



COMMUNITY LUTHERAN CHURCH AND PRESCHOOL

FINANCIAL UPDATE

FOR THE QUARTER ENDING MARCH 31, 2018

We have mixed news to report for the first quarter.

Escondido contributions were \$10,913 under budget and \$27,122 less than last year while San Marcos contributions were \$7,349 over budget and \$5,199 more than last year. At the same time San Marcos was under budget by \$2,500 and the same amount less than last year as a result of our not receiving the District Grant that we received last year and budgeted for this year.

The good news is Escondido expense was favorable to budget \$36,003 and San Marcos expense was also favorable to budget \$15,801. Total expenses were favorable as a result of not yet having an Associate Pastor or Ministries Coordinator as well as lower Trustee expense. The new Pastor will arrive in July and eliminate this savings in the second half of the year. It is also anticipated that the Trustee expense saving to date will also be eliminated later this year.

The net result of these items is that One Church 2 Campuses Net Income for the quarter was \$37,468 which is \$43,779 greater than budget.

In summary, the quarter shows Net Income is very good for the Church but contributions are down compared to budget and last year. As expenses increase, we will need to increase contributions to cover these expenses.

The Preschool is having a very good year as enrollment is more than 20% higher than budget. This has resulted in higher tuition income, and while holding expenses in line, a Net Income of \$25,039 which is \$29,860 greater than budget. This is awesome and we should pray that the Lord continues to bring us new students after this class graduates in June.

Imagine contributions for the quarter were \$2,127 higher than budget. However, our monthly Mortgage payment of \$27,735 is still higher than our income and we have drawn down the Fund by \$34,713 this quarter. The Fund balance of \$417,553 is equal to 36 months before depletion based on our latest 3 month average burn rate.

Your support and giving are very much appreciated. Let us thank the Lord for sending us Pastor Knauss to help us grow His Kingdom.

John Thompson, Treasurer on behalf of the Board of Finance.