

## Central Church Director's Financial Report August, 2023

**Introduction** – The purpose of this report is to provide a brief financial report for Central's financial performance for the month of August and fiscal year-to-date (YTD).

Financial summary: for the month of August, the 1st month of the fiscal year, Central Church had a net gain of \$523,958 which was \$284,114 more than the budgeted/projected net income of \$239,844

**Revenue** – We received Tithes & Offering Income of \$902,037 and Operations Income of \$2,153 for the month of August for a total income of \$904,190 which was \$152,094 over budget. Total YTD income is 20% over budget through the 1st period of the fiscal year. Our total average weekly giving for the 1st month of this fiscal year is \$226,048 compared to a need of \$128,626.

The YTD Tithes & Offerings of \$902,037 are over budget by \$189,408. YTD Operations Income of \$2,153 is under budget by \$37,314. Operations income consists of facility rental and interest. Reminder that budget numbers are spread equally across 12 months meaning no seasonal budget fluctuations. Current month and yearly income breakdowns are as follows:

	<b>August</b>		<b>YEAR-TO-DATE</b>	
	<b>Income</b>	<b>Budget</b>	<b>Income</b>	<b>Budget</b>
Tithes & Offerings	\$ 902,037	\$ 712,629	\$ 902,037	\$ 712,629
Operations Income	<u>\$ 2,153</u>	<u>\$ 39,467</u>	<u>\$ 2,153</u>	<u>\$ 39,467</u>
TOTAL	\$ 904,190	\$ 752,096	\$ 904,190	\$ 752,096

**Expenses** – Expenses were under budget by \$132,020 for the month of August. See Noteworthy items below for explanation.

**Preschool (CPK)** – Currently, the Southwest (SW) CPK has a year to date gain through August of \$46,387, which is \$46,387 above budget .

CPK for Downtown (DT) has a YTD loss as of August 31st, 2023 of \$5,163 which is \$4,770 above budget.

**Noteworthy Items** - The following are noteworthy items in the area of Finance and Process Management:

- Expenses for July 2023 that were not paid until August 2023 were accrued and put back into the 2022-2023 fiscal year. This amount totals approximately \$50,000 and includes credit card expenses paid in August 2023 as well as a few other significant items relating to the prior year budget.
- August expenses are lower due to the accrual back into July 2023 for items relating to last year's budget. The flip side of this is that next July's expenses will be higher due to the accrual that will take place at the end of this current year. Additionally, salaries and benefits are under budget due to new hires budgeted for but not in place on August 1. Benefits expense in August is lower than actual due to

a delay in billing for medical insurance on the new hires. The result will be higher expense in September due to catch-up billing.

- Audit Update - audit fieldwork has been pushed back to the week of October 2nd 2023. This is because additional time is needed for Finance to collect certain requested data going back to 2014.
- For general ledger purposes, funds at Northwest Mutual were moved out of the cash checking account and into current asset (investment) accounts per board request and approval, and reported at fair market value.
- The 22/23 fiscal year net surplus has been moved to the board approved funds effective 8/1/23. Please see the attached worksheet for reference.