

Report of the Finance Committee to the 2023 Annual Meeting

Financial Overview

Grace Church closed the year 2022 with a budget surplus of a bit over eighty-eight thousand dollars. As explained below, a number of circumstances, some of them exceptional, came together to produce such a large surplus.

- Pledgers, members, and friends of Grace were generous in their support, so that their contributions exceeded the budgeted amount for pledges, plate collections, and donations.
- Rental income was healthy, but a bit lower than expected because of work on the rectory after a sewer break.
- Grant income exceeded expectations because of a large grant from the Simon Foundation. The Simon Foundation has been giving grants to the church for many years, but it has announced that it will end its grant program this year, 2023. This will mean a significant reduction in income beginning in 2024.
- At the suggestion of our auditors, we have changed the accounting method used to set aside money received in a given year for use in future years. The transition from one method to another has caused some anomalies in the financial statements. As explained below, the anomalies led to an apparent overstatement in the funds received this year.

Budget vs Actual 2022

The budget vs actual report shows a total income of \$554,734 and total expenses of \$446,228, giving a net budget surplus of \$88,506. It shows that income was at 122% of budget, while expenses were at 98% of budget.

Of the \$85,000 Simon Foundation grant, \$38,000 was used for operating expenses in 2022 and \$47,000 was set aside for future use to help fund the Youth Ministry position. This is in accordance with the provisions of the grant. A \$3,580 grant from the diocese was also set aside for the Youth Ministry position. There is a table at the end of the report that shows how the \$88,506 surplus was handled.

- Youth Ministry Equity Fund: This consists of \$47,000 from the Simon Foundation and \$3,580 from the diocese, as explained above.
- CALive Equity Fund: This is money set aside to help cover future expenses of the Cathedral Arts Live program. It consists of \$5,509 carried over from previous years and \$978 net income in 2022.
- Grace Works Equity Fund: This is money Grace Works donated to the capital improvement account. It is at \$15,964, all of which is carried over from previous years.
- General Operations Cash Account: This \$15,476 is the balance of the \$88,506 surplus after the three restricted accounts have been funded.

Balance Sheet 2022

The Balance Sheet shows the new equity accounts toward the bottom of the page. Comparing the December 31, 2021, balance sheet to the December 31, 2022, balance sheet shows:

- The general operations checking account balance fell from \$58,880.56 at the end of 2021 to \$34,006.79 at the end of 2022.
- The Live Oak Bank accounts rose from \$227,917.33 at the end of 2021 to \$280,595.93 at the end of 2022. (There was a \$50,000 transfer from the checking account to the Live Oak account.)
- The balance in the Diocesan Investment Trust fell from \$235,371.19 in 2021 to \$196,363.77 at the end of 2022.

Budget for 2023

The 2023 GCVV budget was approved by the vestry on January 17, 2023.

Grace Church Van Vorst

Budget vs Actual 2022

Ordinary Income/Expense

Income

	2022	
	Actual	Budget
3000 · INCOME TOTAL		
3100 · OPERATING TOTAL		
3110 · Pledges	152,787	144,000
3120 · Plate Offerings	7,411	10,000
3130 · Unrestricted Donations	24,759	24,000
3136 · Cathedral Arts Live Income		
3138 · Tickets	8,836	0
Total 3136 · Cathedral Arts Live Income	8,836	0
3140 · Fundraising	0	8,000
3150 · RENTAL TOTAL		
3151 · GCS - Rent	79,750	88,018
3153 · Rectory Rental	5,559	24,000
3154 · Mission Partners	18,720	19,800
3155 · Regular Renters	56,655	27,312
3156 · Event Rental Fees	2,600	8,000
Total 3150 · RENTAL TOTAL	163,284	167,130
3170 · LOGOS -Drop Off Toddler	19,700	21,600
3180 · Applied Grants/Sponsorships		
3181 · JCAM Staff	38,110	37,000
3185 · Other Diocesan	3,580	0
3186 · Simon Foundation	85,000	30,000
3188 · Other	0	5,000
3190 · Govt Grants	5,000	0
3191 · Grace Works NJ Grant	15,964	0
Total 3180 · Applied Grants/Sponsorships	147,654	72,000
Total 3100 · OPERATING TOTAL	524,430	446,730
3200 · RESTRICTED TOTAL		
3220 · Discretionary Income	691	0
3230 · Restricted Donations	14,679	8,000
3240 · Insurance Settlements	14,934	0
Total 3200 · RESTRICTED TOTAL	30,304	8,000
Total 3000 · INCOME TOTAL	554,734	454,730
Total Income	554,734	454,730
Gross Profit	554,734	454,730

