

KUMC Finance Committee Meeting Minutes

Tuesday, June 15, 2021: In Person at KUMC

Meeting Began at 6:32 p.m. by Emie.

Opening Prayer by Jason.

In attendance: Jason Valendy, Cindy Epting, Emie Stewart, Sandy McAfee, Jimmy Grant, Judy Belter, Bob Whetson, Dan Reid, Melanie Grice, David Burke, Diane Whetson, Bravis Brown, Michael Hunt.

Distributed materials through email:

1. Agenda
2. Minutes from May 2021 meeting
3. Monthly Income and Expenses table and graph
4. YTD Expenses Budget by Department – May 2021
5. May 2021 Budgeted Financial Statement for Period 5
6. KUMC Cash Position
7. 2021 Budget May 2021 Year-to-Date Update to Congregation
8. PSK Engagement Letter
9. Proposal for a New Designated Insurance Claim Fund
10. Memo to Finance Committee re TMF loan

Old Business:

Minutes from previous meeting, May 18, 2021, were reviewed and approved via email and have been published.

New Business:

1. Reviewed and approved May financials. Bravis motioned to approve, Jimmy seconded, all approved.
2. Cash report: Melanie went over the status and graphs. We are still between the ceiling and floor recommended by our auditors therefore no action is needed at this time.
3. Debt Reduction: Amount received for debt reduction since last meeting was \$30,393.76. Motion made by Sandy to forward \$30,393.76 to TMF. Bravis seconded, all approved.
4. PSK Engagement Letter: Melanie presented the engagement letter provided by PSK. Because we had a full audit last year, PSK will only prepare financial statements and provide a review, which is much more limited in scope than an audit. This is acceptable and in accordance with GCFA guidelines.
5. Trustee Update by Bob Whetson: The assessment of hail damage is still in process. Trustees have assembled a small group of members with various gifts and talents to help with the

assessment process. The insurance company has provided an advance of \$250,000 to repair/patch where needed to prevent future damage until actual repairs can begin.

6. Discussion regarding researching other banks: Melanie and Dan shared that we have some limitations with our current bank and would like to explore the possibility of establishing a banking relationship with another financial institution. Dan proposed looking at perhaps two banks in addition to our current bank and determining which one might be most beneficial. Judy motioned to give permission to Dan and Melanie to research, Sandy seconded, all approved.
7. Proposal for New Designated Insurance Claim Fund: Melanie provided details on the proposed new fund to facilitate the receipt and disbursement of Insurance Claim Proceeds. Dave motioned to approve the establishment of a new designated fund, Diane seconded, all approved.
8. Serving Ministries has requested to postpone the Resource Center Clothing Drive from 6/27-7/11 to 8/8 -8/22. The fundraising calendar has availability for that time so this is only an FYI for the Finance Committee; no action needed on our part.
9. Other New Business: TMF Loan- Because interest rates have fallen, Emie wanted to explore whether it would be in the interest of KUMC to transfer our loan to a commercial lender. Emie provided information about our current loan with TMF, BoD procedures for entering into a new loan, an explanation of how TMF works, and results of a poll soliciting input from local churches about their experiences working with TMF. The local churches were overwhelmingly in favor of working with TMF. After discussion regarding the many benefits of working with TMF, and in light of current uncertainty of the direction of the United Methodist Church in general, the committee's consensus was that TMF's value provided to KUMC was worth retaining. No further action will be considered at this time.
10. Next Scheduled Finance Committee Meeting –Tuesday, July 20, 2021 at 6:30 p.m.

Closing Prayer by Pastor Jason.

Meeting ended at 7:43 p.m. by Emie.

Minutes respectfully submitted by Cindy Epting.