

Finance Committee Report – January 2022 Board Meeting

1. The **Financial Controls** were reviewed and signed off by Joellen and Dave (Bank Rec, Payroll and Visa statement and confirmation of payment of Visa and Source Deductions).
2. **Bank Balance** at Dec 31st was: **\$77,923** – see Statement of Cash Flows and Balance Sheet.
3. The **Financial Reports** were reviewed, and no irregularities were found. The organization is in excellent shape financially: P&L and Balance Sheet
4. **Budget Variance.** The document *LCCJ Q3 2021 Budget Variance.PDF* shows:
 - a. Income is \$37,029 ahead of budget
 - b. Expenses are on budget
 - c. Net Operating Income (bottom line) as \$36,628 over budget.

Unfortunately, this picture is not at all meaningful as it is showing Expenses for 2021, but Income for both 2021 and 2022 and is not showing some fundraising revenue that goes into deferred. The picture below is an accurate representation of our real position regarding P&L:

Calculation of actual Q3 Surplus	
Actual Income "21"	\$146,502 Sum of all "21"
Actual Expenses	<u>\$133,820</u>
Profit	\$12,681

At a previous board meeting, someone asked “how do we see the fundraising picture for next year’s operations”? Well, you can’t see it from any one QB report: some is deferred revenue on Balance Sheet, some is shown as income in this year. The table below shows the real Fundraising for next year:

Reconciliation of Fundraising Revenue	
Fundraising for 22-23	\$21,832 (sum of all "22" - shows in 2021 Income)
Plunge not yet received	<u>\$6,280</u> Can Helps Receivable
*A: 2021 income (will go into Unrestricted Income for 22)	\$28,112
Other Fundraising	Deferred Revenue (doesn't show up on the Income stmt).
Golf	\$5,805
Rotary	\$4,000
Hub	\$2,000
Tay	\$500
*B: Total Deferred	<u>\$12,305</u> 2021 revenue deferred to 2022
Total funds for 2022-23	\$40,417 A + B
Plus possible Surplus	\$12,681