

# ADDENDUM BB-1

Budget & Finance Committee  
Charles Sellers - Chair  
July 27, 2010

For information only the Budget and Finance Committee presents:

- ◆ The 'Operating Budget Summary' of the Presbytery of Western North Carolina as of June 30, 2010, BB-2.
- ◆ A portion of the 2009 audited financial statements, BB-3 thru BB-6.

For the complete financial statements contact the Presbytery office  
at 828/438-4217 or [lpresley@presbyterywnc.org](mailto:lpresley@presbyterywnc.org).

# ADDENDUM BB-2

## PRESBYTERY OF WESTERN NORTH CAROLINA OPERATING BUDGET SUMMARY AS OF JUNE 30, 2010

ACCOUNT	2010 ANNUAL BUDGET	2010 YTD BUDGET	2010 YTD ACTUAL	% OF Annual Budget	2009 YTD ACTUAL	2008 YTD ACTUAL	2007 YTD ACTUAL	2006 YTD ACTUAL	2005 YTD ACTUAL
<b>INCOME:</b>									
Operating Receipts	\$786,417	\$362,962	\$317,113	40.3%	\$297,017	\$334,734	\$350,386	\$372,574	\$361,508
Program receipts	0	0	0	0.0%	0	0	0	0	0
Other income	0	0	0	0.0%	0	1,071	3,216	1,626	1,768
Designated NCD Income	25,429	12,715	26,895	105.8%	32,300	0	0	0	0
Transfer from Reserves	0	0	0	0.0%	0	0	0	0	0
Income from Investment	49,625	24,813	0	0.0%	0	0	0	0	0
Legal Fund	50,000	25,000	0	0.0%	8,158	0	0	0	0
<b>TOTAL INCOME</b>	<b>\$911,471</b>	<b>\$425,489</b>	<b>\$344,007</b>	<b>37.7%</b>	<b>\$337,475</b>	<b>\$335,805</b>	<b>\$353,603</b>	<b>\$374,200</b>	<b>\$363,276</b>
<b>EXPENSES:</b>									
Evangelism/Church Dev	\$81,979	\$40,990	\$63,743	77.8%	\$67,101	\$34,818	\$43,985	\$45,444	\$49,406
Peace and Justice	5,300	2,650	754	14.2%	390	146	189	1,084	352
Hunger	750	375	119	15.8%	268	488	892	502	263
National/Global Missions	23,300	11,650	4,314	18.5%	7,757	4,721	(2,001)	6,674	(4,225)
Campus Mission	12,500	6,250	5,000	40.0%	5,750	6,144	7,227	15,249	18,964
Self Development of People	500	250	0	0.0%	172	110	166	142	116
Small Church	42,350	21,175	18,109	42.8%	13,721	13,292	15,392	24,043	14,310
Stewardship	300	150	0	0.0%	0	0	0	0	0
Christian Education	7,800	3,900	2,565	32.9%	1,842	1,092	1,735	1,516	564
Youth Ministries	21,513	10,757	11,570	53.8%	554	2,162	8,765	4,358	4,470
School for the Laity	2,100	1,050	(466)	-22.2%	(536)	34	666	828	2,314
Institutions & Agencies	0	0	0	0.0%	0	500	0	12,341	12,262
Budget & Finance	100	50	0	0.0%	0	0	0	69	0
Personnel	481,365	240,683	222,378	46.2%	236,196	234,204	227,098	242,542	239,198
Communications	7,900	3,950	3,236	41.0%	3,680	4,844	2,439	1,082	492
Strategic Goals	800	400	0	0.0%	472	464	293	0	0
Property & Equipment	29,000	14,500	6,813	23.5%	5,429	8,238	5,492	4,757	11,234
Search	0	0	0	0.0%	0	4,361	950	1,319	0
Joint Outdoor Ministries	43,525	21,763	21,763	50.0%	21,763	21,753	21,753	21,753	21,753
Nominating	750	375	230	30.7%	295	390	259	159	220
Permanent Judicial	400	200	0	0.0%	0	0	33	0	53
Coordinating Council	10,014	5,007	2,309	23.1%	2,885	3,461	4,557	3,538	2,305
Representation	1,250	625	0	0.0%	648	313	877	334	409
Committee on Ministry	8,775	4,388	1,688	19.2%	3,183	4,413	3,937	2,098	3,079
Preparation for Ministry	6,500	3,250	1,679	25.8%	1,689	4,006	3,744	4,737	3,853
Care of Church Professionals	2,150	1,075	374	17.4%	606	(5,342)	(1,351)	12,822	10,376
Supplies, Equip & Service	53,650	26,825	24,293	45.3%	26,260	28,294	29,301	32,097	34,236
Stated Clerk	16,900	8,450	2,086	12.3%	1,662	11,289	7,121	10,223	23,292
Legal Fees	50,000	25,000	4,284	8.6%	7,158	13,898	0	0	0
Capital Expenditures	0	0	0	0.0%	0	0	0	0	0
<b>TOTAL EXPENSES</b>	<b>\$911,471</b>	<b>\$455,736</b>	<b>\$396,840</b>	<b>43.5%</b>	<b>\$408,944</b>	<b>\$398,092</b>	<b>\$383,520</b>	<b>\$449,710</b>	<b>\$449,296</b>
<b>NET INCOME/(LOSS)</b>		<b>(\$30,247)</b>	<b>(\$52,833)</b>		<b>(\$71,469)</b>	<b>(\$62,287)</b>	<b>(\$29,917)</b>	<b>(\$75,511)</b>	<b>(\$86,020)</b>

