

December (End of Year) 2022 Financial Report
Church of the Holy Spirit

- Financial data are based on numbers through December 31, 2022. This analysis focuses only on operating income and expenses. It does not include items related to the Rector's Discretionary Fund, the Memorial Garden Fund, the WND program, major maintenance items funded through our Maintenance Fund, or expenses made from the Mission Fund.
- Through December we brought in \$200,673 for operations. Our budget projected we would be bringing in \$193,800 through the end of the year. As indicated last month the primary reason for the higher-than-expected operating income is because the receipt of unpledged contributions is 408 percent over what was originally projected.
- On the expense side, we spent \$163,272 on operations through December. This includes money spent on staff salaries (the largest single component), the Diocesan Assessment, Office Expenses, and Buildings and Grounds etc. Our budget projected we would spend \$198,988 for operations through the end of the year. So, our expenditures have run almost \$35,700 less than what is projected through the end of December. As noted in earlier reports this is primarily because of savings achieved by not having to pay the salary, pension, and medical insurance costs for the rector from May through October.
- In terms of cash flowing in and out for operations, we are +\$37,381 in the black for 2022. In sum it has been a good year for us financially. We are current on payment of bills that have come in through December. For 2023 we start the budget year over in terms of comparing operating income and expenses, but we will carry forward a cushion that is in our operating accounts at the US Bank and the Credit Union. (See the tables on the third and fourth pages for more detail.)
- This analysis does not include the \$14,543.11 we have spent in 2022 on major maintenance items, which came out of our non-operating Maintenance Fund reserve. (See a more detailed discussion about this on the second page.)
- Chart 1 (attached) shows our net income by month through the end of the year. (Chart 2 shows our monthly income and expenses through December.) Charts 3 and 4 show how we compare to where we were at this time last year.
- Our accounts show the following balances as of December 31:

Bank account amounts on 12/31/22	Share	Checking	Total
PSCCU Rector's Discretionary Fund	\$2,301.81	\$5,938.08	\$8,239.89
PSCCU Memorial Garden Fund	1,713.08	472.05	2,185.13
PSCCU Operating Fund	4,249.62	24,000.05	28,249.67
PSCCU WND	2,289.48	3,092.19	5,381.67
US Bank *	49,546.42	59,369.87	108,916.29
Subtotal Cash Accounts			152,972.65
* Excludes cash earmarked for Maintenance Fund			
Special Funds:			
Mission Fund (In Edward Jones Brokerage			90,180.67
Endowment Fund			
Diocesan Investment Fund			65,437.46
Endowment Fund (in Edward Jones Brokerage Account)			86,364.89
Maintenance fund (held in cash at US Bank)			15,043.59
Subtotal, Special Funds			257,026.61
Grand Total			409,999.11

According to the King County Department of Assessments, CHS's appraised property value for 2023 tax purposes is:

Land	\$ 229,500
Buildings	96,500
Total	326,000

These numbers do not reflect, for example, the replacement cost of the building, which is insured for a much higher amount. The actual market value of the property may also be higher

Maintenance Fund expenditures to date

The chart below shows what we have spent for major church maintenance items since January 2020:

	\$55,000.00	Amount available for Maintenance Fund *
3/4/2020	9,019.55	Painting church interior
12/26/2020	14,198.01	Kitchen project
5/1/2021	2,195.74	Organ Repair
7/10/2022	4,348.00	Repair of Out Building
7/18/2022	1,411.80	Tree removal
10/30/2022	8,783.31	Painting of church exterior as of 10/31/22)
	39,956.41	Total spent on Major Maintenance Items
	15,043.59	Amount remaining (held in cash in US Bank Savings account)
* \$50,000 withdrawn from DIF in December 2019 and \$5,000 gift from Joyce Smith Estate in August 2022.		

The exterior church painting project is completed. We have spent \$8,783.31 on this project, and there are no outstanding invoices for this project. Note we have an invoice for \$2,725.11 from Ed Palmer for repair of the gutter and downspouts on the east side of the church that came in January 2023. We will pay that bill in January from the funds earmarked for maintenance and repairs that are in our US Bank savings account.

Endowment Funds

The chart below shows how our endowment funds have performed over the since December of 2020:

	12/31/2020	12/31/2021	12/31/2022	Percent Change
Diocesan Investment Fund	66,738.95	75,814.99	65,437.46	-13.6%
Edward Jones Mission Fund	100,000.00	105,645.21	90,180.67	-14.6%
Edwards Jones Endowment Fund	95,000.00	98,612.73	86,364.89	-12.4%
S & P 500				-18.1%
International Equities (S&P 700)				-14.4%
Taxable Fixed Income (Bloomberg Aggregate)				-13.0%

The performance of our endowment funds reflects the volatility of the stock market. When compared to the standard market indices, our investments have done "less bad."

