

Treasurer's Report

2019 Budget Narrative

Finishing nine thousand dollars in the red never felt like more of a triumph. We entered 2019 knowing we had major expenses ahead related to the HVAC equipment. These expenses drove the administrative leadership to reluctantly propose a deficit budget last year. We planned to finish 2019 fourteen thousand dollars in the red, so our actual results represent a five thousand dollar 'beat' of our plan.

What drove our finishing nearly \$5K ahead of budget?

1. Member Giving. Old First is us. That is just as true in the budget as it is in the sanctuary. 2019 was the strongest year for pledges from the membership ever.
2. Other income was strong. Our fund-raising efforts for the homeless shelter and Kristyn, the administrator's, management of the property's miscellaneous income streams both did very well.
3. Cash-flow Anxiety. We finished the year in a very strong place. However, almost a sixth of the church's income for the year came in in December. Our income always skews to the end of the year, but this year was particularly skewed. As we think about our income as we consider spending, this caused us to hold onto our monies a little tighter than maybe we could have. Deferred maintenance of the property is the perennial victim of this.
4. Treasurer Error. Our cash-flow anxiety was amplified this year because I made an accounting error early in the year that caused our income to be under-reported until December. The Financial Secretary caught the error. This magnified the effect in #3 and for that I apologize. To be clear, at no point were monies missing, they were just sitting in the wrong accounting entry in Quickbooks.

The financial results are presented alongside the 2020 budget further below.

Other 2019 Accomplishments

2019 saw our bookkeeping migrate from Quickbooks 2002 to Quickbooks online. This has brought about several benefits to the administrative procedures of the church and has made the Treasurer's job much easier.

As in years past, Grant Frame, the Assistant Treasurer, continues to provide a much needed second set of eyes, reconciling the accounting to our monthly bank statements.

2009 through 2019 OFRC Financial Results

Year	Income	Expense	Net	HVAC
19	\$ 383,870	\$ 393,351	\$ (9,481)	\$ 25,390
18	\$ 359,056	\$ 374,586	\$ (15,530)	\$ 23,023
17	\$ 360,647	\$ 350,861	\$ 9,786	\$ 4,055
16	\$ 346,535	\$ 346,398	\$ 137	\$ 17,850
15	\$ 367,599	\$ 358,616	\$ 8,983	\$ 4,920
14	\$ 389,530	\$ 399,100	\$ (9,570)	\$ 3,876
13	\$ 359,241	\$ 356,142	\$ 3,099	\$ 5,767
12	\$ 348,970	\$ 348,170	\$ 800	\$ 12,457
11	\$ 326,264	\$ 325,336	\$ 928	\$ 9,701
10	\$ 318,810	\$ 317,752	\$ 1,058	\$ 5,004
9	\$ 308,673	\$ 305,295	\$ 3,378	\$ 7,041

2020 Budget

Our 2020 budget is presented below, alongside the 2019 results, but here are a few key highlights.

1. It is balanced.
2. It is based on a 97% pledge rate, closer to our historic average, and down from last year's wishful 100%.
3. This includes a COLA (cost of living adjustment) of 1.9%, in line with inflation over the year, and a 0.5% real raise for all the half time and higher staff.
4. This budget includes funding to properly maintain the grounds (in 2019 it was Angel-funded) and to start a habit of having the sanctuary windows cleaned.

	<u>2018 Budget</u>	<u>2018 Actual</u>	<u>2019 Budget</u>	<u>2019 Actual</u>	<u>2020 Budget</u>
Income					
Total 3000 - Member Giving	234,960	234,858	248,662	234,211	237,000
Total 3100 - Special Offerings	5,500	4,766	5,500	9,963	6,000
Total 3200 - Undefined/Unpledged	13,000	9,968	12,000	11,985	9,500
Subtotal of Voluntary Giving	253,460	249,592	266,162	256,159	252,500
Total 3500 - Interest	53,000	53,913	58,600	59,347	61,600
Total 3600 - Use of Buildings	56,400	52,241	56,400	63,847	66,500
3700 - Income from Grants	1,500	3,400	1,500	4,514	2,000
Total Income	364,360	359,057	382,662	383,867	382,600
Expense					
Total 4000 - Ministerial	111,808	106,133	112,557	113,071	117,258
Total 4100 - Music	38,809	40,865	42,339	39,197	39,734
Total 4200 - Support Services	85,028	76,564	90,034	93,209	93,262
Total 5000 - Office Expenses	11,800	17,927	15,100	13,851	13,700
Total 6000 - Property Expenses	73,604	93,910	93,658	95,840	78,107
Total 7000 - Special Programs	1,500	1,794	1,800	1,430	1,500
Total 7100 - Christian Education	4,750	3,906	4,800	2,723	2,750
Total 7200 - Membership & Growth	7,750	5,809	6,900	3,671	5,400
7500 - Worship Supplies/Decorations	1,500	1,336	1,500	2,868	2,800
Total 8000 - Mission Partnerships	26,863	26,341	28,131	27,487	28,025
Total Expense	363,412	374,586	396,819	393,347	382,537
Net Income	948	-15,529	-14,157	-9,481	63

Balance Sheet as of December 31, 2019

Below is the church's balance sheet as of the end of last year. Please note that the endowment is not included, as that is tracked separately. Also, note that the property is not included.