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**Independent Auditors' Report**

The Presbytery of Western North Carolina  
Morganton, North Carolina

We have audited the accompanying statements of financial position of The Presbytery of Western North Carolina (a nonprofit organization) as of December 31, 2009 and 2008 and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of The Presbytery of Western North Carolina's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Presbytery of Western North Carolina as of December 31, 2009 and 2008, and the changes its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedules listed in the foregoing table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Lowdermilk Church & Co.*

June 3, 2010

THE PRESBYTERY OF WESTERN NORTH CAROLINA

**ADDENDUM BB-4**

Schedule of Financial Position  
December 31, 2009

Assets		Unrestricted					Total Unrestricted	Permanently	Total All Funds
		General Fund	Restricted Fund	Loan & Grant Fund	Plant Fund	Camp Grier Equity Fund		Restricted	
								Conley And Reid	
Cash	(Note 1)	\$ 390,326	\$ (408,836)	\$ 237,500	\$ -	\$ -	\$ 218,990	\$ 5,088	\$ 224,078
Receivables		257	-	-	-	-	257	-	257
Equity-Camp Grier	(Note 7)	-	-	-	-	68,730	68,730	-	68,730
Investments	(Note 4)	-	1,581,009	-	-	-	1,581,009	-	1,581,009
Property, plant and equipment at cost-net	(Note 5)	-	-	-	722,510	-	722,510	-	722,510
<b>Total assets</b>		<b>\$ 390,583</b>	<b>\$ 1,172,173</b>	<b>\$ 237,500</b>	<b>\$ 722,510</b>	<b>\$ 68,730</b>	<b>\$ 2,591,496</b>	<b>\$ 5,088</b>	<b>\$ 2,596,584</b>
<b>Liabilities and Net Assets</b>									
Benevolences payable	(Note 9)	\$ -	\$ 487,753	\$ -	\$ -	\$ -	\$ 487,753	\$ -	\$ 487,753
Long-term debt	(Note 6)	-	-	-	393,227	-	393,227	-	393,227
Accounts payable and payroll withholdings		2,500	-	-	-	-	2,500	-	2,500
Deferred revenue	(Note 8)	22,048	-	-	-	-	22,048	-	22,048
<b>Total liabilities</b>		<b>24,548</b>	<b>487,753</b>	<b>-</b>	<b>393,227</b>	<b>-</b>	<b>905,528</b>	<b>-</b>	<b>905,528</b>
Net assets									
Unrestricted:									
Undesignated		354,235	627,894	-	329,283	68,730	1,380,142	-	1,380,142
Board designated	(Page 33)	11,800	56,526	237,500	-	-	305,826	-	305,826
Permanently restricted	(Note 2)	-	-	-	-	-	-	5,088	5,088
<b>Total net assets</b>		<b>366,035</b>	<b>684,420</b>	<b>237,500</b>	<b>329,283</b>	<b>68,730</b>	<b>1,685,968</b>	<b>5,088</b>	<b>1,691,056</b>
<b>Total liabilities and net assets</b>		<b>\$ 390,583</b>	<b>\$ 1,172,173</b>	<b>\$ 237,500</b>	<b>\$ 722,510</b>	<b>\$ 68,730</b>	<b>\$ 2,591,496</b>	<b>\$ 5,088</b>	<b>\$ 2,596,584</b>