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Actual Vs. Budgeted Income and Expenses for 2022

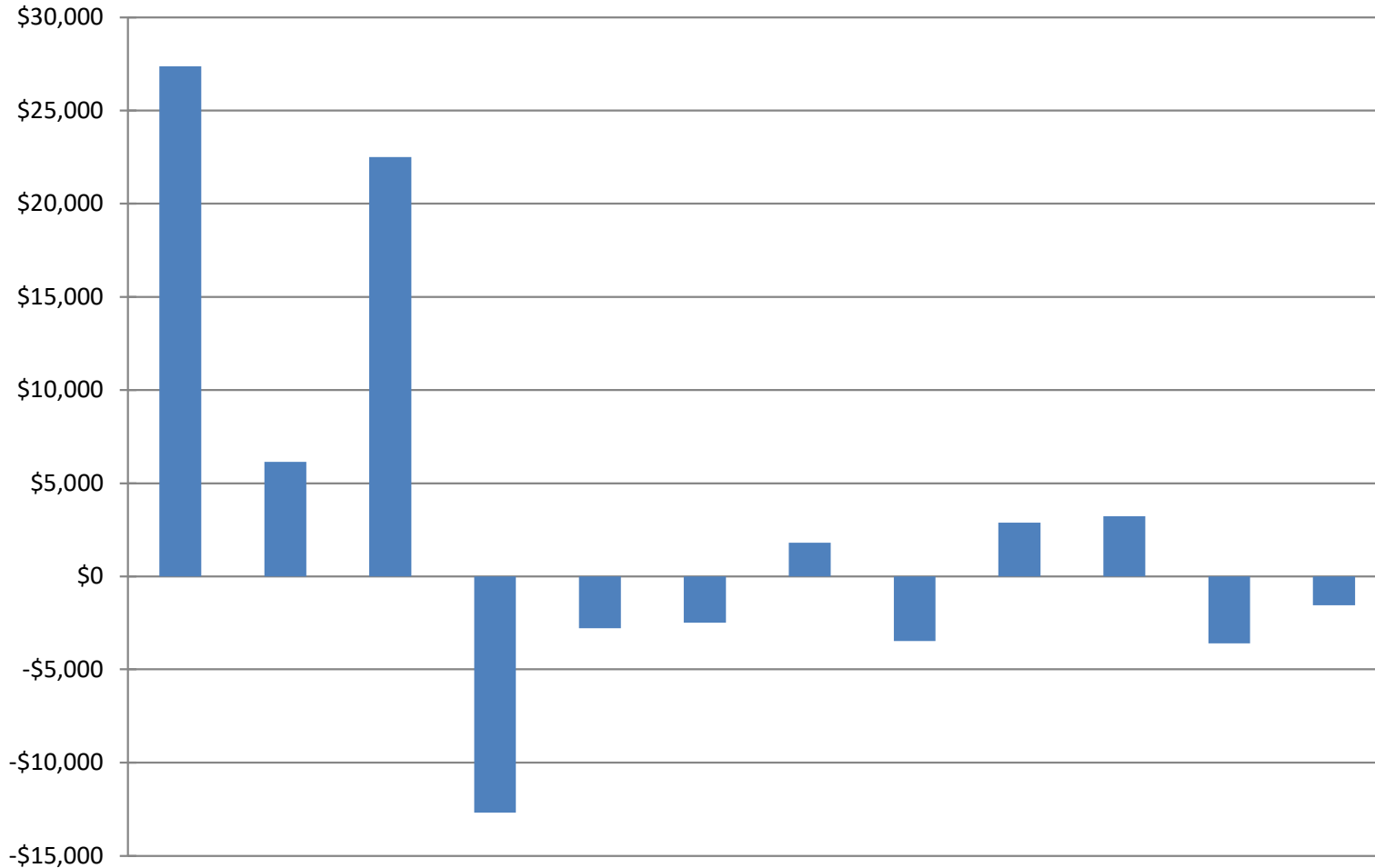
	YTD Budget through December	YTD Percentage	YTD Actual through December	Percent of Amount Budgeted YTD	Amount Budgeted for Entire Year
Ordinary Income/Expense					
Income					
Operating Income:					
Pledges to General Fund	\$185,510	100%	\$174,361	94%	\$185,510
Loose Plate Offerings	1,400	100%	2,438	174%	1,400
Other Operating Contributions	4,800	100%	19,583	408%	4,800
Brown Bag Outreach Program	100	100%	0	0%	100
Diocesan Grants	0	0%	0	0%	0
Other Operating Income	30	100%	2,028	6762%	30
Facilities Use Contributions	840	100%	881	105%	840
Interest Income	1,120	100%	1,381	123%	1,120
Operating Income Total	193,800	100%	200,673	104%	193,800
Expenses					
Operating Expenses:					
Rothchild Education	0	0%	0	0%	0
Diocesan Assessment	26,800	100%	28,703	107%	26,800
Outreach Program Expenses	5,600	100%	2,566	46%	5,600
Compensation	116,680	100%	83,191	71%	116,680
Ministry Program Expenses:					
Worship Expenses	1,700	100%	1,542	91%	1,700
Pastor/Other Ministry Program Expense	1,231	100%	2,039	166%	1,231
Communications/Marketing	500	100%	532	106%	500
Website	800	100%	432	54%	800
Education	1,250	100%	644	52%	1,250
Hospitality Expenses	100	100%	0	0%	100
Special Events	0	0%	0	0%	0
Stewardship Expenses	200	100%	0	0%	200
Pastor Call Expenses	0	0%	0	0%	0
Other Program & Ministry Expenses	370	100%	96	26%	370
Total Ministry Program Expenses	6,151	100%	5,285	86%	6,151
Office Support Expenses	21,512	100%	20,427	95%	21,512
Buildings & Grounds Expenses:					
Building Maintenance	4,900	100%	5,891	120%	4,900
Utilities	8,020	100%	7,032	88%	8,020
Insurance	4,860	100%	5,943	122%	4,860
Property Tax (County Groundwater)	4,465	100%	4,254	95%	4,465
Total Building & Grounds Expenses	22,245	100%	23,120	104%	22,245
Miscellaneous Other Expenses	0	0%	0	0%	-
Operating Expenses Total	198,988	100%	163,292	82%	198,988
Net Operating Income	-\$5,188		\$37,381		-\$5,188

