

PRESBYTERY OF LONG ISLAND

DESCRIPTION OF FUNDS

For financial purposes the Presbytery uses a fund accounting system. There are various funds established for specific purposes. The last page of the Program Report gives a summary of the funds activity for the month. Some of the funds accumulate their own interest and are related to a specific bank account/investment. The narrative below will describe the funds that are presently being used.

PROGRAM FUND: This fund is used in the daily operation of the Presbytery. Income is received from Mission giving, per capita, rental and interest from various bank accounts and investments. The expenditures are controlled by the various councils committees, boards and teams of the Presbytery. The fund is usually the largest of all funds and reflects the present status of the Presbytery's finances

CAPITAL FUND: This fund is controlled by the Board of Trustees. The purpose of this fund is for capital improvements to the Presbytery Center, loans to churches and for any other expenditure that the Board feels is appropriate. Income is derived from the repayment of loans and interest. The interest earned on the investment of this fund is used to support the budget.

SALARY SUPPLEMENT FUND: This fund was established by the Presbytery for the purpose of providing grants to churches that are paying their pastors less than the minimum salary, emergency relief to pastors and professional development of pastors. The income is through voluntary contributions by the Presbytery's individual churches. The Committee on Ministry approves the grants to churches.

CANDIDATE LOAN FUND: This fund was established by the Presbytery to assist candidates under the care of the Presbytery. The fund was initially established by a \$10,000.00 transfer from the Capital Fund. Income is derived from the repayment of the loans. The Committee on Preparation for Ministry is responsible for screening the applicant and making the loans. The Trustees are responsible for collecting the loans.

CANDIDATE GRANT FUND: This fund was established by the Presbytery so that the Presbytery could assist the candidates with travel requirements mandated by the Committee on Preparation for Ministry. Share in career counseling expenses and other needs as determined by the Committee on Preparation for Ministry. Offerings at installations and ordinations of minister within the Presbytery create the income for this fund.

MISSION ENDOWMENT FUND: This fund was established to provide income for the mission portion of the Presbytery budget. It was initially established by transfer of \$25,000.00 from the Capital Fund and additional gifts in the amount of \$10,000.00 have been received over the years. The fund is invested separately and accumulates its own interest. Any amount over the principle sum of \$35,000.00 may be used in support of the Presbytery. The amount used to support the budget is determined by the Shepherding Council via the Budget committee.

GOOD SHEPHERD ENDOWMENT FUND: This fund was established by the Presbytery after the sale of the property from the Good Shepherd Presbyterian Church. The fund is invested separately and accumulates its own interest. Any amount over the principle sum of \$130,300.00 may be used to support of the mission of the Presbytery. The amount used to support the budget is determined by the Board of Trustees.

NEW YORK STATE UNEMPLOYMENT ESCROW: The Presbytery is self insured for unemployment insurance for its employees. The escrow account assures that adequate funds will be available if the need arises to pay a claim. Each year \$1,000.00 is added to the escrow account from the budget.

REVOLVING CAPITAL LOAN FUND: This fund was established by the Board of Trustees to accumulate the funds from the Bicentennial Project. The purpose was to establish a revolving loan fund for the congregations. This project has received \$25,000.00 from the Bicentennial Fund and an additional gift from a church for \$25,000.00. This fund accumulates its own interest.

PEACEMAKING FUND: This fund was established so that the unexpended Peacemaking Offering can be carried forward each year and be used for peacemaking purposes.

PEACEMAKING & JUSTICE ENDOWMENT FUND: This fund was established by a one time gift of \$15,000.00 from a member of the Presbytery. Any amount in excess of the principal may be used for peacemaking and justices causes including a contract consultant to promote peace making. This fund accumulates its own interest.

BUILDING FUND: The fund was established by the Board of Trustees with a \$25,000.00 transfer from the Capital Fund. The purpose of this fund was to track the expenses involved with the building of the new Presbytery Center. On October 3, 2001, \$100,000.00 was set up as the building fund. The fund and its interest can be used to maintain the building and defray the cost of any major capital building expense(s). The interest earned on this separately invested fund can be used to fund the budget.

RESOURCE CENTER FUND: This fund was established by receipts from the Bicentennial Project for the benefit of the Presbytery's Resource Center. The fund is administered by the Partnering Congregations Team.

THE FOLLOWING FUNDS ARE TEMPORARY OPERATING FUNDS USED WITHIN THE PROGRAM FUND

CUBA WORKGROUP FUND: This fund was established to hold monies that were received and have to be held until a group was going to Cuba and can physically carry the monies onto Cuba. If funds were wired to Cuba a 10% charge would be taken off the top by Cuba. The Cuba workgroup oversees this fund.

ISLAND TO ISLAND FUND: This fund was established to hold funds to defray cost of Cuban women coming to the U. S.

EL SALVADOR PARTNERSHIP WORKGROUP FUND: This fund was established to hold funds that were received for this workgroup. The receipts are Mission monies, Blessing Scholarship and ticket receipts.

GENERAL PURPOSE FUND: This fund was established as a miscellaneous fund for all monies that were set aside for some specific purpose.