**Treasurer’s Report for July 2019.**

The church is behind in some of its financial obligations. Savings and Memorial Funds are still being used to meet critical cash flow needs (mortgage, salaries, utilities, and standing subscriptions).

As of June 22, 2019, the church has received $141,228.89 in offerings and other giving this year, and the church has paid $129,706.08 to cover expenses and $28,594.05to reduce mortgage principal (therefore, total expenditures are $158,300.13). During the comparable period in 2018, the church received $159,402.72 in offering and other giving and paid $146,430.50 to cover expenses and $27,091.65to reduce the mortgage principal (therefore, total expenditures were $173,522.15).

Cash flow is negative for this month and the year when transfers to equity (mortgage principal payments) are included in the calculation of income compared to total expenditures. Prior year funds carried over in checking ($13,319.57) and savings ($13,760.05) have covered the shortfall. This cash flow has precluded setting aside most designated giving, monthly payments to the Loan from Savings have not been made for five months, and the church had to borrow additional funds from Savings to meet payroll and other expenses.

As of June 22, 2019, the Operating Fund is $0. There is $7,610.94 in the checking account and $2,732.72 in the saving account. The mortgage balance is $289,596.68. For a comparison to last year, on June 22, 2018, the Operating Fund was $5,814.94, there was $12,059.94 in checking (operating and other funds) and $9,869.37 in savings, and the mortgage balance was $345,972.70.

In October 2018, the Church Council recommended that the latest reconciliation summary for checking and savings accounts be included in the Treasurer’s input to the monthly newsletter. At the time of this writing, the latest reconciliation was in April 2019, and the results are summarized as follows.

Reconciliation Summary for LCOC accounts for May 31, 2019

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| --- | --- | --- |
| **As of May 2019** | **Checking Account** | **Savings Account** |
| Beginning Balance | $2,333.58 | $2,732.67 |
| Deposits | $23,396.01 | $0.05 |
| Debits | -$22,405.31 | $0.00 |
| Ending Balance | $3,324.28 | $2,732.72 |