Grace Church Van Vorst
Budget vs Actual 2022

	2022	
	Actual	Budget
Expense		
4000 · EXPENSES TOTAL		
4100 · STAFFING		
4110 · RECTOR		
4111 · Rector Salary	37,288	56,684
4112 · Rector Insurance (Health/Life)	30,442	30,500
4113 · Rector Pension	13,500	13,912
4114 · Rector SS Offset	5,154	5,154
4115 · Rector Housing Allowance	40,000	20,604
4117 · Rector Phone/Cable	900	900
Total 4110 · RECTOR	127,284	127,754
4130 · CHURCH SUPPORT STAFF		
4131 · PA Salary	36,804	40,000
4132 · PA Health Insurance	9,793	14,208
Total 4130 · CHURCH SUPPORT STAFF	46,597	54,208
4140 · PROGRAM DIRECTORS		
4141 · Sunday School Leader	2,160	7,000
4142 · Music Minister	35,000	35,000
Total 4140 · PROGRAM DIRECTORS	37,160	42,000
4150 · Workman's Comp.	2,025	1,800
4160 · Company Payroll Taxes	6,012	6,000
4165 · Pensions (Lay)	5,875	6,750
Total 4100 · STAFFING	224,953	238,512
4200 · PROPERTY		
4210 · UTILITIES		
4211 · Church Utilities	8,556	13,000
4212 · Gym Utilities	15,105	18,000
4213 · Rectory Utilities	6,504	6,000
Total 4210 · UTILITIES	30,165	37,000
4220 · INSURANCE		
4221 · Building	13,553	13,300
Total 4220 · INSURANCE	13,553	13,300

Grace Church Van Vorst
Budget vs Actual 2022

	2022	
	Actual	Budget
4230 · MAINTENANCE		
4231 · Equipment/Supplies	6,401	6,000
4232 · Service Contracts	20,041	31,000
4233 · Maintenance Staff	7,655	6,210
Total 4230 · MAINTENANCE	34,097	43,210
4240 · REPAIRS/IMPROVEMENTS		
4241 · Church Repairs/Improvements	0	4,200
4242 · Parish Hall Repairs/Improvement	135	2,000
4243 · Rectory Repairs/Improvements	19,221	1,800
4244 · General Repairs/Improvements	21,801	11,000
Total 4240 · REPAIRS/IMPROVEMENTS	41,157	19,000
Total 4200 · PROPERTY	118,971	112,510
4300 · ADMINISTRATION TOTAL		
4310 · OFFICE		
4311 · Paper/Supplies	868	1,600
4312 · BoA/CC fees	2,217	3,500
4313 · Payroll Fees	694	360
4315 · Other	0	150
Total 4310 · OFFICE	3,779	5,610
4320 · TECHNOLOGY		
4321 · Phone/Internet	2,606	2,600
4322 · Equipment/Software	3,494	3,300
Total 4320 · TECHNOLOGY	6,100	5,900
4330 · COMMUNICATIONS		
4332 · Printing/Copying	0	321
4333 · Postage	0	200
4334 · Website	283	200
Total 4330 · COMMUNICATIONS	283	750
4340 · Professional Services		
4341 · Bookkeeping	19,785	22,000
4342 · Grant Writing	2,093	3,000
4343 · Audits	5,000	5,000
Total 4340 · Professional Services	26,878	30,000
Total 4300 · ADMINISTRATION TOTAL	37,040	42,260

