

thisSummer@ CHURCH



Warden, Treasurer and Clergy Meeting

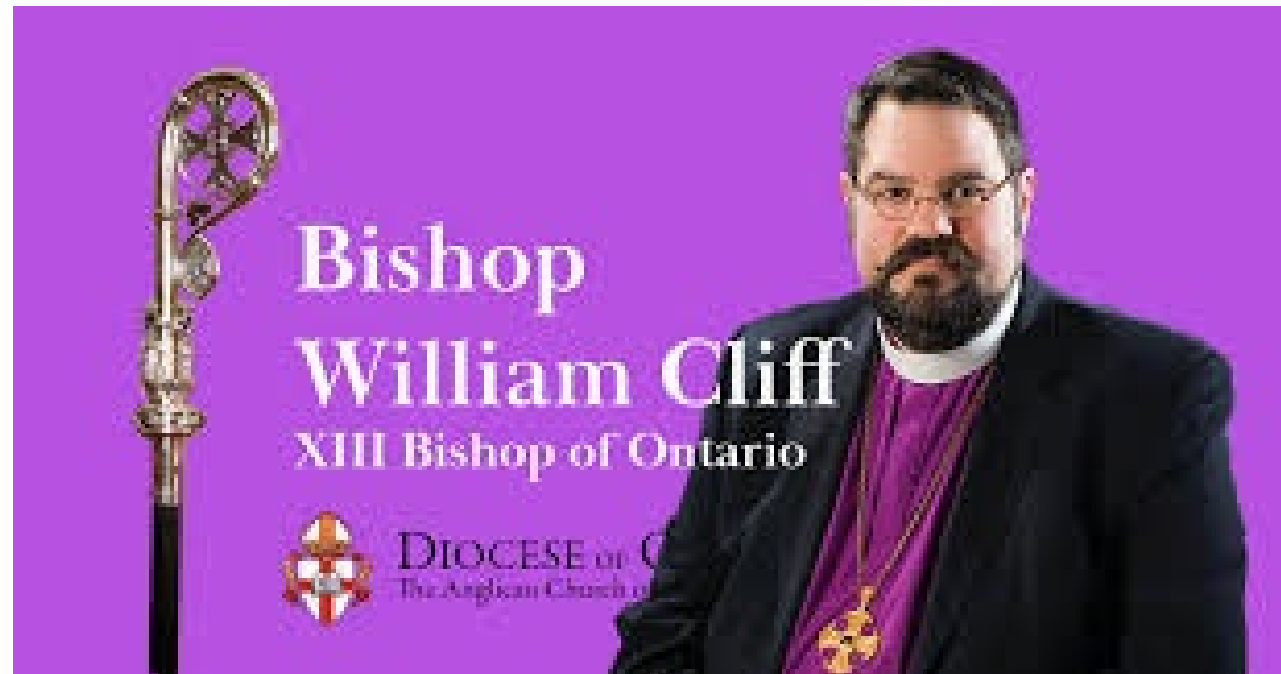
June 20 2024 59th Meeting

Deliver me from mine enemies O God. (Psalm 59)

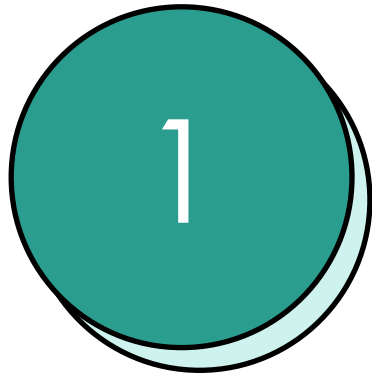
A silhouette of two hands holding a glowing cross against a sunset sky over the ocean. The hands are positioned in the center, with the cross held between them. The background is a vibrant sunset with orange and yellow clouds, and the sun is visible on the horizon over the water. The overall mood is peaceful and spiritual.

