

# UUSS Treasurer's Report - June 2020

## July 23, 2020

### A. NET INCOME

June was the end of the 2019-2020 fiscal year, so the year to date figures in this report reflect our annual net. The report shows an overall net **loss** of \$4,085, compared to the \$345 **gain** that was budgeted. This includes \$4,907 premium for flood insurance for the 2020-2021 fiscal year, making the true net for 2019-2020 a gain of \$822.

#### Highlights

- Total annual **revenue** was \$18,763 **less** than budget.
  - Pledge receipts were \$23,792 below budget.
  - Plate offerings were \$1,658 above budget
  - Despite having to close the building in March, building rental ended the year only \$1,856 below budget.
  - Fundraising revenue, including the Auction ended the year \$5,759 over budget.
  - Program revenue was \$4,215 below budget, mostly due to cancellation of the All Ages Camp and Theater One.
- Total annual **expenses** were \$16,999 **less** than the amount budgeted.
  - Most expense categories were close to or under budget for the year.
  - Building Maintenance was \$2,056 over budget.
  - Many categories which had been significantly under budget through May had large year-end reimbursements for costs incurred earlier in the year. IT Support, Ministers' Expenses and Grounds all had sizeable outlays.

### B. Cash Flow:

1. Cash flow (ability to pay bills) is not a concern currently, as the operating fund balance is \$194,139. This includes the \$72,000 Payroll Protection Program (PPP) loan we received from 5 Star Bank.
2. The Reserve Fund ratio was 17% as of June 30. The Reserve Fund ratio equals the balance in Capital Outlay plus the Reserve Fund balance as a percentage of total expenses. Our target is a minimum of 15%.

### C. June 30, 2020 Balance Sheet (Total Assets: **\$2,368,188**).

1. **Operating Fund (01):** \$194,139. Includes both \$48,196 in the Reserve Fund and the \$72,000 PPP loan.
2. **Temp. Restricted Fund (02):** \$371,144. This includes the \$200,000 UUSS received from the Roger Barr estate, which is currently in the Bequests account.
3. **Endowment Trust (03):** \$417,662. The Endowment Trust Loan (balance of \$264,743) is both an asset and liability for UUSS.
4. **Property and Equipment Fund (04):** \$1,312,560. Includes \$82,322 in the Capital Outlay Fund as well as \$1,231,698 for the building and land.
5. **Building/Capital Campaign Fund (05):** \$72,683.

**Five Star Bank loan:** \$297,477 (\$3,433/mo./\$41,200/year; currently at 5.25% principal & interest). Rate will adjust to 5-year Treasury rate + 3.5% in December 2020.

**Endowment Trust loan:** \$264,743 (\$664/quarter/\$2,655/year; 1% interest-only loan).

**D. Notes**

1. The Finance Committee met in July to discuss the draft budget for FY 2020-2021. We will be presenting scenarios for the Board to consider and would like some direction from the Board on how to proceed. Victoria to discuss at the meeting.
2. The Finance Committee recommends that the Board authorize the use of \$100,000 of the Barr bequest now to pay down long-term debt, with the remainder to be allocated once the Board decides on a strategy for the reserves.