

PRESBYTERY OF MACKINAC

Treasurer's Report, as of December 31, 2019 and for the Year Then Ended

OPERATING FUND

For 2019 the Operating Fund had an excess of revenue over expenses of \$22,600 compared to an excess of revenues over expenses of \$44,100 the previous year, a decrease in "net income" of about \$22,500. This year-to-year drop results primarily from an \$8,000 decrease in revenues and an increase in expenses of roughly \$13,000.

The \$13,000 year-to-year drop in per capita revenue was offset by an increase in other revenue of about \$5,000. The \$22,000 is attributed to an increase in personnel costs of \$14,000 and Worshiping Community expenses increase of about \$5,000.

Of the 39 Presbytery churches, 30 have paid their 2019 per capita assessment in full, 7 have made partial payments and two have made no payment.

A comparison of actual amounts to amounts budgeted for 2019, shows that actual revenues were almost 100 percent of budget while expenses were under budget by almost \$23,000.

The cash balance in the Operating Fund at the end of December, 2019 was approximately \$93,000, which is after transferring \$50,000 to the working capital reserve in the Restricted Fund.

For those interested in actual dollar amounts, the following is presented for 2019.

Revenues	\$187,862
Expenses	<u>165,267</u>
Revenues over expenses	<u>\$22,595</u>

MISSION FUND

Total 2019 mission collections were \$126,600 and mission expenses were approximately the same amount after excluding timing differences. About \$48,800 of the mission collections were for Presbytery basic missions which are administered through the Operating Fund. The balance of the mission collections were for peacemaking, \$3,400 and GA and Synod basic missions and GA special offerings, \$77,400.

RESTRICTED FUND

The Restricted Fund is used to account for assets whose use has been restricted for specific purposes by donors. The restrictions apply to the income earned by endowment funds, which are held by the Presbyterian Foundation, as well as other income restricted by donors. The Foundation disburses income earned by the endowment funds quarterly in accordance with its policies.

Within the Restricted Fund, each of the 14 separate restriction purposes is identified. Any financial activity associated one of the restricted purposes is recorded in that purposes' account.

The Restricted Fund also is used to account for the Operating Fund reserve as well as assets designated by the Presbytery for specific purposes.

The Restricted Fund's investments carried at market value are those with The New Covenant Mutual Funds and the Presbyterian Foundation.

At the end of December, 2019 total assets were \$534,500 compared to \$441,900 at the end of the prior year, an increase of about \$92,000. Over half of that increase, about \$52,000, was due to the recovery of the stock market in 2019. The switch from a bank to a stock broker money market account resulted in an increase in investment earnings of about \$3,100 over the prior year. Finally, the Operating Fund reserve was replenished with a \$50,000 transfer during 2019.

Just under \$7,500 of restricted monies were spent during 2019, \$3,950 for youth to attend the Triennium gathering at Purdue University, \$1,500 for roof repairs at Presbytery Point, and \$1,995 on pastor retreat.

At year end approximately \$407,000 were restricted as to use by donors, about \$41,000 were set aside by Presbytery for designated purposes, and roughly \$86,000 were available for use as needed.

### January, 2020

**Operating Fund:** for the month of January per capita collections are running \$3,800 ahead of last January at about \$29,000 and other income is comparable with last January. Personnel costs and other operating expenses are very comparable with January, 2019.

It was necessary to transfer \$9,000 to the Mission Fund at the end of January to cover the mission commitments now being paid thru the Mission Fund rather than the Operating Fund.

**Mission Fund:** January basic mission giving at \$3,000 was \$6,000 lower than last January. However, January collections for OGHS, Christmas Joy, and Pentecost at \$17,000 were only under last January by \$1,000.

The January mission commitments to campus ministry programs, the Angel Mission Free Store, and the camp were all disbursed during January; the OGHS, Christmas Joy and Pentecost January collections were paid to GA in early February.

**Restricted Fund:** We rely on quarterly reports from the Presbyterian Foundation and The New Covenant Funds to record investment earns. With the next reports not due until after the end of March, there was very little activity in the Restricted Fund other than the \$300 of interest income from the money market investments.