

FINANCE COMMITTEE REPORT TO THE CHURCH COUNCIL

7/09/14

Attached is a summary of the revenues and expenses for the first five months of the year as compared to the budget for the same period. Actual revenues are in excess of budget by approximately \$4,600, which is good news. Pledged giving is nearly \$2,700 over budget and unpledged is approximately \$2,400 over budget. As you will recall, the budget for revenues is being patterned after the giving for 2013 rather than 1/12 of the annual number, realizing that there is some seasonality in our giving. It seems to be working well, although, we won't know for sure until December 31st. Other offerings and miscellaneous income together are \$400 under budget. Total expenses are \$2,700 under budget year-to-date. Salaries and benefits are \$16,000 under budget since we have replaced full-time people with part time people or have yet to replace others. Trustee (buildings expense) are over budget by \$16,000. As reported previously, the difficult winter weather caused large invoices for snow removal and utilities for both the church and the parsonages. In addition, costly emergency repairs have occurred with regard to all properties as well. A temperate summer and fall could help with regard to evening out these expenses. The same can be said regarding repairs and maintenance if we can delay non-emergency repairs until next year when they can be properly budgeted for. Office and insurance expense is under budget by \$1,800 and capital improvements is under \$1,225. Apportionment and mortgage interest are right on budget. Our net revenues in excess of expenses is \$43,700, which is \$7,400 over budget.

Operating cash has built up to over \$36,000. We are able to pay bills on time and never get close to dipping into temporarily restricted funds.

Our auditor has had some delays but will be back on the job after this week-end. Since she is working pro bono, we do not have much leverage for getting the audit done by a certain date.

We continue to look for opportunities to save money on contracts as they expire. We will be change trash companies now to save about \$1,000 per year and even more next year as our old vendor was raising its rates this year and next. With the new provider, we can lock into their good prices for 3 years.

A copy of the detailed financial statements may always be obtained per request to bdegeer@communityunitedmethodist.org.

Community United Methodist Church
Statement of Revenue, Expenses, and
Other Changes in Net Assets - Modified Cash Basis
5/31/2014
with 2014 Budget Comparison

	5/31/2014 Actual	5/31/2014 Budget	Variance of 2014 to Budget	Comments
Revenues				
Pledged	288,317	285,651	2,666	Pledged giving continues to match or exceed budget
Unpledged	21,660	19,300	2,360	Unpledged giving was under budget for May
Other Offerings	9,765	14,030	(4,265)	Easter giving is the big difference in this category
Miscellaneous	23,522	19,649	3,873	These are the unknowns, currently over budget
Total Revenues	<u>343,264</u>	<u>338,630</u>	<u>4,634</u>	
Expenses				
Salaries and Benefits	149,782	165,958	(16,176)	Underbudget due to hiring delays, interim positions
Program Expenses	20,897	20,075	822	Right on
Trustee Expenses	79,008	63,336	15,672	Over budget due to repairs and utilities
Office and Insurance	14,399	16,228	(1,829)	Computer hardware/software not purchased yet
Apportionment	24,325	24,325	-00	Good
Mortgage Interest	3,752	3,753	(1)	Good
Capital Improvements	7,375	8,600	(1,225)	Hearing Loop - to be discussed
Total Expenses	<u>299,538</u>	<u>302,275</u>	<u>(2,737)</u>	
Net	<u>43,726</u>	<u>36,355</u>	<u>7,371</u>	
Operating cash beginning	39,369			
Net income YTD	43,726			
Prepaid donations	(41,077)			
Principal paid on mortgage	(6,584)			
Payroll liabilities	1,107			
Operating cash end of month	<u>36,541</u>			