



## FINANCIAL UPDATE: FEBRUARY 21, 2016

PASTOR TONY SHEN  
CHURCH BOARD TREASURER

It is my honor to present financial results of the church for 2015 and its ministry, the preschool.

### ***2015 Church Finances***

The main takeaway from our church's finances in 2015 is that God has richly blessed us beyond what we deserve. In the financial activities for the year, we had budgeted a projected income from offerings of \$480,000. But the Lord provided through the generosity of you, the church, so that the offerings totaled almost \$560,000! We endeavor to steward these resources as wisely as possible, so with the congregation's approval, we also bought a single-family house in Hawthorne for the purposes of ministry housing, and the Payton family is now living there. You can see the addition of the house in the Balance Sheet. Finally, as part of the increase in ministry housing, we fully paid off the mortgage on our original ministry house in Westchester, so that the only long-term debt we now carry is the mortgage on the Hawthorne house.

Special Funds are funds allocated and set aside from the year's financial surplus for specific future ministry purposes as determined by the membership. Think of them as internal "savings accounts" that are earmarked for things we want to spend money on in the future. The elders have given church staff the discretion to spend up to a certain amount. They also approve expenditures above a certain amount, and they ask the congregation for approval to spend the largest amounts. Later in the year, I will report the inflows and outflows from these funds for the sake of transparency and clarity.

### ***2015 Preschool Finances***

The past year was yet again a financially positive one for our preschool. Tuition income increased again as Clara and her staff continue to maximize the school's enrollment. While we are maintaining a healthy level of expenditures to serve the additional families, we have achieved the largest financial surplus from the school that we have seen in several years.

As always, we are transparent with our financial records and happy to answer any questions you may have. Contact Tony Shen, Church Board Treasurer ([tony@delreychurch.com](mailto:tony@delreychurch.com)), or Mike Dolan, Preschool Superintendent ([mike@delreychurch.com](mailto:mike@delreychurch.com)).

**Del Rey Church  
Balance Sheet  
As of December 31, 2015**

	<u>12/31/15</u>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash	372,347.92
Other Current Assets	2,721.75
<b>Total Current Assets</b>	<u>375,069.67</u>
<b>Fixed Assets</b>	
Church Property and Plant	3,500,000.00
Ministry Housing (Westchester)	700,000.00
Ministry Housing (Hawthorne)	490,000.00
<b>Total Fixed Assets</b>	<u>4,690,000.00</u>
<b>TOTAL ASSETS</b>	<u><u>5,065,069.67</u></u>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Credit Cards	9,833.81
Payable to Preschool	40,651.87
Retirement / Disability	4,556.99
Special Funds	310,614.38
<b>Total Current Liabilities</b>	<u>365,657.05</u>
Long-Term Liabilities	485,000.00
<b>Total Liabilities</b>	850,657.05
<b>Equity</b>	
Equity: Stock Holdings	2,321.75
<b>Real Property</b>	
Church Property & Plant	3,500,000.00
Ministry Housing Equity	705,000.00
<b>Total Real Property</b>	4,205,000.00
Retained Earnings	7,090.87
<b>Total Equity</b>	<u>4,214,412.62</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><u>5,065,069.67</u></u>

Special Funds are funds set aside from previous year's financial surplus for specific future ministry purposes determined by the membership. Think of them as internal "savings accounts" that are earmarked for things we want to save for. The elders have given staff discretion to spend up to a certain amount, they approve expenditures above a certain amount, and submit larger amounts to the congregation for approval.

<b>SPECIAL FUNDS</b>		<u>Purpose of Fund</u>
Reserve Account	16,125.10	To build budgetary reserve
Ministry Fund	25,426.81	For general ministry purposes
Congregational Care Fund	31,561.45	To meet material needs of the congregation
Adoption Assistance Fund	11,832.16	To support adoption, orphans, and adoptees
AWANA	-594.33	To fund the kids Bible club
Del Rey Bible Institute	1,905.85	To fund DRBI activities
Book Fund	-3,197.57	To fund the Resource Center (includes inventory)
Community Outreach	2,186.38	For events, e.g. Father-Daughter Prom & Harvest
India Missionary Trip	885.81	For mission trip fundraising
Short Term Missions Fund	2,276.11	To support missions apart from budgeted support
Building Fund	201,800.00	For construction of church buildings
Facilities Fund	2,286.84	To repair church facility
Ministry Housing Purchase & Improvements	5,392.10	To purchase and/or improve ministry housing
Ministry Housing Repair Fund	11,346.08	To repair ministry housing
Retreat Prepaid Account	-589.50	For funding men's/women's retreats
Youth Retreat Prepaid Account	986.49	For funding Youth Group retreats, etc.
Del Rey Parochial Academy	485.90	For homeschool academy inflow & outlay
Scholarship Fund	498.70	To support academic endeavors
<b>Total Special Funds</b>	<u>310,614.38</u>	

