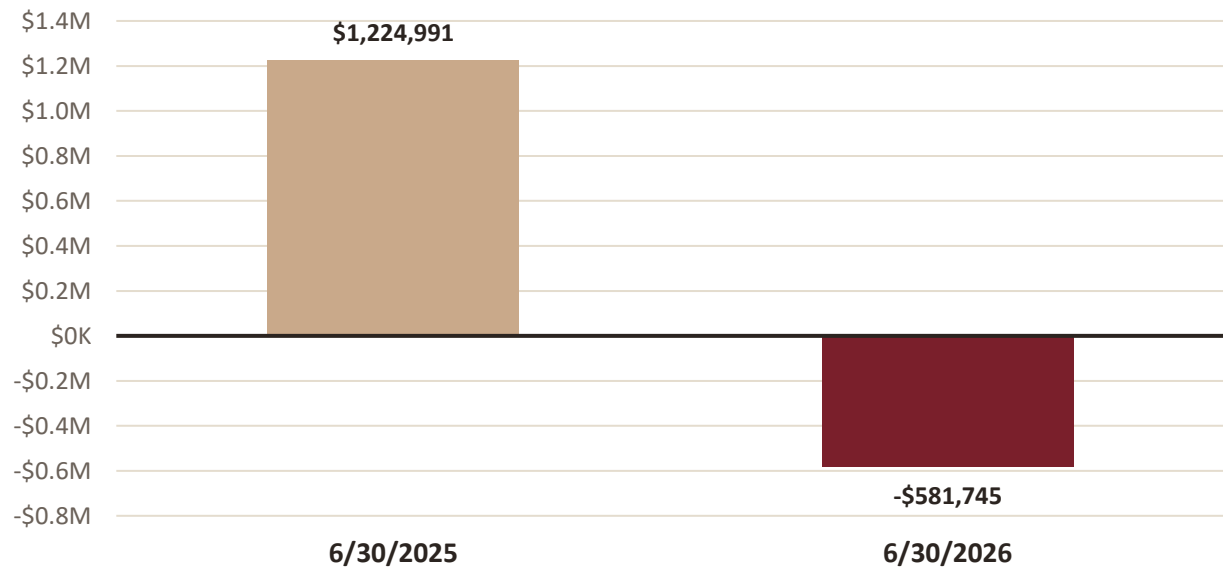
\$1,000,000

As of June 30, 2026

Before beginning any new project, the parish is committed to paying down this loan, which was only used to complete our recent construction.

How Our Financial Position Shifted

Net Assets (Equity) — As of June 30



As of June 30, 2025, the parish held \$1,224,991 in net assets, including a healthy Building Fund reserve. By June 30, 2026, that reserve had been fully invested into construction and net assets moved to -\$581,745 — a planned and expected shift given the scale of the completed project, but one that makes loan repayment our immediate priority. Every gift toward the building loan reduces interest costs and brings us closer to being able to responsibly begin the renovation project on the following page.

Prayerfully consider a gift toward the building loan — contact the parish office to learn how.

Looking Ahead

THE NEXT CHAPTER: A \$1,000,000 RENOVATION PROJECT

The Vision

Once the building loan is retired, the parish can turn its attention to the church renovation project, projected at an estimated \$1,000,000. The figures below are planning placeholders only and will be updated as the project progresses.

ESTIMATED COST	FUNDRAISING GOAL	FUNDS RAISED TO DATE	TARGET START DATE
\$1,000,000	\$1,000,000	\$0	TBD
Preliminary estimate		Campaign not yet launched	Pending building loan payoff

What Comes Next

1. Retire the remaining \$1,000,000 building loan.
2. Revisit and finalize the church renovation scope, cost estimates, and timeline.
3. Return to the Diocesan Building Committee for approval and, if needed, a new capital campaign.
4. Start construction when funding and loan payoff milestones are met.

Financial Position & Gratitude

BALANCE SHEET SUMMARY AND THANK YOU

Balance Sheet Summary

Assets	As of 6/30/2025	As of 6/30/2026
Cash & Bank Accounts	\$1,170,068	\$375,533
Property & Fixed Assets	\$85,102	\$85,102
Total Assets	\$1,255,170	\$460,635

Liabilities	As of 6/30/2025	As of 6/30/2026
Current Liabilities	\$30,179	\$42,379
Long-Term Building Loan	\$0	\$1,000,000
Total Liabilities	\$30,179	\$1,042,379

Equity	As of 6/30/2025	As of 6/30/2026
Net Assets (Equity)	\$1,224,991	-\$581,745

With Gratitude

None of this — the completed construction, the strength of our ministries, or the vision for what's ahead — would be possible without your faithful stewardship. Whether through weekly offertory, capital campaign gifts, memorial contributions, or volunteer time, you are the reason Sacred Heart Catholic Church continues to thrive. Thank you for your generosity, your prayers, and your trust.

Sacred Heart Catholic Church

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To give toward the building loan or to ask questions about this report, contact the parish office.