Grace Church Van Vorst

Budget vs Actual 2022

	2022	
	Actual	Budget
4400 · OUTREACH		
4410 · Diocesan Pledge	33,426	26,000
4420 · Church Discretionary	200	1,000
4430 · Service Projects	0	4,000
Total 4400 · OUTREACH	33,626	31,000
4500 · PROGRAM		
4510 · WORSHIP		
4511 · Worship Equip/Supplies	6,071	1,300
4512 · Music Ministry	2,521	2,530
4513 · Holiday Decorations	1,208	800
4514 · Nursery	0	2,500
4515 · Sunday School	1,208	700
4516 · Supply Clergy	1,250	1,300
Total 4510 · WORSHIP	12,259	9,130
4520 · EVANGELISM		
4521 · Sunday Coffee Hour	149	3,900
4522 · Subscriptions	(100)	200
4523 · Conferences	350	1,000
4525 · Parish In-reach	4,519	7,500
4527 · Youth Group	93	5,000
4530 · Drop Off Toddler	14,808	18,160
4531 · JC Together	2,000	2,000
4532 · Parish - Out Reach	531	2,250
Total 4520 · EVANGELISM	22,349	40,010
Total 4500 · PROGRAM	34,608	49,140
4550 · Cathedral Arts Live Expenses		
4551 · Performers	1,475	0
4552 · Food/Beverage	873	0
4556 · CA Live CC Fees	1	0
Total 4550 · Cathedral Arts Live Expenses	2,349	0
4600 · FUNDRAISING EXPENSES	0	3,000
4700 · OTHER EXPENSES		
4710 · Restricted Acct Expense	14,679	0
Total 4700 · OTHER EXPENSES	14,679	0
Total 4000 · EXPENSES TOTAL	466,228	476,422
Total Expense	466,228	476,422
Net Ordinary Income	88,506	(21,692)
Net Income	88,506	(21,692)
Fund Transfers		
Youth Ministry Equity Fund	50,580	
CALive Equity Fund	6,487	
Grace Works Equity Fund	15,964	
General Operations Cash Account	15,476	
Total Fund Transfers	88,506	

Grace Church Van Vorst

Balance Sheet

As of December 31, 2022

	Dec 31, 22
ASSETS	
Current Assets	
Checking/Savings	
Fidelity	0.02
1020 · Coins Not Deposited	13.20
1030 · GCVV Building Fund Account	15,963.60
1040 · GenOps Checking 2241 - BOA	34,006.79
1050 · Live Oak Bank Savings	280,595.93
1070 · Petty Cash	216.21
1080 · PP Giving	1,820.00
1090 · Rector Discretion (8298) - BOA	1,784.80
Total Checking/Savings	334,400.55
Other Current Assets	
1115 · Prepaid Insurance	1,143.00
1200 · Due From EJC	2,501.00
1220 · Due From GCS	3,101.49
1499 · Undeposited Funds	3,633.00
Total Other Current Assets	10,378.49
Total Current Assets	344,779.04
Fixed Assets	0.00
Other Assets	
1340 · TIAA-CREF Trust Company	196,363.77
1350 · Un/Restricted Net Assets	73,030.68
Total Other Assets	269,394.45
TOTAL ASSETS	614,173.49
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Credit Cards	
1450 · BOA Credit Cards	2,489.12
Total Credit Cards	2,489.12
Other Current Liabilities	
1462 · Security Deposits	2,930.00
1464 · Prepaid Pledge Income	1,500.00
1466 · PrePaid Rent	1,650.00
1600 · Accrued Expenses	
1602 · Audit Accrual 2022	5,000.00
1605 · Audit Accrual 2021	710.00
1607 · Misc Accrued Expenses	2,500.00
Total 1600 · Accrued Expenses	8,210.00
Total Other Current Liabilities	14,290.00
Total Current Liabilities	16,779.12
Total Liabilities	16,779.12
Equity	
Opening Bal Equity	366,494.94
3900 · Retained Earnings	94,640.40
3901 · Prior Year Adjustments	12,390.72
3952 · Youth Minister Equity Funds	50,580.00
3954 · CALive Equity Funds	6,487.08
3956 · Grace Works Equity Fund	15,963.60
Net Income	50,837.63
Total Equity	597,394.37
TOTAL LIABILITIES & EQUITY	614,173.49

GCVV 2023 Budget
Approved January 17, 2023
Ordinary Income/Expense
Income

2023
Budget

3000 · INCOME TOTAL	
3100 · OPERATING TOTAL	
3110 · Pledges	130,000
3120 · Plate Offerings	7,000
3130 · Unrestricted Donations	27,000
3136 · Cathedral Arts Live Income	0
3140 · Fundraising	5,000
3150 · RENTAL TOTAL	
3151 · GCS - Rent	87,000
3153 · Rectory Rental	18,000
3154 · Mission Partners	19,800
3155 · Regular Renters	49,440
3156 · Event Rental Fees	4,000
Total 3150 · RENTAL TOTAL	178,240
3160 · Investment /Interest Income	11,600
3170 · Drop Off Toddler Program	19,867
3180 · Applied Grants/Sponsorships	
3181 · JCAM Staff	38,110
3185 Other Diocesan	
3186 · Simon Foundation	115,000
3188 · Other (Marge Christie grant	5,000
Total 3180 · Applied Grants/Sponsorships	158,110
Total 3100 · OPERATING TOTAL	536,817
3200 · RESTRICTED TOTAL	
3230 · Restricted Donations	0
32?? · Youth Minister Equity	(37,000)
Total 3200 · RESTRICTED TOTAL	(37,000)
Total 3000 · INCOME TOTAL	499,817