Actual Income and Expenses

	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22	TOTAL
Ordinary Income/Expense													
Income													
Operating Income:													
Pledges to General Fund	41,000	20,263	37,730	5,640	6,070	9,935	9,342	5,574	9,408	9,388	8,578	11,435	\$174,361
Loose Plate Offerings	46	12	176	342	262	201	205	370	222	145	241	216	2,438
Other Operating Contributions	1,200	420	3,680	760	635	450	1,420	2,470	2,352	2,285	1,360	2,551	19,583
Brown Bag Outreach Program	0	0	0	0	0	0	0	0	0	0	0	0	-
Diocesan Grants	0	0	0	0	0	0	0	0	0	0	0	0	-
Other Operating Income	150	868	18	0	15	0	35	0	8	100	835	0	2,028
Facilities Use Contribution	0	0	173	173	0	0	364	0	0	173	0	0	881
Interest Income	211	94	69	122	81	88	186	72	88	189	92	90	1,381
Operating Income Total	42,607	21,658	41,845	7,036	7,063	10,674	11,551	8,485	12,078	12,279	11,106	14,292	200,673
Expenses													
Operating Expenses:													
Rothchild Education	0	0	0	0	0	0	0	0	0	0	0	0	0
Diocesan Assessment	935	1,643	2,503	6,178	3,140	6,058	1,003	1,039	1,548	1,675	1,230	1,751	28,703
Outreach Program Expenses	346	402	361	409	412	307	330	0	0	0	0	0	2,566
Compensation	8,939	9,229	9,768	8,945	3,844	4,234	3,999	6,372	5,103	4,136	9,833	8,789	83,191
Ministry Program Expenses:													
Worship Expenses	112	0	109	162	163	0	0	0	0	701	58	237	1,542
Pastor/Other Ministry Program Expenses	0	172	0	1,061	0	198	0	0	172	0	0	436	2,039
Communications/Marketing	41	32	32	41	32	143	41	32	32	41	32	32	532
Website	0	432	0	0	0	0	0	0	0	0	0	0	432
Education	81	92	0	81	0	0	81	0	81	200	29	0	644
Hospitality Expenses	0	0	0	0	0	0	0	0	0	0	0	0	0
Special Events	0	0	0	0	0	0	0	0	0	0	0	0	0
Stewardship Expenses	0	0	0	0	0	0	0	0	0	0	0	0	0
Pastor Call Expenses	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Program & Ministry Expenses	0	0	0	0	0	0	0	0	0	96	0	0	96
Total Ministry Program Expenses	233	728	141	1,344	195	342	121	32	285	1,038	118	706	5,285
Office Support Expenses	2,338	1,382	1,436	1,841	1,253	1,508	1,549	1,689	1,446	1,620	1,288	3,077	20,427
Buildings & Grounds Expenses:													
Building Maintenance	1,647	59	152	407	349	196	974	818	161	61	61	1,007	5,891
Utilities	790	588	724	588	662	509	273	514	664	514	692	514	7,032
Insurance	0	1,485	0	0	0	0	1,486	1,486	0	0	1,486	0	5,943
Property Tax (County Groundwater)	0	0	4,254	0	0	0	0	0	0	0	0	0	4,254
Total Building & Grounds Expenses	2,438	2,132	5,131	995	1,011	705	2,733	2,818	824	575	2,239	1,521	23,120
Miscellaneous Other Expenses	0	0	0	0	0	0	0	0	0	0	0	0	-
Operating Expenses Total	15,229	15,516	19,340	19,712	9,856	13,153	9,735	11,951	9,206	9,043	14,708	15,844	163,292
Net Operating Income	27,378	6,142	22,505	-12,675	-2,793	-2,479	1,816	-3,466	2,871	3,236	-3,602	-1,552	37,381

