

Report of the Treasurer to UUCA Congregation
January 2023

Fiscal Year 2023 YTD Results – Highlights for December 2022

BOTTOM LINE UP FRONT:

UUCA remains in a strong overall financial position, with nearly six months' operating expenses cash on hand, a recently bolstered Capital Reserve Fund, and we are well on the way to repaying the money borrowed from the Endowment Fund to pay off the mortgage.

Operating Statement Summary (\$000)			
FY 2023: July-Dec (6 months)	Actual YTD	Budget YTD	Variance YTD
Net of Total Support & Expenses	311.2	86.1	225.1
Budget/Operational Net*	189.0	81.1	107.9

December Highlights

- December was an excellent month for Capital Campaign contributions (~\$78k).
- Pledge collections for December significantly below the budgeted figure for the month.
- BFAC had agreed previously to move \$50k of Capital Campaign contributions to the Endowment Fund, which was reflected in December's numbers.
- UUCA's financial advisor made an adjustment entry of negative ~\$40k for month-to-month gains and losses within the UUCEF which holds our Endowment Funds.

YTD Budget Performance Snapshot

Year To Date, pledge collections stand at 64% of budgeted pledges at the year's midway point. Share the Plate collections and rental income are both approximately on budget. The Employee Retention Tax Credit (ERTC) received was \$145,000 above the anticipated amount, which has allowed UUCA to remain in a positive financial position and even to bolster capital reserves by \$85,000 despite unanticipated HVAC repairs.

YTD, the variance of actual to budget figures is positive **\$225,110** inclusive of designated account inflows/outflows, which include Capital Campaign funds and special funds designated for projects like the Fall Retreat, Youth Trips, Guatemala, etc.; and operations did better than budgeted with a surplus of \$189,000 which was **\$107,900** better than budgeted for the spending that excluded inflows/outflows and focused just on the amounts approved in the church's 2022-23 Budget.

Balances and Cash Available

Our Operating Account balance as of January 17 was \$356,077, an increase from the prior month. Of this amount, ~\$147k in the Operations Account is from Capital Campaign contributions owed to the Endowment Fund. As agreed upon by the BFAC, UUCA will continue transferring Capital Campaign contributions to the Endowment at a rate of \$25,000/month. We expect CC contributions to continue to come in each month.

This leaves UUCA \$208,534 operating cash available. This is after \$85k in cash was moved to Capital Reserves, and \$50k moved to UUCEF. This is a good position assuming annual pledges keep up with commitments made. Being free of the \$192,000 in annual mortgage payments has significantly eased the Church's financial stress, and we are able to address some of the building maintenance needs with available funds.

As of December 31, 2022, there was \$333,549 at Fidelity, representing a combined \$150,794 in Replacement Reserves, \$154,163 in Designated Funds, \$28,592 in Operating Reserves. The UUCEF Endowment balance was \$430,804 at year end.

Current Status of Capital Campaign Obligations:

Borrowed from Endowment for mortgage	\$500,000
Repayments made through December 2022	\$100,000
Capital Campaign funds on hand (to be transferred to the Endowment at a rate of \$25,000/month)	\$147,543
Balance Due to Endowment	\$252,457

Ashley Greve, UUCA Treasurer
Eric H. Hertting, Financial Advisor