



DIocese OF SIOUX CITY

Chancery

Date: July 1, 2016

To: Pastors and Parish Bookkeepers

From: *Diane* Diane Donnelly, *Royce* Royce Ranniger

Re: Cathedraticum

Under Canon 1263 the Diocese assesses an annual tax, also known as Cathedraticum, to the diocesan parishes. The first quarterly invoice for the 2016-2017 Cathedraticum is enclosed. In total, the Cathedraticum assessment is \$750,459 (net of ACH discounts). This amount did not increase from the prior year.

Please note that \$51,150 of the Cathedraticum assessment, along with \$150,000 for the DAA appeal, will support the Bishop's Education Fund. This Fund gives tuition assistance awards to income eligible parishioners attending Catholic schools and grants to parishes for religious education programs. The invoice items for Cathedraticum and Bishop Education Fund are combined in a single line on the invoice and the statement. Please continue to record in Quick Books to Account 53300 – Diocesan Administration.

For the past few years we have offered a participation incentive of an annual discount of \$100 per year for parishes electing the ACH payment option for Cathedraticum. This discount is again available to both existing and new participants. We are very pleased to report that 70 of our 108 parishes have taken advantage of these savings. This is an excellent opportunity to save your location \$100 annually. No further action is necessary for our existing ACH participants. Please contact Marilyn Wellman as soon as possible (712-233-7518 or marilynw@scdiocese.org) if you would like to begin payments via ACH. Additional info is provided on the Timely/Electronic Payment Guide enclosure. Please note that the quarterly invoices are due in monthly installments with the final payment due the 15th day of the third month of each quarter.

As noted above, Canon 1263 governs assessments to diocesan parishes. In accordance with this Canon the Cathedraticum assessment has been allocated among the parishes using net parish ordinary income based on the annual reports submitted to the parish accounting office each year. Prior to July 1, 2008, the calculation was based upon both the number of households and parish ordinary income. Immediate implementation of this change would have created great financial hardship for some parishes. Therefore, the calculations since 2008 have included phase in parameters to assure a more gradual transition. For 2016-2017, the calculations were based on net parish ordinary income from fiscal year 2014-2015; increases are limited to approximately \$850 and decreases are limited to approximately \$250. Please note there are further reductions if your parish takes advantage of the cash discount available with the ACH option as described above.

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As noted above, the diocesan assessment for Cathedraticum is \$750,459 for the 2016-2017 fiscal year. This is 4.3% of the total net parish ordinary income of \$17,343,079 for the 2014-2015 year.

As you would expect, the implementation of Ministry 2025 will result in fairly significant increases in both Cathedraticum and DAA diocesan support for the remaining parishes in the 2017-2018 fiscal year due to the allocation of the total support amounts among fewer parishes. However, we remind you that these parishes will be gaining membership and financial support as well as experiencing a corresponding economy of expenses, and more importantly, a more vibrant parish life. We continue to pray for this ministry and remind you that we are available for assistance as you develop your long term financial plans.

Please contact us if you have any questions.

Diane Donnelly at dianed@scdiocese.org or 712-233-7594
Royce Ranniger at roycer@scdiocese.org or 712-233-7592

Cc: Marilyn Wellman, Julie Mahaney

Enclosures: Timely/Electronic Payment Guide

Diocese of Sioux City
Timely Payment / Electronic Payment Guide Updated April 2016

	Payment Type:	Due Date:	ACH Electronic Payment:	ACH Date:	ACH Timeframe:	Annual Discount:
1	Work Comp	Monthly, with final payment due Dec 1, 2016; Due June 15th Thereafter	Optional	1st of the month (or next business day)	Ten monthly payments March 1, 2016 to December 1, 2016	\$100 (if total invoiced amount is over \$1,000)
2	Cathedraticum	Due in total by 15th of Sept, Dec, Mar, and June	Optional	8th of the month (or next business day)	Twelve monthly payments	\$100
3	Lay Health Insurance	Processed electronically on the 15th of the month	Required	15th of the month (or next business day)	Twelve monthly payments	Not Available
4	Priest Health Insurance (Note A)	Due in total by June 15, 2016; Processed electronically on the 22nd of the month thereafter	Required Starting 7-1-16	22nd of the month (or next business day)	Twelve monthly payments	Not Available
5	Property and Liability Insurance	Monthly, with final payment due June 1st	Optional	28th of the month (or next business day)	Ten monthly payments September 28th to June 28th	\$100
6	DAA Shortfalls	<u>2016 Appeal:</u> Monthly, with final payment due June 15th	Optional	8th of the month (or next business day)	<u>2016 Appeal:</u> Four monthly payments Mar 8th to June 8th	Not Available
7	Globe Balanced Billing	Monthly, with final payment due Feb 1, 2017; Due June 15th Thereafter	Optional	15th of the month (or next business day)	Ten monthly payments April 15, 2016th to January 15, 2017	Not Available
8	Auto Insurance	Monthly, with final payment due June 1st	Optional	22nd of the month (or next business day)	Twelve monthly payments July 22nd to June 22nd	Not Available
9	401 K	8th of the month (or next business day)	Not available; Will be required beginning November 2016	Not Available	Not Available	Not Available

Note A: Complete a separate authorization form for each priest for Priest Health Insurance. See back for further payment info.