Expense

4000 · EXPENSES TOTAL	
4550 · Cathedral Arts Live Expenses	0
4100 · STAFFING	
4110 · RECTOR	
4111 · Rector Salary	58,951
4112 · Rector Insurance (Health/Li	30,500
4113 · Rector Pension	14,320
4114 · Rector SS Offset	5,154
4115 · Rector Housing Allowance	20,604
4116 · Rector Business Expenses	0
4117 Rector Phone/Cable	900
Total 4110 · RECTOR	130,429
4130 · CHURCH SUPPORT STAFF	
4131 · PA Salary	28,000
4132 · PA Health Insurance	780
Total 4130 · CHURCH SUPPORT STAFF	28,780
4140 · PROGRAM DIRECTORS	
4141 · Sunday School Leader	4,000
4142 · Music Minister	35,000
4143 · Youth & Family Minister	35,000
Total 4140 · PROGRAM DIRECTORS	74,000
4150 · Workman's Comp.	1,800
4160 · Company Payroll Taxes	11,760
4165 · Pensions (Lay)	9,270
Total 4100 · STAFFING	256,039
4200 · PROPERTY	
4210 · UTILITIES	
4211 · Church Utilities	10,000
4212 · Gym Utilities	16,000
4213 · Rectory Utilities	8,000
Total 4210 · UTILITIES	34,000
4220 · INSURANCE	
4221 · Building	13,300
Total 4220 · INSURANCE	13,300
4230 · MAINTENANCE	
4231 · Equipment/Supplies	6,000
4232 · Service Contracts	29,330
4233 · Maintenance Staff	10,400
Total 4230 · MAINTENANCE	45,730
4240 · REPAIRS/IMPROVEMENTS	
4241 · Church Repairs/Improvement	500
4242 · Parish Hall Repairs/Improvement	5,500
4243 · Rectory Repairs/Improvement	4,000
4244 · General Repairs/Improvement	10,000
Total 4240 · REPAIRS/IMPROVEMENTS	20,000
Total 4200 · PROPERTY	113,030

GCVV 2023 Budget
Approved January 17, 2023

2023
Budget

4300 · ADMINISTRATION	
4310 · OFFICE	
4311 · Paper/Supplies	1,200
4312 · BoA/CC fees	2,150
4313 · Payroll Fees	1,060
???? · Copier rental	2,500
4315 · Other	150
Total 4310 · OFFICE	7,060
4320 · TECHNOLOGY	
4321 · Phone/Internet	2,600
4322 · Equipment/Software	2,500
Total 4320 · TECHNOLOGY	5,100
4330 · COMMUNICATIONS	
4332 · Printing/Copying	100
4333 · Postage	100
4334 · Website	290
Total 4330 · COMMUNICATIONS	490
4340 PROFESSIONAL SERVICES	
4341 · Bookkeeping	20,000
4342 · Grant writing	1,000
4343 · Audit accrual for following	5,000
Total 4340 PROFESSIONAL SERVICES	26,000
Total 4300 · ADMINISTRATION TOTAL	38,650
4400 · OUTREACH	
4410 · Diocesan Pledge	37,700
4420 · Rector's Discretionary Fund	1,000
4430 · Service Projects	0
Total 4400 · OUTREACH	38,700
4500 · PROGRAM	
4510 · WORSHIP	
4511 · Worship Equip/Supplies	3,400
4512 · Music Ministry	2,000
4513 · Holiday Decorations	1,000
4514 · Nursery	2,500
4515 · Sunday School	1,000
4516 · Supply Clergy	1,400
Total 4510 · WORSHIP	11,300
4520 · EVANGELISM	
4521 · Sunday Coffee Hour	2,500
4522 · Subscriptions	
4523 · Conferences & Cont. Ed.	1,000
4525 · Parish In-reach	5,980
4527 · Youth Group	5,000
4530 · Drop Off Toddler Program St	14,400
4531 · JC Together	2,000
4532 · Parish Out-reach	2,218
4535 · Drop Off Toddler Program E	0
Total 4520 · EVANGELISM	33,098
Total 4500 · PROGRAM	44,398
4550 · CATHEDRAL ARTS LIVE EXPENSES	0
4600 · FUNDRAISING EXPENSES	3,000
4700 Other Expenses	0
???? · Contingent Rebate of GCS Rent	6,000
Total 4000 · EXPENSES TOTAL	499,817

Net Income (0)