NET OPERATING INCOME THROUGH DECEMBER 2022

Chart 1

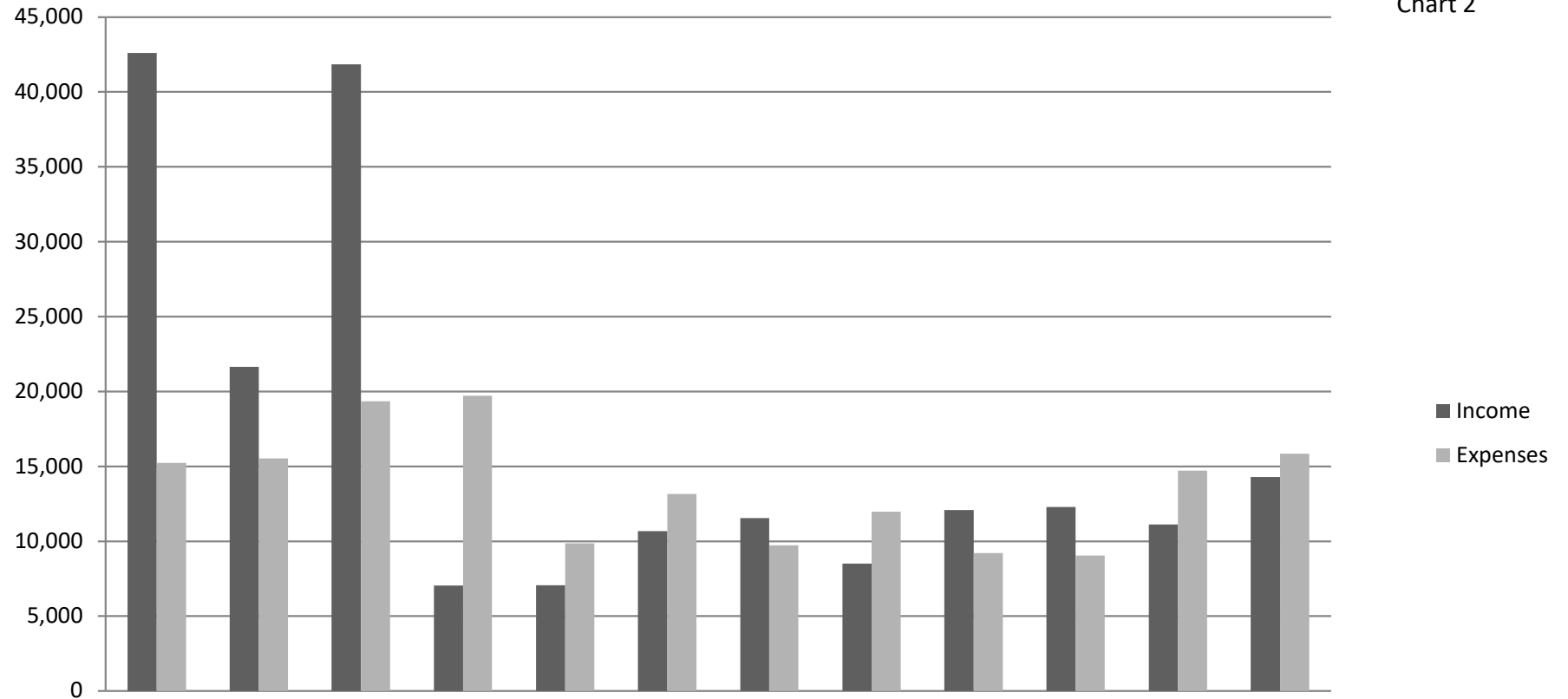


	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Jul-21	Aug-21	Sep-21	Oct-21	Nov-21	Dec-21
Monthly Amount	\$27,378	\$6,142	\$22,505	-\$12,675	-\$2,793	-\$2,479	\$1,816	-\$3,466	\$2,871	\$3,236	-\$3,602	-\$1,552

