

Budget Hearings

May 4, 2019 12:30 p.m. (Ministry Fair)

May 8, 2019 7:00 p.m. (St Paul's, Lansing)



Agenda

- Describe budget development process
- Introduce the Mission Budget Committee
- Outline funding sources for 2020 Budget
- Examine current Operating Expense Budget
- Talk about priorities for 2020

Why?

Budget Development in Canons

2.4.2.1 Budget Development. At least **150 days** prior to the date of the Annual Convention, the Diocesan Council shall provide for and publicize no fewer than **two (2) open hearings on the development of the budget in the diocese**. The hearings shall be held in different geographic regions of the diocese and shall be held in a combined format, addressing the development of the formula for congregational asking and diocesan mission spending priorities.

When and What?

Budget Development Process

- May: Budget hearings - collect feedback
- June: first draft of budget prepared
- July: Apportionment pledge letters go out
- September:
 - Apportionment pledges and Dividend Rate set
 - 2020 Healthcare Rates released
 - Final draft of budget approved by Dio Council
- October: Budget presented at Convention

Who?

Mission Budget Committee

- The Rev. Lynda Carter – Grace, Southgate
- Claudia Hamlin (chair) – St Paul's, Lansing
- The Venerable Linda MacDonald – Capitol Area Deanery
- The Rev. Imogen Rhodenhiser – Christ Church Cranbrook, Bloomfield Hills
- The Rev. Teresa Wakeen – Church at Crossroads, Detroit
- Staff Support
 - JoAnn Hardy – Canon Administrator
 - Mark Miliotto – Treasurer and Director of Finance

How Much?

The Funding

- \$2,322,000 Budgeted for 2019
 - Apportionment Pledges – 68% of total
 - Dividends and Interest – 22%
 - Contributions – 10%
- Outlook for 2020
 - Overall up slightly 2019 to 2020, maybe +\$6,000
 - Total Revenues est. about \$2,328,000

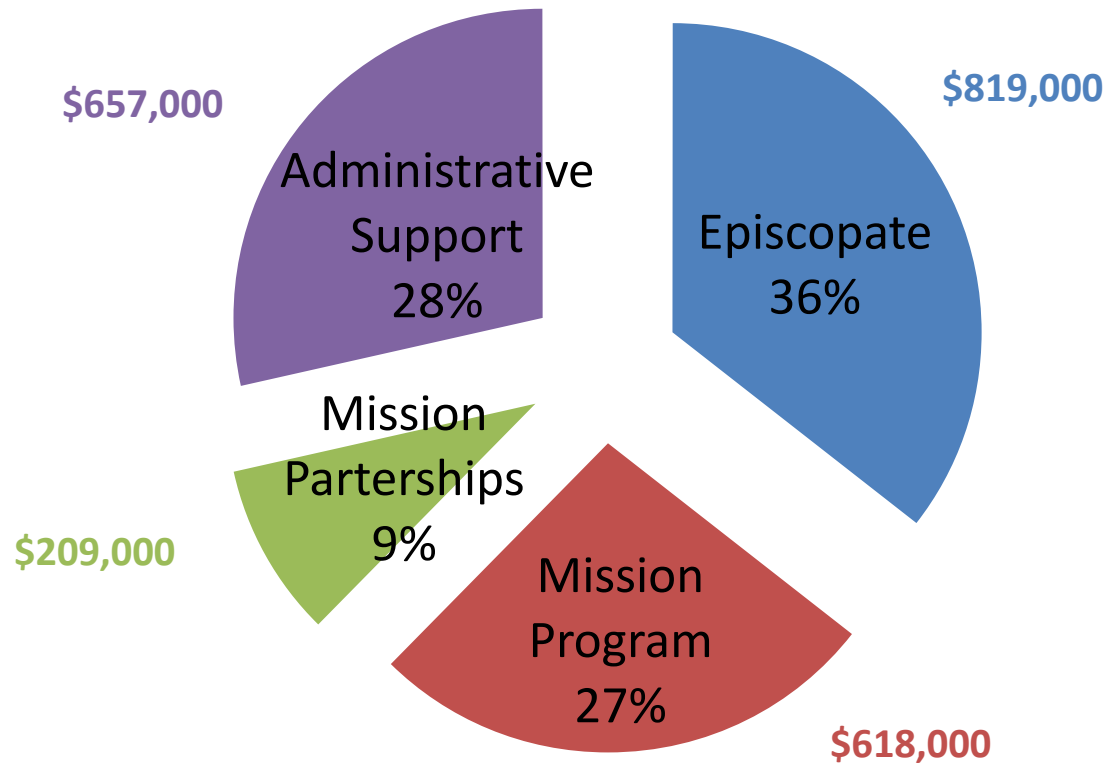
How to?

