

FINANCE COUNCIL AND COMMITTEES

Archdiocese of St. Louis

June 30, 2013

Canon law requires every diocese to have a finance council. In St. Louis, the Finance Council functions in accordance with written statutes requiring the Council to operate with a maximum of twenty-five members: sixteen lay people, five officials of the Archdiocese (lay or clergy), three pastors and the Archbishop. The Council provides policy guidance for the work of six committees, each chaired by a lay Council member.

Currently, 24 individuals serve on the Finance Council and 29 additional lay and clergy leaders serve on the committees. The Council meets at least quarterly and is advisory to the Archbishop. Its duties include reviewing financial and operational performance through a series of written and verbal reports submitted by the committees and advising the Archbishop on significant financial matters. While discussions at the Council meetings are strictly confidential, they are open and candid and usually result in unanimous recommendations to the Archbishop.

Council members represent a broad cross-section of Catholic senior business executives from small, medium, and large-sized St. Louis-based companies as well as professionals practicing in the fields of law, accounting, investment and real estate management. Most have served at one time on their respective parish councils and Catholic agency or other not-for-profit boards of directors.

The work of the six committees is a key element in developing and fine-tuning the strategy used to address various resource issues of the Archdiocese. Following is an outline of the functions of the committees.

AUDIT COMMITTEE

Reviews the scope of annual audits and recommends the independent auditors to conduct audits in compliance with auditing standards generally accepted in the United States of America.

The majority of the members of the Audit Committee are either certified public accountants or attorneys. The Committee reviews the consolidated financial statements, the recommendations of the auditors and the plans to implement the audit recommendations. The Committee also receives periodic summary reports from the Internal Auditor of the Archdiocese on matters that warrant the Committee's attention.

BUDGET COMMITTEE

Reviews the overall operating and capital budgets of the Archdiocese, oversees the design, development and implementation of annual and longer range operating plans and reviews and monitors interim performance against budgets to ensure adequacy of financial resources, cash liquidity and net asset balances.

All archdiocesan entities prepare annual operating budgets and the Committee reviews interim results on a quarterly basis. These reviews bring a higher level of management awareness to emerging problems and allow for prompt corrective actions.

FINANCIAL DEVELOPMENT COMMITTEE

Oversees, develops and coordinates fund raising, planned giving, endowment, annual appeals and other financial development activities, including calendar coordination to avoid conflicts, and assists in the development of shared information resources.

The Committee's first major assignment was to develop and implement the remarkably successful *Returning God's Gifts—Sharing Our Hope* endowment campaign, in which about 20% more was pledged than the already ambitious goal. Annual earnings from these endowed gifts are helping the Church meet its mission and address long-term financial needs of the Archdiocese. The Committee also reviews all major initiatives of the Archdiocese, such as the highly successful *Faith for Our Future* campaign, to help develop financial resources for present and future needs of Kenrick-Glennon Seminary. The Committee also strives to assist the Archdiocese in becoming more effective in its fund-raising efforts and to improve communications with potential donors. Endowments, planned gifts and parish stewardship programs are a high priority for the Committee.

INFORMATION TECHNOLOGY COMMITTEE

Reviews the overall information technology structures and strategies of the Archdiocese. Provides assistance and advice regarding data security matters. Assists the Archdiocese with strategic planning for future technological changes and innovations.

INVESTMENT COMMITTEE

Ratifies the selection of independent investment managers, investment criteria, asset allocation goals and expected risk-adjusted rates of return and reviews quarterly investment performance to ensure adequate portfolio liquidity and diversity, within the guidelines of morally and socially responsible investment standards.

Fifteen investment management firms, each with a different investment style, manage all equity and most fixed income investments for the Archdiocese. Each firm is expected to select securities according to the Archdiocesan written investment policy, including standards on morally and socially responsible investments. Asset allocation and investment management styles are the two most important factors determining portfolio performance over time.

PROPERTY AND FINANCING COMMITTEE

Oversees development of lending policies and procedures governing intra-diocesan loans and credit applications, debt repayment schedules, interest rates applicable to loans and deposits held by The St. Louis Archdiocesan Fund and reviews and recommends policies pertaining to real estate acquisition and management transactions.

Working in conjunction with the Archdiocesan Office of Building and Real Estate, the Committee is involved in the construction of every building or facility expansion requiring financial assistance from the Archdiocese. The Committee's role is to judge the ability of a borrowing organization to repay principal and interest over the life of a loan, while not getting involved in the ministerial needs or aesthetic values of the building. Generally, a borrower must have half the cost of the project on deposit with The St. Louis Archdiocesan Fund and must demonstrate the ability to repay the requested amount before the Committee will entertain a loan request.

