

Treasurer's report to the NRCC AGM

Year ended 30 June 2011

It has been an interesting year for me in this role as I come to grips with its various requirements and workload. I must thank all those who have assisted with the church finances this year – particularly those who are regular and faithful donors, and those who have donated more than just their money through organising and running various fundraising events. A special note of thanks to Merrin and Marion (in the office), Phil Swain and Steve Ford for their support, patience and advice to me in this role.

The final result for the year ended 30 June 2011 was a deficit of \$13,117. This compares to a budgeted deficit of \$11,591, and last year's surplus of \$8,526. Whilst Giving revenue for the year (\$174,000) was slightly up on last year (\$172,000), it was well short of budget (\$179,500). Other ordinary income was down on last year, but fundraising income offset this, although it too was down on budget.

Costs were up in all areas except Outreach & Mission, particularly employment expenses with a full year of the Pastoral Care Worker and Youth & Community Worker. Loan repayments were up with the increasing interest rates, plus the decision to put an extra \$100 per month toward reducing the debt. The increase in property costs was mainly due to the \$8,000 spent on the airconditioning.

At year end, the main loan stood at \$392,733, the self-help loan was \$27,896, and the Schofield loan was \$2,750, a total debt of \$423,379. Our cash balances were \$31,115 in the bank account and \$11,785 on term deposit.

The budget for 2012 has been completed, which is summarised in the table at the end of this report. The projected deficit for the year is \$7,524, which is slightly higher than last year's result after taking out the airconditioning. Whilst this is obviously not an ideal situation (although we aren't a 'profit making organisation'), we have sufficient cash resources available to us to be able to fund this budget deficit.

This is strongly predicated on an increase in income, through giving (\$7,600), fundraising (\$5,500) and other income (\$2,000). Whilst this will be a challenge, it should be achievable, although it would be helpful to run some type of planned giving campaign during the year. The fundraising is reliant on 2 lamington drives in the year, plus the fete providing a return more in line with previous years (2011 was a financial disappointment, mainly due to the dreadful weather on the night).

Employment expenses are expected to rise once again (\$10,000), which allows for a mandated increase in the minister's stipend and known increases in wage rates for other staff. Administration costs and Outreach & Mission are both projected to increase around \$2,000, and loan repayments are projected to stay consistent with the 2011 year, although this is obviously dependent upon no interest rate rises coming through from UCA. Property costs are budgeted to decrease \$6,600, although this masks a real increase with the 2011 forecast including the airconditioning. At this stage there has been no allowance for any capital works.

A new expense in 2012 is for auditing the statements. Under UCA rules that came in last year we are obliged to have an external auditor review the financials, whereas in previous years this has been done internally. Whilst an allowance of \$3,000 has been made, this figure is only a guesstimate at this point.

Whilst it would be great to increase spending in some areas, particularly those that are Mission related, I feel wary of doing this without Church Council or Congregational support. For example, the Mission Committee have requested an increase in their budget of \$2,000, which has not been included in these figures. Ultimately, the budget is either hydraulic (where an increase in spending in one area necessitates a reduction in another), or the amount of income received has to increase to fund the extra spending. As a Church we need to decide if we are prepared to sacrificially give further, to allow our church spending to increase accordingly, and if so, in which specific areas.

I commend these 2011 accounts and 2012 budget to the Congregation for adoption.

Iain Thompson
Treasurer

North Rocks Community Church
Profit and Loss Statement
Draft Budget - 2011/12

	2012 Budget	2011 Actual	2011 Budget	2010 Actual
<u>INFLOWS</u>				
Giving				
Direct Giving	126,000	120,043	112,500	104,342
Morning Plate	46,200	46,071	55,000	55,099
Evening Plate	8,400	7,776	12,000	12,640
Other Ordinary Income	44,124	43,551	44,420	46,785
Fundraising	22,750	17,296	20,500	13,951
TOTAL ORDINARY INCOME	247,474	234,737	244,420	232,817
<u>OUTFLOWS</u>				
Administration	(19,590)	(16,767)	(16,390)	(15,357)
Staff/Employment Expenses	(145,037)	(136,701)	(129,800)	(118,802)
Outreach & Mission	(25,839)	(22,315)	(31,565)	(28,708)
Loan repayments	(49,832)	(49,356)	(49,156)	(43,441)
Property Costs	(14,700)	(22,715)	(29,100)	(17,983)
TOTAL ORDINARY OUTFLOWS	(254,998)	(247,854)	(256,011)	(224,291)
Ordinary Surplus / (Deficit)	(7,524)	(13,117)	(11,591)	8,526
Extraordinary Income	0	41,336	0	37,078
Extraordinary Expenses	0	(38,932)	0	(40,436)
Total Surplus / (Deficit)	(7,524)	(10,713)	(11,591)	5,168