

Building Fund and Progress Towards Our New Church Building

June 2022

Background:

- In October 2018, Parish Council received the engineering report. Burgess Bredo Architects completed a review of the physical structure of St. Augustine Church. Due to an abundance of work that would need to be done to the church they recommended we build a new church.
- In June 2018, 95% of parishioners voted in favor of building a new church. 5% voted to renovate our existing church building.

Progress:

- St. Augustine Parish Building Fund Report, December 31, 2022 breaks down the sources of income. Donations to the Building Fund over the past 4 years average in the \$100,000 range/year. Fund Raising varies greatly from an annual low of \$6,000 to a high of \$92,000. This represents an average of \$43,300/year for fund-raising. The Knights of Columbus donated an average of \$25,000/year over a 4-year period. Interest on the money in the bank is now at \$46,000 annually.
- Income summary: Donations = \$100,000 + Fund Raising = \$43,300 + Knights = \$25,000 + Interest = \$46,000. Total = \$214,302 (Represents approximate annual funds raised over the past 4 years).
- This year we are hoping to capitalize on the Stampede Booth where we could make upwards in the range of \$90,000. Your participation in volunteering at Stampede Food Booth is critical.

- We require \$3.5 million to build a church that would hold up to 250 parishioners in the Nave and a hall that would hold 250 people.
- Since 2018 when we kicked start our Building Fund, we have raised close to \$1.1 million. An increase from \$737,607 in 2018 to \$1,800,000 at the end of May 2022.
- Our target: we will have a balance of \$2, million dollars in our Building Fund at the end of December 2022.
- We have set a 3-year target of \$250,000/year.

- We are in uncertain economic times that requires careful consideration as to when construction would begin. No decision has been made.
- Below are a couple scenarios that represent borrowing costs at various interest rates. One scenario represents borrowing \$1 million and paying it off over a 10 year or 15-year amortization. Another scenario represents borrowing \$1.5 million and paying it off over a 10 year or 15-year amortization.

Estimated Loan Payment

\$1 Million

Rate	<u>10-year amortization</u>		<u>15-year amortization</u>	
	Monthly Payment	Annual Total	Monthly Payment	Annual Total
4%				
5%	10,580	126,960	8,400	100,800
6%	11,065	132,780	8930	107,160
7%	11,560	138,720	9,482	113,784
8%	12,064	144,768	10,045	120,540

Estimated Loan Payment

\$1.5 Million

Rate	<u>10-year amortization</u>		<u>15-year amortization</u>	
	Monthly Payment	Annual Total	Monthly Payment	Annual Total
4%				
5%	15,860	190,320	11,800	141,600
6%	16,600	199,200	12,600	151,200
7%	17,340	208,080	13,400	160,800
8%	18,100	217,200	14,225	170,700

Notes

- Most mortgages in Canada have a 5-year term. We would encourage a fixed term.
- Remember to factor cash flow for any fundraising activities. Only received periodically. Fundraising activities may or may not always be reliable.
- After this year, donations from the Knights of Columbus cannot be expected on an annual basis.
- **The most reliable funding is through individual donations that are received regularly on a weekly, monthly or annual basis.**
- **All donations, no matter how small or large, over time become significant.**
- Success in building our new church will ultimately depend on our monetary support as parishioners.