

## **Financial Update as at June 30, 2025**

Our Year-To-Date Operating Statement shows Net Operating Income (Income minus Expense) with favourable results, being over Budget \$15,392. However, the Statement's final "bottom line" shows Net Income at (-\$3,724). The explanation that follows will include a decision Parish Council made two months ago regarding Rental Income that helps to bolster our Building Fund for future, necessary Capital Expenses.

Income Total is \$180,745 against Budget of \$179,500 for result of over Budget \$1,245.

Expense Total is \$173,402 against Budget of \$187,550 for result of under Budget \$14,148.

Net Operating Income is \$7,343 against Budget of (-\$8,050) for result of over Budget \$15,393.

This Quarter 2 (ending June 30 or 6 months) has numbers that will not require as many Comments as when the odd months do not line up with the Budget. Here follows some Comments:

**Income Account** series, and timing:

Offerings Total is \$117,297 against Budget of \$125,000 for result of under Budget (-\$7,703). It is expected that Offerings will trend in the negative numbers until December, when our Offerings typically increase to meet Budget.

Interest & Investment Income is \$12,402 against Budget of \$15,400 for result of under Budget (-\$2,998), with most of the variance being the timing of not yet receiving the donation pledged by St. George's Housing Society.

Community Events & Hospitality is \$3,254 against Budget of \$6,500 for result of under Budget (-\$3,246). This series includes Parish Fundraising positive by \$871.

Hall Rental Income, and mid year Policy change: Rental Income is \$47,791 against Budget of \$32,500 for result of over Budget \$15,291. Parish Council implemented a policy that splits our Rental Income to show 60% as Operational Income and 40% as Capital Fund Income, specifically to our Building Fund for future Capital projects. This split is currently shown in the Year-To-Date Operating Statement as Transfer to Building Fund of (-\$19,117). Hence the "bottom line" shows Net Income at (-\$3,724). We will continue this presentation method until Year End, since this mid year policy is a significant change to Budgeting..

**Expense Account** series:

Every Expense Account series is showing as under spent at this time, with an end result of being under by (-\$14,148) as noted in the introduction above. There are of course a broad range of variances with some due to timing, extra activities, and even some inactive account lines. The most noteworthy (over 40% variance) are:

Community Events & Hospitality at \$2,662 against Budget of \$6,000 for result of under Budget (-\$3,384). While significant, note that the Income account that matches this Expense account is currently at \$1,818 against Budget of \$6,000 for result of under Budget (-\$4,182). Comparatively, the result is under Budget (-\$845). There was no change on the Income/Donations side of this series from May to June.

Utilities are all running lower than expected, even within the “equal billing” accounts, so we hope that trend continues. Most noteworthy is that our Waste Removal account will end up dramatically lower than Budget because the service provider greatly reduced our fees after many enquiries about continually increasing rates. We are currently showing \$2,832 against Budget of \$7,000 for savings of (-\$4,168)!

All in all, the financial results are favourable as we head into our summer months.

THANK YOU for your ongoing support of the various ministries of St. George's.

Yours in Christ,

Lawrence Saracuse, Treasurer