
Treasurer's Report and 2014 Budget Presentation

***NALC Convocation
Pittsburgh, PA
August 8, 2013***



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North American Lutheran Church

2012 Financial Recap (pre-audit)

- Second full year of operation
- Strong financial position and cash reserves
 - Total operating donations and other income:
\$1,765,977
 - Total designated donations: \$334,076
 - Total expenditures and grants: \$1,380,026
 - Total cash on hand \$2.0 million at 12/31/12
 - \$1.5 million designated for specified purposes
 - \$0.5 million unrestricted reserves



2013 Financial Update

- Financial data Jan-June 2013:
 - Total operating income: \$695,214
 - Total operating expenses: \$627,824
 - Net operating income: \$67,390
 - BUT: most of surplus in first quarter
 - Total designated donations: \$177,878



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2013 Financial Update

- Full year 2013 forecast:
 - Total operating income: \$1,522,200
 - Current giving trends plus Convocation income
 - Total operating expenses: \$1,416,822
 - Current expenditures plus Convocation expenses
 - Net operating income: \$105,378
 - Bulk will be transferred to replenish Great Commission and Theological Education funds
 - Total designated donations: \$350,000 ?



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Budget Approach

- Separate Operating, Missions and Theological Education budgets
 - Operating budget is primarily funded by congregational benevolence
 - Missions and Theological Ed budgets are funded by
 - Designated congregational and individual donations
 - Great Commission Society (for Missions)
 - Surplus from operating budget, if any



Proposed 2014 Operating Budget

- Total operating income: \$1,585,000
 - \$1,450,000 from congregational benevolence
- Total operating expenditures: \$1,525,927
 - One new full-time staff position (previously part-time) in Missions area
 - Continued significant travel expenses
 - Slow/no growth in other expenses
 - \$75,000 budget for ministry partner support
- Net operating income: \$59,073



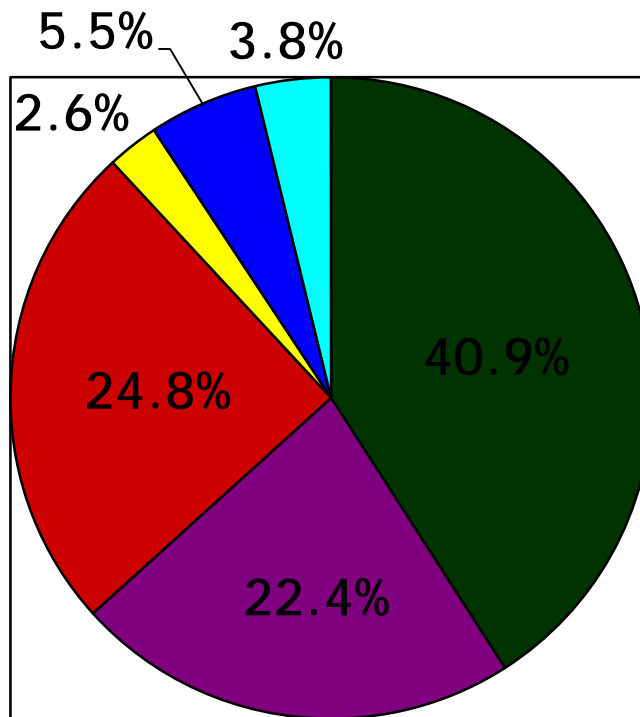
Proposed 2014 Dedicated Funds Budgets

- Great Commission Fund \$155,000
 - Mission congregations \$100,000
 - Congregational revitalization \$10,000
 - Missional leadership development \$5,000
 - Global missions and projects \$40,000
- Fund for Theological Education \$312,500
 - North American Lutheran Seminary \$250,000
 - Seminarian scholarships and programs \$35,000
 - Other programs \$27,500



Proposed 2014 Consolidated Budgets

Total Expenditures by Program Areas



- Leadership, Admin and Office
- Missions
- Ministry and Theological Education
- Communications
- Convocation
- Partner Ministries



Other Financial Matters

- Congregational benevolence share
 - 5-8% of congregational operating budgets
- 501(c)(3) application
 - Group ruling challenges
 - Additional information request next week
- Future financial capabilities
 - Endowment funds management services
 - Building loan/investment fund program