**Del Rey Church**  
**Statement of Activities, Actual vs. Budget**  
 January through December 2015

	<u>Jan - Dec 15</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
<b>Church Income &amp; Expense</b>				
<b>Contributions</b>	559,723.12	480,000.00	79,723.12	116.61%
<b>Expense</b>				
<b>Ministry</b>				
<u>Sunday Worship Services</u>				
Hospitality	5,834.52	8,000.00	-2,165.48	72.93%
Bulletin Shells	1,172.99	1,200.00	-27.01	97.75%
Music Ministry	1,216.69	1,280.00	-63.31	95.05%
Kids Church	1,445.74	1,500.00	-54.26	96.38%
Honoraria for Guest Preachers	1,450.00	3,000.00	-1,550.00	48.33%
<u>Daily Ministry</u>				
Software: Web, App, Volunteers, Database	2,342.99	3,300.00	-957.01	71.0%
Pastors' Fund	1,236.09	2,000.00	-763.91	61.81%
<u>Group Ministries</u>				
Community Group Materials	298.34	1,000.00	-701.66	29.83%
Del Rey Bible Institute	981.63	1,000.00	-18.37	98.16%
Youth Group	1,700.41	1,200.00	500.41	141.7%
AWANA	1,200.00	1,200.00	0.00	100.0%
Men's / Women's Ministries	5,098.85	3,500.00	1,598.85	145.68%
<u>Events and Other</u>				
Community Outreach & Events	2,000.00	2,000.00	0.00	100.0%
Conferences	756.10	1,000.00	-243.90	75.61%
Continuing Education	1,000.00	1,000.00	0.00	100.0%
College Group	0.00	300.00	-300.00	0.0%
<b>Total Ministry</b>	<u>27,734.35</u>	<u>32,480.00</u>	<u>-4,745.65</u>	<u>85.39%</u>

**Del Rey Church**  
**Statement of Activities, Actual vs. Budget**  
 January through December 2015

	<u>Jan - Dec 15</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
<b>Missions</b>				
<b>EFCA Missionaries</b>				
Matt Davis	600.00	600.00	0.00	100.0%
Craig Ott	1,800.00	1,800.00	0.00	100.0%
Matt Stromberg	1,800.00	1,800.00	0.00	100.0%
Sam Tabiando	4,800.00	4,800.00	0.00	100.0%
George Warren	1,800.00	1,800.00	0.00	100.0%
	<u>10,800.00</u>	<u>10,800.00</u>	<u>0.00</u>	<u>100.0%</u>
<b>International Missionaries</b>				
Rick Floyd	1,800.00	1,800.00	0.00	100.0%
Daniel Holmquist	1,200.00	1,200.00	0.00	100.0%
Howard Ostendorf	1,800.00	1,800.00	0.00	100.0%
Eric Zeller	1,200.00	1,200.00	0.00	100.0%
Tuvya Zeretzky	1,200.00	1,200.00	0.00	100.0%
	<u>7,200.00</u>	<u>7,200.00</u>	<u>0.00</u>	<u>100.0%</u>
<b>Domestic</b>				
Rich Freeman	1,200.00	1,200.00	0.00	100.0%
Cory & Naji Hendrix	1,200.00	1,200.00	0.00	100.0%
	<u>2,400.00</u>	<u>2,400.00</u>	<u>0.00</u>	<u>100.0%</u>
<b>Philanthropic Ministries</b>				
Advancing the Ministries of the Gospel	0.00	2,700.00	-2,700.00	0.0%
Claris Health	600.00	600.00	0.00	100.0%
Justice for All (Steven Wagner)	600.00	600.00	0.00	100.0%
	<u>1,200.00</u>	<u>3,900.00</u>	<u>-2,700.00</u>	<u>30.77%</u>
<b>EFCA Fair Share (contribution to denomination)</b>	5,601.25	4,800.00	801.25	116.69%
<b>Total Missions</b>	<u>27,201.25</u>	<u>29,100.00</u>	<u>-1,898.75</u>	<u>93.48%</u>

