

2/8/2018

Financial Policy Committee Recommendations to the Board

- The Committee recommends that the Board establish a team to follow up in the future with members who have not pledged by the end of June.
- The Committee recommends that the Board maintain its \$1,309,444 cap on expenses despite the difficulty poised by the adoption of a new chart of accounts. Carol Bertaut is working with Sara to clarify the accounts impacted by the cap.
- The Committee recommends the Board revise the attached Board policies to provide more flexibility in managing other Church funds as well as the Endowment and to assign the FPC a role in monitoring and reporting on CLUUC operational income and expenditures for consistency with budget.
- The Committee recommends that the amount of pledge payments received in FY18 for FY19 should be tracked separately from pledge payments received in FY18 for FY17 and 18 and included in accounts as income for FY19 rather than FY18 to avoid over reporting FY18 income and under reporting FY19 income. This recommendation arises because of the recent change in tax law affecting charitable contributions, some members are paying their FY19 pledges in FY18.
- The Committee recommends that the Board allocate the \$10,000 Parker gift to the FY18 operational budget as the best means of complying with the family's desire that it be used for social justice as the budget includes more than that amount in social justice expenditures.
- The Committee asks the Board to clarify whether HVAC loan should come from the Endowment Fund only or from the Endowment pool. The Committee intends to send the Board an update on the status of the funds involved and the impact of the decision to assist the Board in making its determination.
- The Committee recommends that all but the various Church investment funds and value of buildings, land, and organ be deleted from list of assets on balance sheet and that only these items be appreciated or depreciated.
- The Committee recommends that funds being taken from the Blumenthal Futures account to pay the costs of the Capital Campaign and not be paid back, but that determination be reported in accounting for funds received by the Campaign so that the Blumenthal funds involved are not counted as campaign contributions.