Opening Prayers
Bishop William Cliff

From The Bishop's Office



Topics Today



Bishop's
Update



DEO Update
Safe Church
Police Record
Checks
Summer Schedule



Finance:
Closing 2023
2024 View
CMM
Insurance



Q&A



DEO Update

June 20, 2024

Finance Update

June 20, 2024

2023 Year End and Audit

2023 Audit Completed

Consolidated Financial Statements approved by Synod Council

Available on the diocesan Website

<https://www.ontario.anglican.ca/resources/diocesan-budget-and-financial-planning/pages/2023-diocesan-budget-and-financials>

THE INCORPORATED SYNOD OF THE DIOCESE OF ONTARIO
FINANCIAL STATEMENTS
AS AT DECEMBER 31, 2023

WILKINSON

2023 T3010

CRA Requires a T3010 Registered Charity Information Return within 6 months of Financial Year End

- All churches are Calendar Financial Years
- T3010 required by June 30 of the following year

Failure to file:

- Warning Letter
- Second Warning Letter
- Revocation of Charity Status

Charity Numbers are owned and the responsibility of each Church/Parish

2023 Church Reports

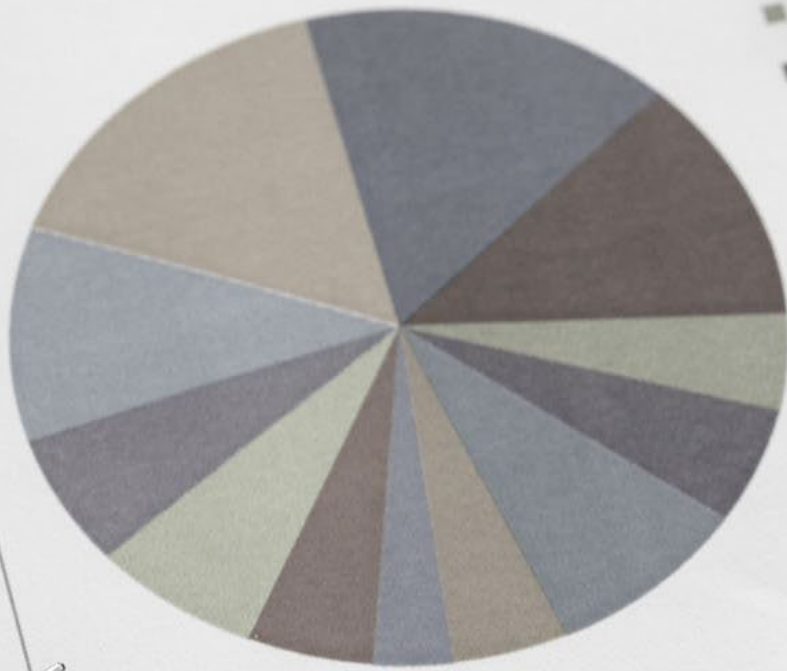
Parish Information Return is a canonical requirement

Online Parish Information Report

- Copy of Report to Vestry, including Financials Statements
- Approved by Vestry

2023 Financial information is the input to the 2025 CMM Calculation

QUARTER I (JAN- MAR)
2024
OPERATING FUND



125,058	154,568	95,054	124,500
	56,845	97,511	125,000
	110,000	99,011	154,000
		99,216	95,000
			154,200
			110,000