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	<u>Jan - Dec 15</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
<b>Staff</b>				
<b>Lead Pastor</b>	96,000.00	96,000.00	0.00	100.0%
<b>Church Administrator</b>	60,000.00	60,000.00	0.00	100.0%
<b>Pastor</b>	34,999.92	35,000.00	-0.08	100.0%
<b>Missional Director</b>	51,000.00	51,000.00	0.00	100.0%
<b>Counseling Pastor</b>	18,000.00	18,000.00	0.00	100.0%
<b>Children's Ministry Director</b>	5,199.91	5,200.00	-0.09	100.0%
<b>Ministry Assistants</b>	8,799.91	8,800.00	-0.09	100.0%
<b>Subtotal - Salaries</b>	<u>273,999.74</u>	<u>274,000.00</u>	<u>-0.26</u>	<u>100.0%</u>
<b>Health, Disability, Retirement, Bonuses</b>	63,582.26	61,400.00	2,182.26	103.55%
<b>Employment Taxes &amp; Workers Comp</b>	<u>22,203.29</u>	<u>23,500.00</u>	<u>-1,296.71</u>	<u>94.48%</u>
<b>Total Staff</b>	359,785.29	358,900.00	885.29	100.25%

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**January through December 2015**

	<b>Jan - Dec 15</b>	<b>Budget</b>	<b>\$ Over Budget</b>	<b>% of Budget</b>
<b>Facilities</b>				
<b>Utilities: Water &amp; Electricity</b>	11,597.28	13,700.00	-2,102.72	84.65%
<b>Utilities: Gas</b>	1,675.09	2,100.00	-424.91	79.77%
<b>Utilities: Telephone</b>	1,965.89	2,000.00	-34.11	98.3%
<b>Utilities: Internet Service</b>	1,610.58	1,400.00	210.58	115.04%
<b>Utilities: Trash Service</b>	2,555.65	2,400.00	155.65	106.49%
<b>Gardener</b>	6,960.00	6,960.00	0.00	100.0%
<b>Custodian</b>	3,000.00	3,000.00	0.00	100.0%
<b>Custodial Supplies</b>	974.79	600.00	374.79	162.47%
<b>Maintenance and Repair</b>	3,134.24	3,000.00	134.24	104.48%
<b>Property Insurance &amp; Tax</b>	3,510.51	4,800.00	-1,289.49	73.14%
<b>Miscellaneous</b>	1,155.23	2,000.00	-844.77	57.76%
<b>Total Facilities</b>	38,139.26	41,960.00	-3,820.74	90.89%
<b>Administration</b>				
<b>Office Supplies</b>	5,134.05	6,700.00	-1,565.95	76.63%
<b>Printing &amp; Postage</b>	1,841.43	1,300.00	541.43	141.65%
<b>Miscellaneous</b>	877.00	900.00	-23.00	97.44%
<b>Total Administration</b>	7,852.48	8,900.00	-1,047.52	88.23%
<b>Total Expense</b>	460,712.63	471,340.00	-10,627.37	97.75%
<b>Net Ordinary Income</b>	99,010.49	8,660.00	90,350.49	1,143.31%

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	<u>Jan - Dec 15</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
<b>Other Income/Expense</b>				
<b>Other Income</b>				
Rent from Preschool	12,000.00	12,000.00	0.00	100.0%
Interest Income	112.54	120.00	-7.46	93.78%
<b>Total Other Income</b>	<u>12,112.54</u>	<u>12,120.00</u>	<u>-7.46</u>	<u>99.94%</u>
<b>Other Expense</b>				
<b>Ministry Housing</b>				
Principal Reduction	9,000.00	12,000.00	-3,000.00	75.0%
Ministry Housing Equity	9,000.00	12,000.00	-3,000.00	75.0%
<b>Total Ministry Housing</b>	<u>18,000.00</u>	<u>24,000.00</u>	<u>-6,000.00</u>	<u>75.0%</u>
<b>SPECIAL FUND ALLOCATIONS</b>				
Monthly Reserve	23,280.76			
Ministry Fund	13,968.45			
Adoption Assistance Fund	9,312.29			
Facilities Fund	9,312.29			
Ministry Housing Repair Fund	9,312.30			
Ministry Housing Purchase & Improvement Fund	18,624.61			
Short-Term Missions Fund	4,656.16			
Congegational Care Fund	4,656.17			
<b>Total Other Expense</b>	<u>111,123.03</u>	<u>24,000.00</u>	<u>87,123.03</u>	<u>463.01%</u>
<b>Net Other Income</b>	<u>-99,010.49</u>	<u>-11,880.00</u>	<u>-87,130.49</u>	<u>833.42%</u>
<b>Net Income</b>	<u><u>0.00</u></u>	<u><u>-3,220.00</u></u>	<u><u>3,220.00</u></u>	<u><u>0.0%</u></u>