

TMBC 2009 Year-End Financial Observations  
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Our financial status is a little simpler to think about at the end of 2009 than it has been at anytime since the fire. That is because most of the fire-caused impacts are now history, accounted for, and the net results reflected in our normal reporting. In addition to the regular financial reports that Terrie sent on Friday there are at least two more reports that have year-end relevance.

The attached Balance Sheet as of December 31, 2009 is comparative with similar numbers for December 31, 2008 and includes the capital assets and any related liabilities. One important element to grasp is that the (\$74,337.21) shown in Account 340.00 as of December 31, 2008, is a negative number amongst liabilities, which means that it is actually an asset. In this case that asset was substantially represented by cash in the Recovery Accounts (accounted for separately to the insurance company). So for comparison purposes it should be mentally added to the \$234,123.90 in Savings Accounts yielding a functional December 31, 2008 balance of \$314,995.11. The point being there has been little functional change in Savings year-to-year. That is a good management result given all the issues impacting finance during 2009.

Another important number on this Balance Sheet is that Long-Term Liabilities reduced from \$704,839.41 to \$608,480.62. During 2008 and 2009 the cost of some items moved around as to whose funds (TMBC's or the insurance company) were deployed at any given time. The employment of TMBC funds often required bank advances on our Renovation LOC (Account 350.14). So the reduction of that account and the increase in 130.01 year-to-year is largely a function of reaching final settlement with the insurance company and the remaining cash in the Recovery Accounts being transferred to the regular Church Accounts. The \$19,656.07 in Account Number 350.12 is the amount borrowed and spent on our facilities before the fire. The

\$71,909.45 in Account Number 350.14 is the amount owed for items paid for by TMBC beyond the insurance company. I don't recall the exact amount approved by the church, but it was significantly more than this.

The balances in Capital Assets and Long-Term Liabilities will be useful to the Insurance Task Force in negotiating our next insurance policy.

Finally, you will note the increase in Temporarily Restricted Accounts from \$137,070.49 to \$152,139/05 year-to-year. This is largely because of the year-end transfer of the Operating Fund surplus (the \$33,353.31 Terrie referenced) and the reduction in the Operating Fund balance due to the adoption of a lesser budget for 2010 than 2009. Both of these transactions end up increasing the year-end balance of Current Needs of \$123,698.39 which represents most of the Temporarily Restricted Fund balance. After reserving a portion of Current Needs for anticipated 2010 needs (such as work on Sanctuary walls, covering any 2010 Operating Fund deficit, etc.) a portion of these funds could be considered to reduce debt. Keep in mind that one purpose of Current Needs is to pay for things that come up during a year that were not anticipated when the budget was formulated.

While comparisons to budgets is important (the regular Revenues and Expenses Reports) year-end comparisons of actual-to-actual are also important (the other attached PDF). Here you will note the reduction of \$37,195.54 in Accounts for % Computations, which is mostly Operating Fund giving. In light of the 2010 pledge amounts it appears that our long-term giving members are collectively "dug in" ... a positive thing. However, the dramatic reduction in Loose Plate Offerings reflects a dramatic decrease in giving from visitors which is likely reflective of a dramatic decrease in the number of visitors attending worship. Irrespective of how supportive current members are, the financial future will be determined by new folks. A line-by-line review of the expenditures reveal how an Operating Fund surplus was achieved in spite of a reduction in giving. Recall the large Miscellaneous Receipts amount for 2009 is mostly Sales Tax Refund

that will not repeat at the same level.

As a member of the Communications Team, and chair of that team's Information Technology Task Force, I will be with that group in Monday's break-out sessions. However, if you have specific questions in your session that I might be of help answering, come and get me.