



FINANCIAL UPDATE: FEBRUARY 26, 2017

PASTOR TONY SHEN
CHURCH BOARD TREASURER

It is my honor to present financial results of the church for 2016 and her ministry, the preschool.

2016 Church Finances

The Lord has continued to work through His church to provide financial resources generously. The church adopted a 2016 budget with projected offerings of \$525,000. The actual offerings were nearly \$40,000 more than that, for a total of nearly \$565,000. Even so, we largely maintained fiscal discipline in terms of spending, so that surplus was allocated to Special Funds.

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. Some highlights of these Special Funds outlays are included for your reference.

The congregation continues to contribute to the Building Fund. During 2016, we entered into an agreement to purchase the adjacent property from our neighbor. However, not long after our agreement, our neighbor decided he needed to sell his property to secure additional funds, and the church has allowed him to pursue that sale and return the money we have already provided to him. To date, the sale has not yet been completed, but our money will be returned as part of that sale.

2016 Preschool Finances

Preschool Director Clara Morales has continued to maximize the ministry of our preschool. Against a projected tuition income of \$450,000, the actual tuition earned by the preschool exceeded \$510,000, driven primarily by increased enrollment. This means that not only are more working families being blessed by the ministry of the preschool, but we are also blessing more teachers with more employment opportunities. Thus, the Statement of Activities shows that Staff and Health Care costs together are about \$40,000 greater than originally budgeted. The more students, the more staff needed.

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), or Mike Dolan, Preschool Superintendent (mike@delreychurch.com).