

## Finance 2020 Annual Report

As we reflect on the year 2020 it's hard not to think of all the challenges and adversity we faced. But, it was also a year of many blessings that shouldn't be overlooked. With each challenge, God was right there with us revealing his awesome power and grace. God never presented us with a challenge without also providing a solution. 2020 was a year when we learned a lot about ourselves.

We have always recognized that St. Johns is a loving, caring community, but this year we learned that we are also resourceful, resilient, and generous. With each challenge we responded to mitigate the adverse effects on our church community.

When the pandemic intensified in the first quarter and forced the church to shut down, we learned to operate and worship in a new virtual environment which allowed us to stay connected as a community, and even reach many non-parishioners.

When general offerings slowed, due to not meeting in person, several parishioners stepped up and prepaid their annual pledges which helped sustain our operating cash flow.

In February, before we realized the church would be curtailing its services and programs, the church embarked on a major capital campaign themed "Rejuvenate Our Spiritual Home." This campaign produced pledged contributions of approximately \$600,000 over three years. These funds will be used to enhance the appearance and functionality of the church as well as address needed repairs, maintenance, and improvements to the church infrastructure, and enhance and modernize our audio/visual equipment. Further, the closing of the church provided the perfect opportunity to address many of the repairs and improvements. In 2020 we repaired and restored the church's beautiful stained glass windows, repaired a leaking roof, addressed some guttering and drainage issues, and applied fresh paint in certain areas. We even had a group of volunteers pressure wash the outside of the Church and Columbarium. Currently, we are replacing stained ceiling tiles, and replacing the carpet in the back stairwell.

In late spring, just as our cash flow was tightening, God again provided a solution. The Church applied for, and received a Paycheck Protection Plan (PPP) Loan from the Small Business Administration. The proceeds from this loan enabled the Church and Pre-school to maintain staff and compensation levels, meet our commitment to the Diocese, maintain many church programs and activities, and support outreach.

In the third quarter our financial challenges continued as the Church experienced an operating deficit (contribution revenues minus expenses) of \$121,000. But God again

revealed his unwavering grace. As the Church entered the Advent season, giving increased significantly and allowed us to finish the year strong. I'm happy to report that the Church exceeded its operating budget for the year. Further, in late December we received notice from the Small Business Administration that our PPP Loan was forgiven, thus leaving the Church with sufficient cash to pay off its debts and avoid future interest charges, and budget increased outreach spending in 2021.

What we accomplished in 2020 in the face of a pandemic is truly remarkable.

**Thanks be to God!**

**St. John's Episcopal Church  
2020 Financial Results**

	<u>Actual</u>	<u>Budget</u>	<u>Variance to Budget</u>	<u>% of Budget</u>
<b>Revenue:</b>				
Pledged Revenue	\$1,318,251.23	\$1,348,210.00	\$(29,958.77)	97.8%
Non-Pledged Revenue	88,858.22	183,700.00	(94,841.78)	48.4%
<b>Total Revenue</b>	<b>\$1,407,109.45</b>	<b>\$1,531,910.00</b>	<b>\$(124,800.55)</b>	<b>91.9%</b>
<b>Expenses:</b>				
Buildings and Grounds	160,046.14	186,382.00	26,335.86	85.9%
Compensation	959,415.20	988,409.00	28,993.80	97.1%
Education Expense - Staff	769.02	6,650.00	5,880.98	11.6%
Travel Expense	667.11	4,100.00	3,432.89	16.3%
Other Staff Expenses	9,073.37	14,750.00	5,676.63	61.5%
Office Support	38,395.24	46,300.00	7,904.76	82.9%
Parrish Support	39,671.75	59,968.00	20,296.25	66.2%
Worship	7,000.59	17,400.00	10,399.41	40.2%
Education Expense - Members	4,062.35	28,000.00	23,937.65	14.5%
Activities	12,698.54	25,950.00	13,251.46	48.9%

Outreach	10,000.00	10,000.00	-	100.0%
Diocesan Quota	144,008.96	144,001.00	(7.96)	100.0%
<b>Total Expenses</b>	<b>\$1,385,808.27</b>	<b>\$1,531,910.00</b>	<b>\$146,101.73</b>	<b>90.5%</b>
<b>Net Operating Income</b>	<b>\$21,301.18</b>	<b>\$</b>	<b>-</b>	<b>\$21,301.18</b>
<b>Non-Operating Gain on PPP Loan</b>	<b>\$172,884.00</b>	<b>\$</b>	<b>-</b>	<b>\$172,884.00</b>
<b>Net Income</b>	<b>\$194,185.18</b>	<b>\$</b>	<b>-</b>	<b>\$194,185.18</b>