Income and Expense Summary

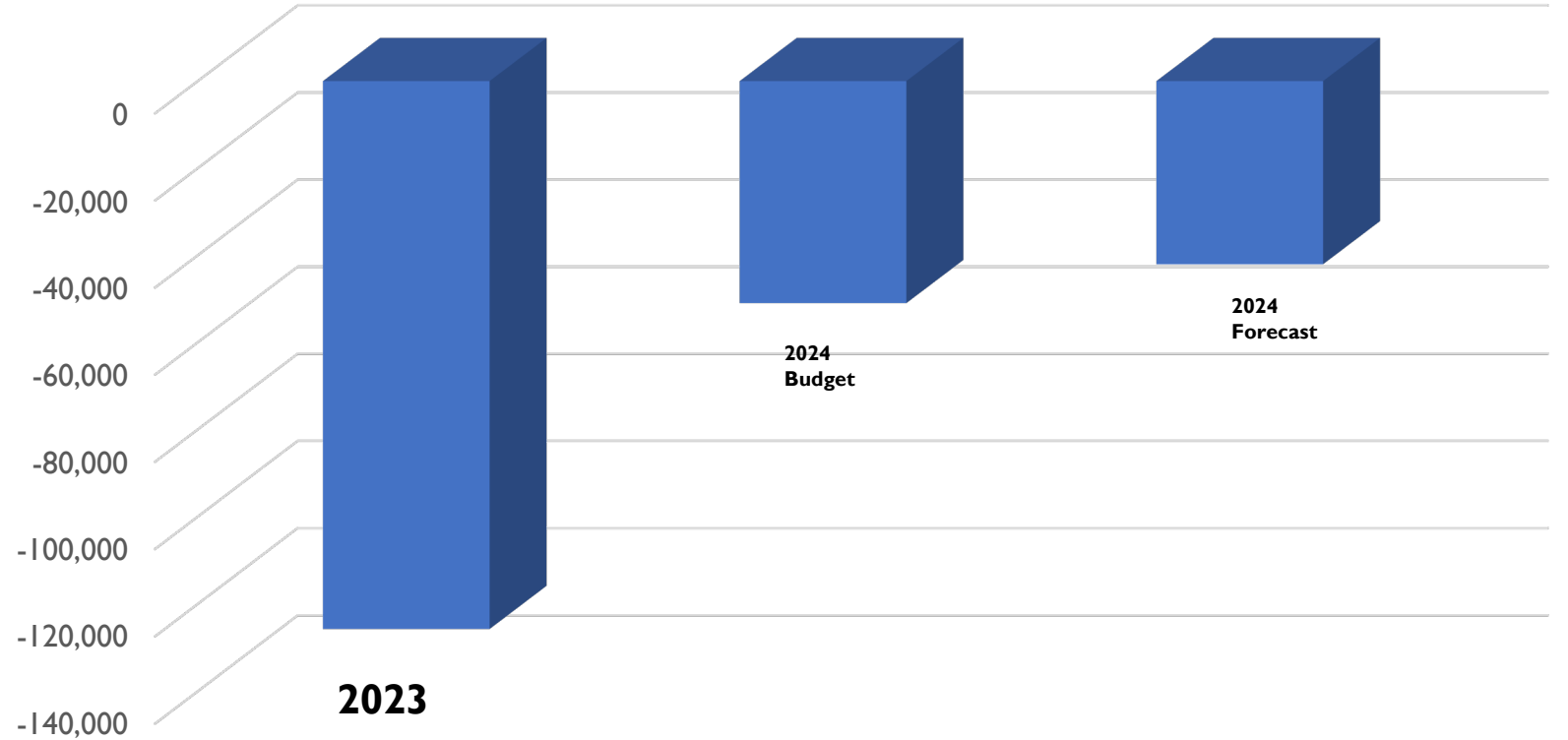
	Q1 Actual	Q1 Budget	2024 April Forecast	2024 Full Yr Budget
Income	394	370	1495	1480
Business, Finance, Admin Comms & Governance	232	221	880	884
Bishop, Clergy, Lay , Parish Ministry & Program Support	104	123	503	491
Beyond our Borders	35	39	153	156
Net Surplus (Deficit)	23	-13	-42	-50

2024 Budget to 2024 April Forecast

(Thousands of \$)

	2024 Budget	2024 April Forecast	Change – Better/(Worse)
TOTAL INCOME	1480	1495	15
Bishop's Office	226	227	(1)
Bus/Finance/Admin	745	749	(4)
Communications	104	101	3
Governance	35	30	5
Clergy Support & Dev	55	57	(2)
Lay Support & Dev	10	10	-
Parish Support & Dev	112	114	(2)
Ministry Support & Dev	88	96	8
Beyond our Borders	156	153	3
TOTAL EXPENSES	1531	1537	6
SURPLUS/(DEFICIT)	(51)	(42)	9

VIEW OF THE YEAR SURPLUS/DEFICIT



	Amount
2023	-125,735
2024 Budget	-50,987
2024 Forecast	-42,054

What is CMM

- Common Mission and Ministry (CMM) is the contribution made by each parish/church to the diocesan budget each year.
- Parishes pay CMM as the financial part of their participation in the whole diocese. The diocese is the central unit of the Anglican Church, and each parish/church forms a part of the diocese. Similarly, the diocese forwards some of its income to the Ecclesiastical Province of Ontario and to the General Synod to fund our ministry and work at the Provincial and National levels.
- The CMM contributed by parishes represents 76% of the income in the 2024 diocesan budget. The budget enables us as a diocese to engage in areas of inward ministry and outward mission.
- It is a “fair share” amount calculated according to an income-based formula .
 - Each parish’s apportionment is proportional to its income.
 - Parishes with higher income contribute a higher amount, and parishes with lower income contribute a lower amount, each proportionally to its means.

