

Financial Update – June 2021

A note from Finance – Good News!

1. Our results for the six month period ending June 30 in the **Ministry and Mission (current) account** are much better than planned aided by continued Government wage support & an Investment gain resulting in a minor deficit of \$199. This compares with a budgeted deficit of \$28,604 for a favourable deviation of \$28,405 as noted below:

| | Actual | Budget | Better/(Worse) |
|-----------------------------|------------|------------|----------------|
| Total receipts | \$ 137,428 | \$ 114,408 | 23,020 |
| Rentals Reserved to capital | (2,220) | (2,063) | (157) |
| Net Receipts | 135,208 | 112,345 | 22,863 |
| Total Disbursements | 135,407 | 140,949 | 5,542 |
| Surplus (Deficit) | (199) | (28,604) | 28,405 |

Additional Comments:

- Member regular contributions of \$88,103 compare to plan of \$87,250. **Good member support!**
- Rental Income from parking & facility of \$12,588 is **\$901 better** than plan but Equitable Life has cancelled their parking rental agreement June 30th. This will have a \$12,000 negative impact in the 2nd half.
- Other income of \$34,517 is **better** than plan by **\$21,110** due to receipt of Gov't Wage subsidy \$14,003, and an investment gain of \$4,422 and \$2,685 in Senior's grant all of which was not budgeted. (The investment gain results from returns realized on the investment of \$35,000 in surplus funds placed with ELFEC for the past 16 months.) Other income also includes \$11,907 in income from our Endowment fund earned last year.
- Disbursements of \$135,407 are **\$5,542 lower** than plan.

General Comment: Results through June have been very positive however the reasons have been buoyed by Government Support & other one time benefits. In the second half, Government support is not expected, and rental income will not be at planned levels. A recent forecast suggests that we will likely end the year better than budget but a significant deficit is still likely.

2. Your support of **Benevolence** to the Synod and other designated needs including our Adopt A Causes was \$39,158. Of this amount \$27,568 was received from members in support of the Synod (\$9,842), and Other specific appeals (\$17,726). In addition to member support as noted, \$9,000 was received from grants in support of Open Sesame and \$2,590 in grants from Synod in support of Young Adult Ministries undertaken by Kristina Kuhnert.
3. In **Capital accounts**, we have now completed the replacement of the Sanctuary roof with the expenditure of \$45,000 being less than planned. Other capital expenditures are planned in the balance of the year which can be funded with the proceeds of the successful "Faith in Action – Beyond 2020" Capital campaign from last year.

Richard Brubacher – Treasurer & Chair Finance

Financial Update – 6 Month period ending June 30, 2021

By Richard Brubacher – Treasurer & Chair, Finance Committee

The summaries below reflect the actual cash flows for the six months ended June 30, 2021 and the position of our bank accounts. Comparative data is displayed for our budget commitment and the prior year.

Ministry & Mission (Current) Account - Cash Flow Basis

| | 6 Months - 2021 | | Comments re: Differences to plan | 6 Months |
|--|-----------------|-----------------|---|----------------|
| | Actual | Budget | | Last Year |
| Cash Inflow | | | | |
| Receipts from Members | 88,103 | 87,250 | - better by \$853 | 91,646 |
| Receipts from Facility Rentals & Parking | 14,808 | 13,750 | - better by 901 | 21,152 |
| Rental income reserved to Capital | (2,220) | (2,063) | | (3,125) |
| Gov't Grant - CEWS (Wage Subsidy) | 14,003 | - | - \$14,003 Gov't wage subsidy not budgeted | 13,831 |
| Other Receipts - (Plate, Endow. Int., grant) | 20,514 | 13,408 | - \$4,422 Inv. Gain on surplus funds invested | 16,843 |
| Total inflow | 135,208 | 112,345 | better by \$22,863 | 140,347 |
| Cash Outflow | | | | |
| Disbursements - Staff & operating costs | 135,407 | 140,949 | better by \$5,542 | 133,180 |
| Total outflow | 135,407 | 140,949 | | 133,180 |
| Net Cash (Outflow)/inflow | (199) | (28,604) | better by \$28,405 | 7,167 |
| Cash balance (overdraft) | 32,595 | (8,991) | | 56,326 |

Benevolence Accounts - Cash Flow Basis

| | Actual | Budget | | Last Year |
|--|---------------|---------------|---------------------------|---------------|
| Cash Inflow | | | | |
| Receipts from Members - General Benev. | 9,842 | 11,300 | | 10,431 |
| Receipts for designated appeals | 29,316 | 15,440 | | 16,375 |
| Total inflow | 39,158 | 26,740 | | 26,806 |
| Cash Outflow | | | | |
| Payments to Synod | 9,842 | 11,050 | -worse by 10.9% thru June | 10,231 |
| Payments to other designated appeals | 29,316 | 15,690 | | 16,575 |
| Total outflow | 39,158 | 26,740 | | 26,806 |

Capital Accounts - Cash Flow Basis

| | Actual | Budget | | Last Year |
|--|-----------------|-----------------|---|--------------|
| Cash Inflow: | | | | |
| Receipts from Members -regular | 3,931 | 3,090 | | 2,938 |
| Transfers from Ministry & Mission acct | 2,220 | 2,063 | | 3,125 |
| Faith in Action - Beyond 2020 Capital Campaign | 2,215 | 1,200 | | - |
| Total inflow | 8,366 | 6,353 | | 6,063 |
| Cash Outflow | | | | |
| Capital Expenditures | 46,748 | 72,750 | - Roof \$5,000 diff & other delay in spending | 6,704 |
| Total outflow | 46,748 | 72,750 | | 6,704 |
| Net Cash (Outflow)/Inflow | (38,382) | (66,397) | | (641) |
| Cash Balances | 85,734 | 57,718 | | 44,726 |

Rental Property Account - Cash Flow Basis

| | Actual | Budget | | Last Year |
|------------------------------------|---------------|---------------|--|----------------|
| Cash Inflow: | | | | |
| Rental Income from Tenants | 20,576 | 20,496 | | 12,483 |
| Total inflow | 20,576 | 20,496 | | 12,483 |
| Cash Outflow | | | | |
| Current Expenditures - Properties | 12,063 | 9,980 | | 6,569 |
| Capital Improvements to Properties | 4,017 | 5,350 | | 7,676 |
| Total outflow | 16,080 | 15,330 | | 14,245 |
| Net Cash (Outflow)/Inflow | 4,496 | 5,166 | | (1,762) |
| Cash Balances (overdraft) | (34,304) | (33,634) | | 16,252 |