FINANCE COUNCIL AND COMMITTEE MEMBERSHIP

Terms of office for the Finance Council, the Board of Trustees of The St. Louis Archdiocesan Fund and the various Committees are set by statute and provide for an orderly rotation of membership. We are pleased to welcome the following new members who began service in 2013: Reverend Robert T. Evans, Mark J. Guyol, Ronald Henderson, and James B. Lally, Members, Finance Council; Judy Murphy, Member, Audit Committee; Ellen S. Martin, Member, Financial Development Committee; and Randall K. Rathert, Member, Property and Financing Committee.

We thank the following who completed their terms: Robert L. Proost, Member, Finance Council, but remains a Member of the Audit Committee; Donald L. Ross, Member, Finance Council; Reverend Thomas J. Santen, Member, Finance Council; Dr. Blanche Touhill, Member, Finance Council; John O. Niemann, Member, Audit Committee, who recently passed away; Craig S. Kennedy, Member, Audit Committee, but remains a Member of the Finance Council and Chair of the Information Technology Committee; Michael J. Wolken, Member, Property and Financing Committee; and Thomas W. Richter, Member, Property and Financing Committee.

Following are the Finance Council and Committee members as of June 30, 2013.

FINANCE COUNCIL

Kevin M. Short, Chair

Most Rev. Robert J. Carlson
James G. Castellano
Deacon C. Frank Chauvin
James J. Cunnane, Jr.
L. B. Eckelkamp
Rev. Robert T. Evans
Peggy Forrest
Peter J. Genovese
Mark J. Guyol
Ronald Henderson
Jonathan W. Igoe
Craig S. Kennedy
James B. Lally
Joan D. Malloy
Ellen S. Martin
Thomas M. Noonan
Most Rev. Edward M. Rice
Rev. Msgr. Mark S. Rivituso
Todd R. Schnuck
Rev. Joseph M. Simon
Kenneth R. Tiemeyer
Rev. Msgr. Michael E. Turek
Milton P. Wilkins, Jr.

AUDIT COMMITTEE

Thomas M. Noonan, Chair

Elizabeth C. Foshage
Thomas C. Hof
David T. Kiefer
D. Michael Leary
Judy Murphy
Laura M. Peterson
Robert L. Proost
Kevin M. Short
Kenneth R. Tiemeyer

BUDGET COMMITTEE

James G. Castellano, Chair

Deacon C. Frank Chauvin
Tony Damico
Thomas M. Noonan
Rev. Msgr. Mark S. Rivituso
Steven A. Schumm
Kevin M. Short
Edward J. Spillane
Kenneth R. Tiemeyer

**FINANCIAL DEVELOPMENT
COMMITTEE**

Jonathan W. Igoe, Chair

Deacon C. Frank Chauvin
Peggy Forrest
Con Curran Franey
George J. Henry
Ellen S. Martin
Michael H. Mooney
Kevin M. Short

**INFORMATION TECHNOLOGY
COMMITTEE**

Craig S. Kennedy, Chair

Thomas J. Carroll
Deacon C. Frank Chauvin
Michael J. Duffy
Paul W. Giljum
Daniel L. Henke
Gerard J. Imhoff
James A. Miller
Kevin M. Short

INVESTMENT COMMITTEE

James J. Cunnane, Jr., Chair

Deacon C. Frank Chauvin
Brian N. Hansen
Joan D. Malloy
Christopher B. Redmond
Rev. Msgr. Mark S. Rivituso
Kevin M. Short
Kenneth R. Tiemeyer
Rev. Robert F. Weiss, S.J.
Milton P. Wilkins, Jr.

**PROPERTY AND FINANCING
COMMITTEE**

Kenneth R. Tiemeyer, Chair

Deacon C. Frank Chauvin
Brian M. Davies
Dennis G. DeSantis
Peter S. Frane
Mark Murray
Randall K. Rathert
Rev. Msgr. Mark S. Rivituso
John A. Schreiber
Kevin M. Short
Robert D. Vieth

**THE ST. LOUIS ARCHDIOCESAN
FUND BOARD OF TRUSTEES**

L. B. Eckelkamp, Chair

Rev. Msgr. John J. Borcic
James G. Castellano
Deacon C. Frank Chauvin
Rev. John M. Costello
James J. Cunnane, Jr.
Jonathan W. Igoe
Stephen M. Reese
Rev. Msgr. Mark S. Rivituso
John A. Schreiber
Kevin M. Short
Kenneth R. Tiemeyer
Rev. Robert F. Weiss, S.J.

**ARCHDIOCESAN PLANNED
GIVING AND ENDOWMENT
COUNCIL**

Jonathan W. Igoe, Chair

Thomas M. Buckley
William A. Drennan
April Y. Esenwah
Rosemary Fairhead
William Jochens
Raymond S. Kreienkamp
Carl Markus
Brian Niebrugge
Michael F. Niemann
Jill M. Palmquist
Mark Riordan
Jeanne Rudolph
Sharon Sanders
James Schaller
David Shelton, Ed.D.
Richard S. Vest
Michael Weisbrod