Calculating CMM

Total Income Received by a Church/Parish

Less

Income for Designated Exempt Purposes

Equals

Assessable Income

Multiplied by

Approved Rate (20%)

Equals

CMM Payable in the Year (plus two years)

Typical Designated Exempt Income

- Funds designated or used for a Capital Expenditure
- Funds received and distributed for a “Pass Thru” (eg PWRDF)
- Funds deposited into a Diocesan Investment Fund or with agreement an external Fund
 - Income generated in an investment that stays in the investment
 - Funds withdrawn for operations become assessable
- Funds received from a mission/outreach project that are designated for that work and not parish operations
- Grants received from the diocese or for mission/outreach

What is a Capital Expenditure

Income received or directed to a Capital Expenditure is normally considered NonAssessable

A capital expenditure is:

- 1) Any new building or structural alteration of a church, rectory, or parish hall, regardless of cost;
- 2) The replacement of an existing item, piece of equipment or structure with an expected life of more than five years and a cost exceeding \$2000

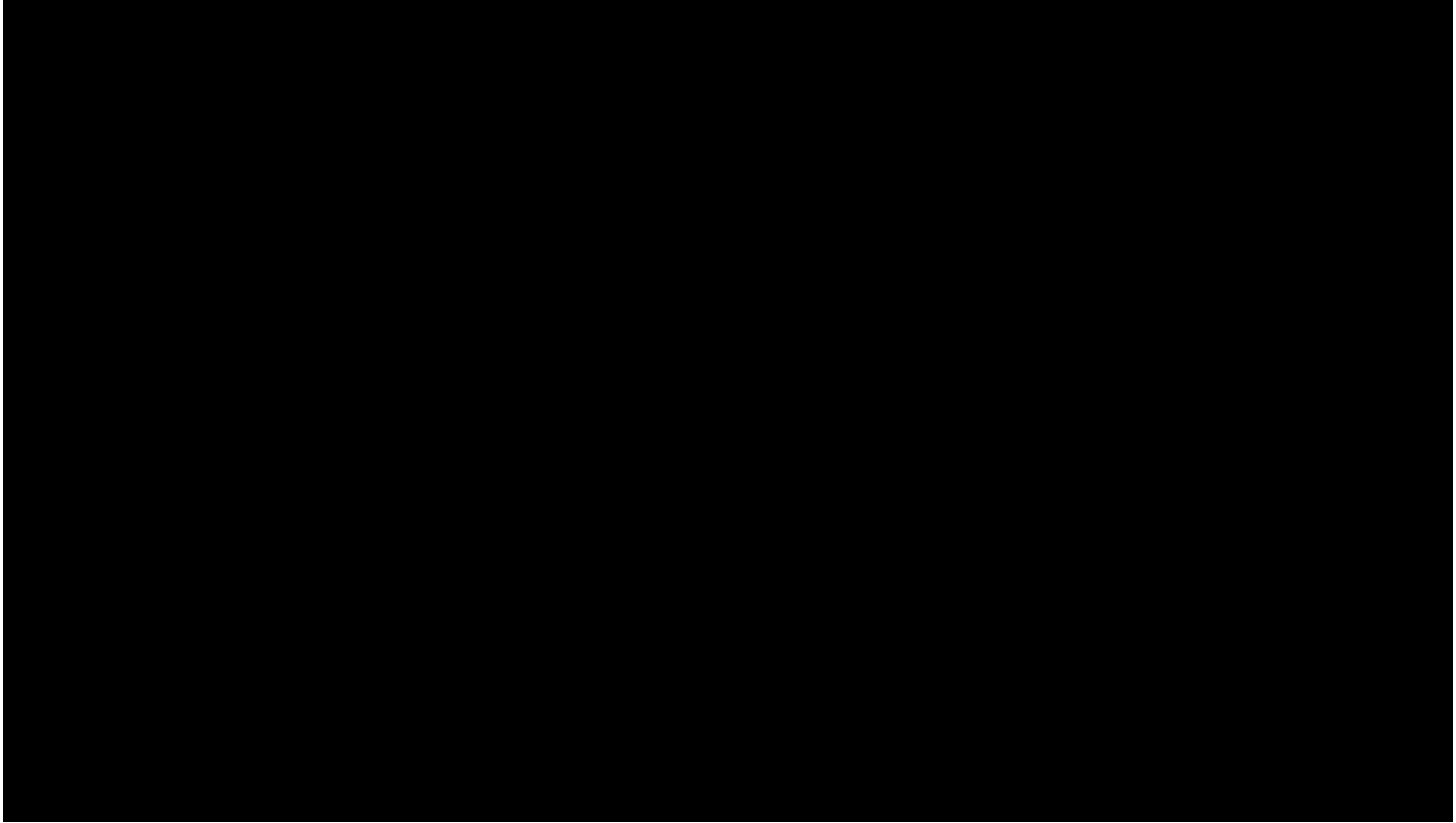
A capital expenditure is not items that are normal maintenance, repair or preventative.