**ADDENDUM BB-5**

**THE PRESBYTERY OF WESTERN NORTH CAROLINA**

**Schedule of Revenue and Expenses Compared to Budget - General Fund**  
**For the Year Ended December 31, 2009**  
**(With Comparative Totals for the Year Ended December 31, 2008)**

<u>Revenue</u>	<u>2009</u>		<u>Over (Under) Budget</u>	<u>2008 Total</u>
	<u>Budget</u>	<u>Actual</u>		
Presbytery support:				
Unified giving	\$ -	\$ 675,717	\$ -	\$ 760,547
Selected giving	-	31,778	-	31,635
Total (page 15)	<u>746,569</u>	<u>707,495</u>	<u>(39,074)</u>	<u>792,182</u>
Program receipts and other income:				
Receipts to support legal fund	55,000	65,500	10,500	17,573
Synod support for HAE	2,500	2,500	-	5,000
Designated proceeds	43,454	73,702	30,248	-
Church receipts PWNC only	40,400	31,778	(8,622)	40,735
PWNC only individuals	25,000	20,500	(4,500)	-
Transfer from other funds	30,000	51,280	21,280	39,367
Total	<u>196,354</u>	<u>245,260</u>	<u>48,906</u>	<u>102,675</u>
Interest income	<u>600</u>	<u>-</u>	<u>(600)</u>	<u>1,137</u>
Total	<u>196,954</u>	<u>245,260</u>	<u>48,306</u>	<u>103,812</u>
Total revenue	<u>\$ 943,523</u>	<u>952,755</u>	<u>\$ 9,232</u>	<u>895,994</u>
<u>Expenses</u>				
Evangelism division	\$ 90,714	117,627	\$ 26,913	43,016
Outreach division	50,575	42,112	(8,463)	49,288
Support division	40,900	39,500	(1,400)	29,098
Discipleship division	21,100	15,894	(5,206)	23,804
Administrative division	543,720	515,636	(28,084)	508,504
Special division	44,825	44,024	(801)	44,406

**ADDENDUM BB-6**Schedule of Revenue and Expenses Compared to Budget-  
General Fund (continued)

	2009			2008 Total
	<u>Budget</u>	<u>Actual</u>	Over (Under) <u>Budget</u>	
Book of order division	\$ 6,689	\$ 5,471	\$ (1,218)	\$ 2,669
Representation division	1,600	1,014	(586)	1,107
Ministry division	21,950	11,963	(9,987)	12,313
Office support division	<u>121,450</u>	<u>159,514</u>	<u>38,064</u>	<u>181,789</u>
Total expenses (page 26)	<u>\$ 943,523</u>	<u>952,755</u>	<u>\$ 9,232</u>	<u>895,994</u>
Excess revenue over (under) expenses per budget		<u>\$ -</u>		<u>\$ -</u>