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Good morning all,

Enclosed are two Financial Updates for discussion at Parish Council tomorrow evening.

1. Updated 2020 Results:

The original 2020 Annual Results sent out to the Parish at the end of January have had to be updated by some very good news about CEWS, as follows.

We had received \$25,750 in mid-2020 from the Diocese as our share in the Joint Diocesan CEWS application - they had filed as a combined entity.

The CEWS rules changed, and required each Parish to submit separately. Gail Gauthier (Diocesan Finance Officer) very kindly did NOT ask each Parish to do this but submitted all the data on our behalf!

In late December, I had asked her if there was a risk we might have to repay some or all of the \$25,750, and she said she was just re-submitting, and it was possible we might even get more.

Finance Committee decided this was "Ifcome", if and when it happened, and sent our data to Walt Hundleby (our Reviewer) and Baker Tilly (Our Accountants) as circulated to the Parish.

Late in January, we were advised we would be getting \$40,620, but we would have to repay the original \$25,750 (a net cash income of \$14,870). Lo and behold the cheques arrived on Friday 29th January, and are now in the Bank!

We consulted with Baker Tilly about whether they would accept a late entry in our books, and they and Walt now have this revised set of data.

2. Updated 2021 Budget Projection

Since we sent the first draft of our proposed 2021 Budget to the January PC meeting, we have been working on various updates, as follows:

- 2.1 Latest Diocesan Clergy Payroll data included (increase of \$5,283 or 3.4%), mostly due to our Curate now working for the whole year;
- 2.2 Pledge Forms received by the Envelope Secretary has enable him to update our Donation Budget (reduction of \$3,864 or 1.2%);
- 2.3 Finance Committee accepted Investment Committee recommendation to reduce 2021 Budget Net Income to \$35,000 (down \$16,493 or 32%);
- 2.4 Finance Committee decided to use funds from a large donation in late December to finish funding of the Sanctuary Lighting project;
- 2.5 We await an update from David S/Grant Smalley on costs to complete the Organ Refurbishment in 2021 (coming tomorrow evening?);
- 2.6 Finance Committee decided to aim to get the full outstanding Organ balance (\$56,566 on current data) funded by a Pledge Drive in 2021;

We also amended the format (see attached) make the process more clear (we trust), including the use of colour highlighting as follows:

Green Revenue or Surplus

Red Expense or Deficit

Yellow Resulting Net Cash Flow - the key line

We also changed the term "Fundraising Campaign" to "Pledge Drive" to distinguish it from the Core Revenue Item ("Other Fundraising"), since the former involves small revenue events (e.g. next Shrove Tuesday), and the latter implies a more formal, and much larger and more intentional process.

Our presentation also highlights the "Intentional Income", which is how we ask Vestry to fund our typical "Net Core Revenue" major deficit - see attached. In this iteration, we suggest a roughly 50/50 split between Pledge Drive Campaigns and Planned Investment Withdrawals, to achieve a balanced 2021 Budget.

I look forward to our discussion tomorrow evening - please call or e-mail if you have any detailed questions prior to the meeting.

David

David Buckman
Treasurer, St. John the Divine