Calculating CMM

- Excel Spreadsheet
 - Some Treasurers complete
- Some struggle to complete using the spreadsheet
- Work on an alternative tool
 - Web Based
 - Simplified
 - Easier to understand
 - More “narrative” approach to completing

So what does this look like ?

Here is a short, quick Demo.....



New CMM Calculator

Online tool

Online training and documentation
being developed

Training session (recorded) and a
“help line”

Online training and documentation being developed

Green Sheet 101: A Detailed User Manual for CMM Calculation

This manual will guide you through each section of the church financial reporting form, commonly referred to as the "Green Sheet" used for our CMM calculation.

Follow these steps to accurately complete the form.

For many, this new format may include familiar terms, just in a new format, which might take some time adjusting to. The overall goal is to ensure that assessable income is being accurately calculated, without the extraneous process that the older Green Sheet required.

1. Church Information:

- **Select Church:** Choose your church from the dropdown list provided. If your church is not listed, contact the form administrator.
- **Name:** Enter the full, official name of the individual filling in the form.
- **Deanery:** Specify the deanery your church belongs to.
- **Email:** Provide a valid email address for correspondence regarding this form- this email **MUST** be your Diocesan email (@ontario.anglican.ca)
- **Year of Reports:** Indicate the year for which you are reporting financial information.

Insurance Coverage

Why?

Church insurance protects your church from financial hardship if something happens to the property or someone is injured or harmed while on the premises or in programs/activities

Property



Liability

Insurance Providers

Insurers



Broker



Insurance

- **Increases in the last two years have been large**
- **Strain on Parish Financials**
- **Insurance Industry continues to evolve and adjust**
 - **Inflation**
 - **Global losses**
 - **Increased “additional premiums” (earthquake, flood, wildfires,etc)**
 - **Risks of loss from protests, vandalism, etc**
 - **Difficulty in accessing broad liability coverage (PSA, Cybercrime, etc)**
 - **Loss History**





For 2025 and beyond

Diocesan Level:

- Exploring and reviewing changes with AON/Ecclesiastical
 - Deductibles
 - “Functional Replacement” versus “Replacement Cost”
- Alternatives beyond AON and Ecclesiastical

Provincial Level:

- Provincial Working Group established and now meeting
- Under study/consideration:
 - Functional Replacement Models
 - Self Insurance models
 - Pooling and creating Self/Co-Insurance

Balancing Risk and Impact with the cost of coverage

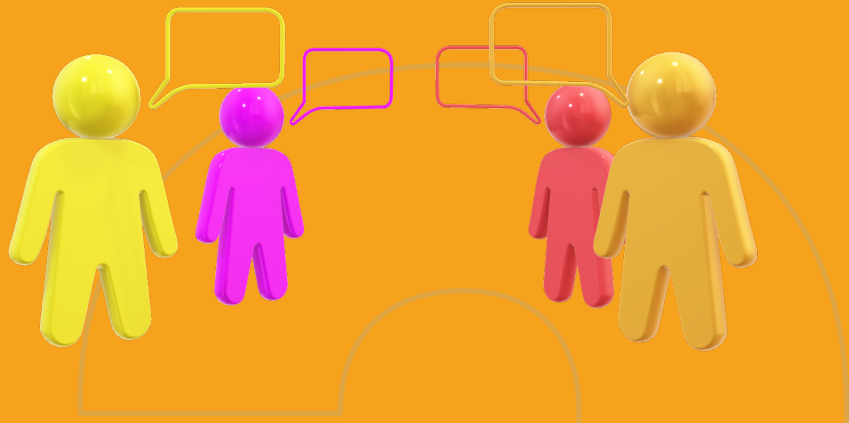
Limiting future major increases



NEXT MEETING

THURSDAY
SEPTEMBER 19TH
2PM

ONGOING PLANNING:
THIRD THURSDAY OF THE
LAST MONTH OF EACH
QUARTER



QUESTIONS?

