

Keller, Texas  
June 15, 2022

## Financial Notes

### Revenues and Expenses through May 31, 2022

Given that Total Unrestricted Funds fell in May by \$2,971 to \$4,346 from \$7,317 in April, the focus of this report will be on trends going forward.

For May, 2022 only one expense category exceeded budget. Office expenses totaled \$2,549, \$791 over plan. All other expense categories were under plan. Total expenses were \$36,215, \$1,302 under plan. Revenue totaled \$33,180, \$1,316 below plan. So, for May, there is nothing extraordinary to report. Year-to-date, the numbers give us a similar story. Total expenses of \$192,436 are \$5,920 below plan. Year-to-date revenues of \$196,279 are \$6,641 above plan.

However, the monthly trend of expenses in excess of revenues continues. Net income in February was a -\$1,935; -\$805 in March; -\$4,064 in April and -\$3,036 in May. Net income year to date is +\$3,843 only because January net income was +\$13,701.

None of this is unexpected. Please recall that the adopted 2022 budget, after taking into account a number of pledge increases, projected a deficit of \$18,301, down from an original projected deficit of \$46,764. Combining year-to-date expenses with budgeted expenses for June through and including December, and assuming no change in budgeted revenues, the 2022 deficit at the end of the year is still projected at \$13,378.

Now comes the second "however". Assuming that the diocesan assessment ends starting in August and given the reduction from budgeted costs for the organist, starting in June, the 2022 budgeted deficit becomes a surplus of \$17,189.

Risks remain, nonetheless.

- Office Expenses continue to exceed budget, with copier costs accounting for much of the overrun.
- While pledge income year-to-date exceeds plan by \$7,014, it is rare for pledge income to meet or exceed plan.
- Year-to-date non-pledge income remains \$6,242 under plan, and is pacing to be \$14,980 under plan if current trends continue.
- The reunification with the Diocese of Texas remains under consideration.

The quarterly review of Temporarily Restricted income and expenses is set for the end of June. At that time we will try to determine if any such revenues can be redirected at year's end.