Net operating income for the year through November is +\$37,381

OPERATING INCOME & EXPENSES THROUGH DECEMBER 2022

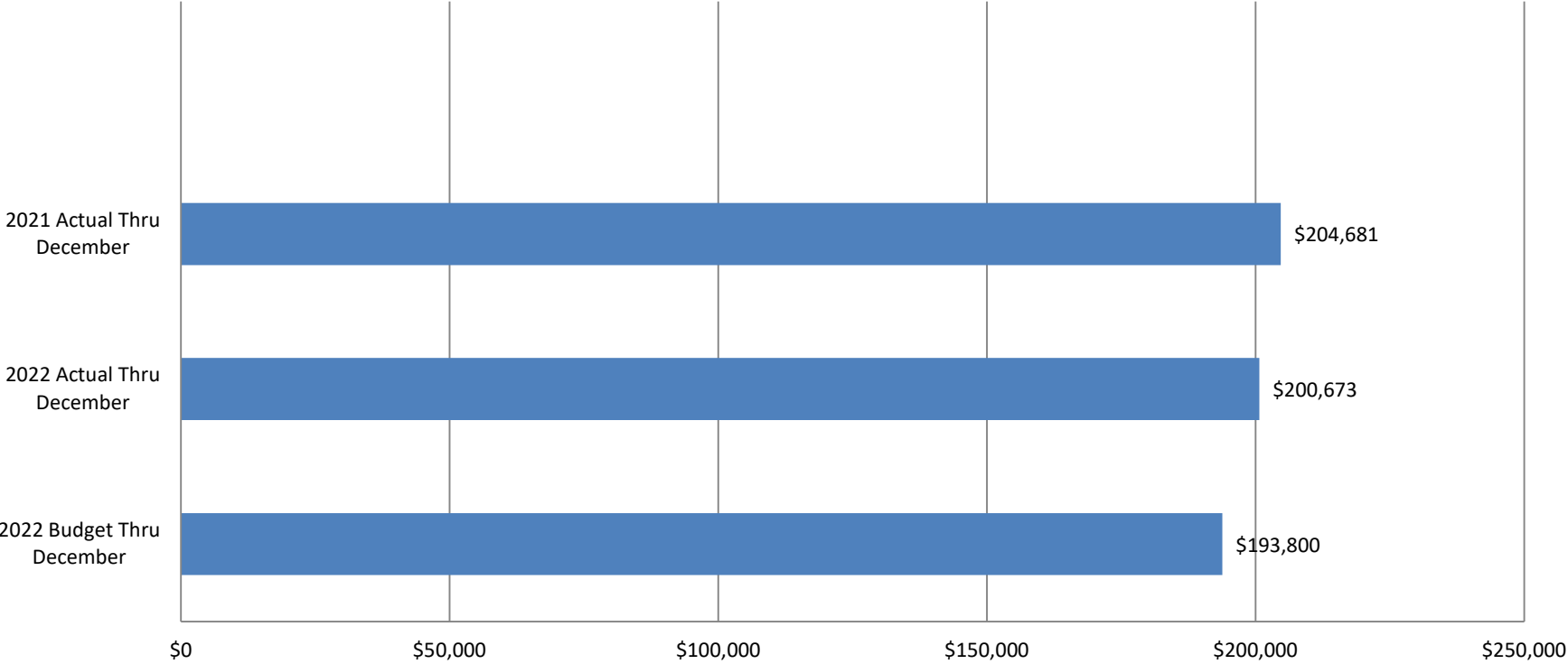
Chart 2



	Jan-22	Feb-22	Mar-22	Apr-22	May-22	Jun-22	Jul-22	Aug-22	Sep-22	Oct-22	Nov-22	Dec-22
Income	42,607	21,658	41,845	7,036	7,063	10,674	11,551	8,485	12,078	12,279	11,106	14,292
Expenses	15,229	15,516	19,340	19,712	9,856	13,153	9,735	11,951	9,206	9,043	14,708	15,844

Operating Income Comparison: 2021 & 2022 Thru December 2022

Chart 3



Operating Expense Comparison: 2021 & 2022 Thru December 2022

Chart 4