Apportionment Formula

From the 184th Diocesan Convention in
October 2018:

- RESOLVED, that the formula for calculating the apportionment for congregational support of the **2020 diocesan budget will be based on 10% of the three year average of each congregation's normal operating income** as reported in the Parochial Report in the years 2016, 2017, and 2018.

Where Does the Money Go? (2019 Operating Expenses Budget)

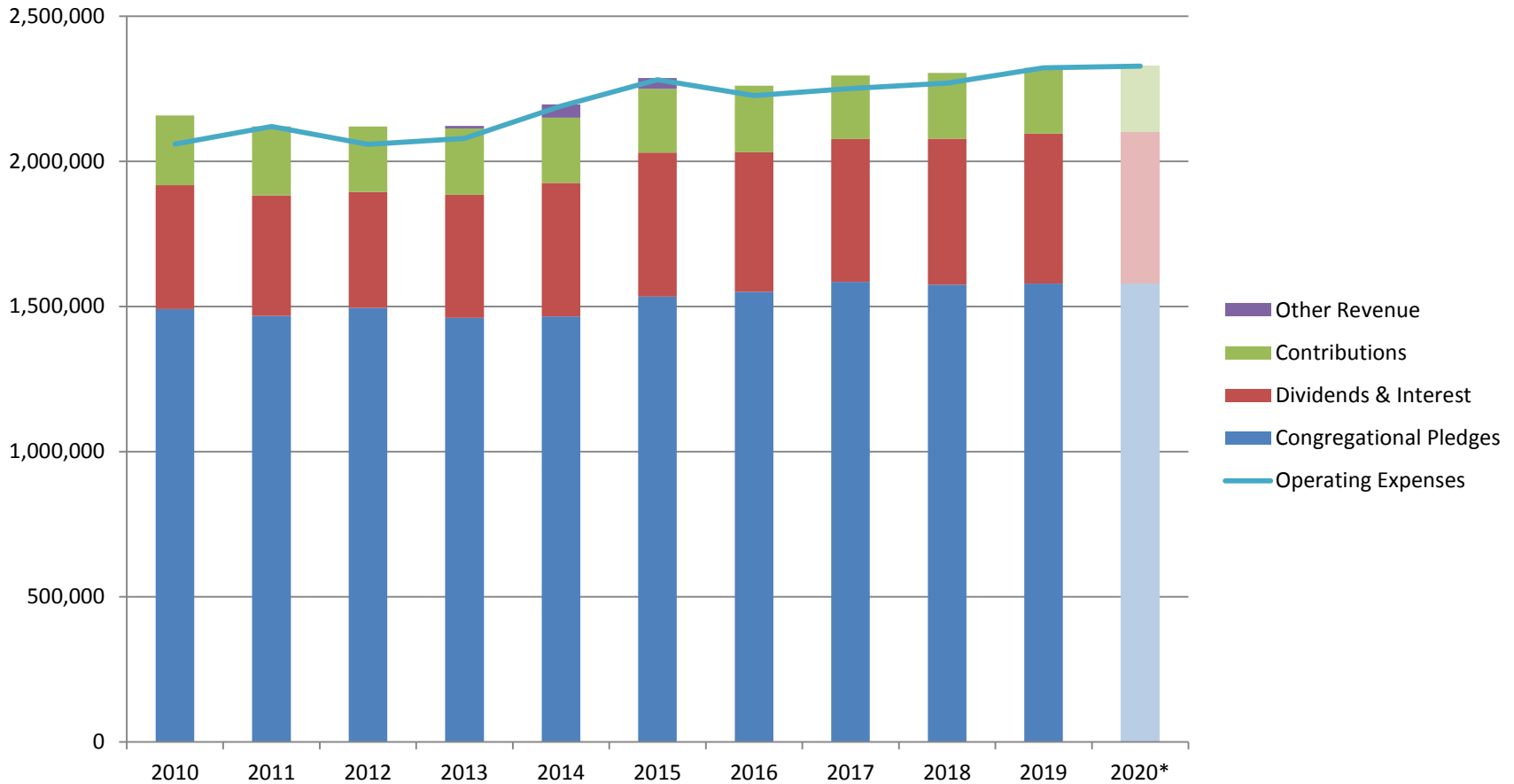


Where Does the Money Go? (Possible 2020 Operating Needs)

- Formula-based Budgets
 - TEC Assessment (15%) – up \$4,000
 - SDGs (0.7%) – up \$200
- Other Line Items
 - Staff Compensation
 - COLA? Increase in healthcare premiums?
 - Mission Programs – keep up with inflation?
 - Mission Partnerships – increase outreach?

What has been?

Operating Revenues and Expenses 2010-2019 (plus 2020 estimate)



What Next?

- Questions/Comments?
- Resources
 - <https://www.edomi.org/church-admin/finance/mission-budget/>
 - Mark Miliotto at 313-833-4427 or mmiliotto@edomi.org