

# Treasurer's Report

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YEAR-END MEETING  
NOVEMBER 2, 2015







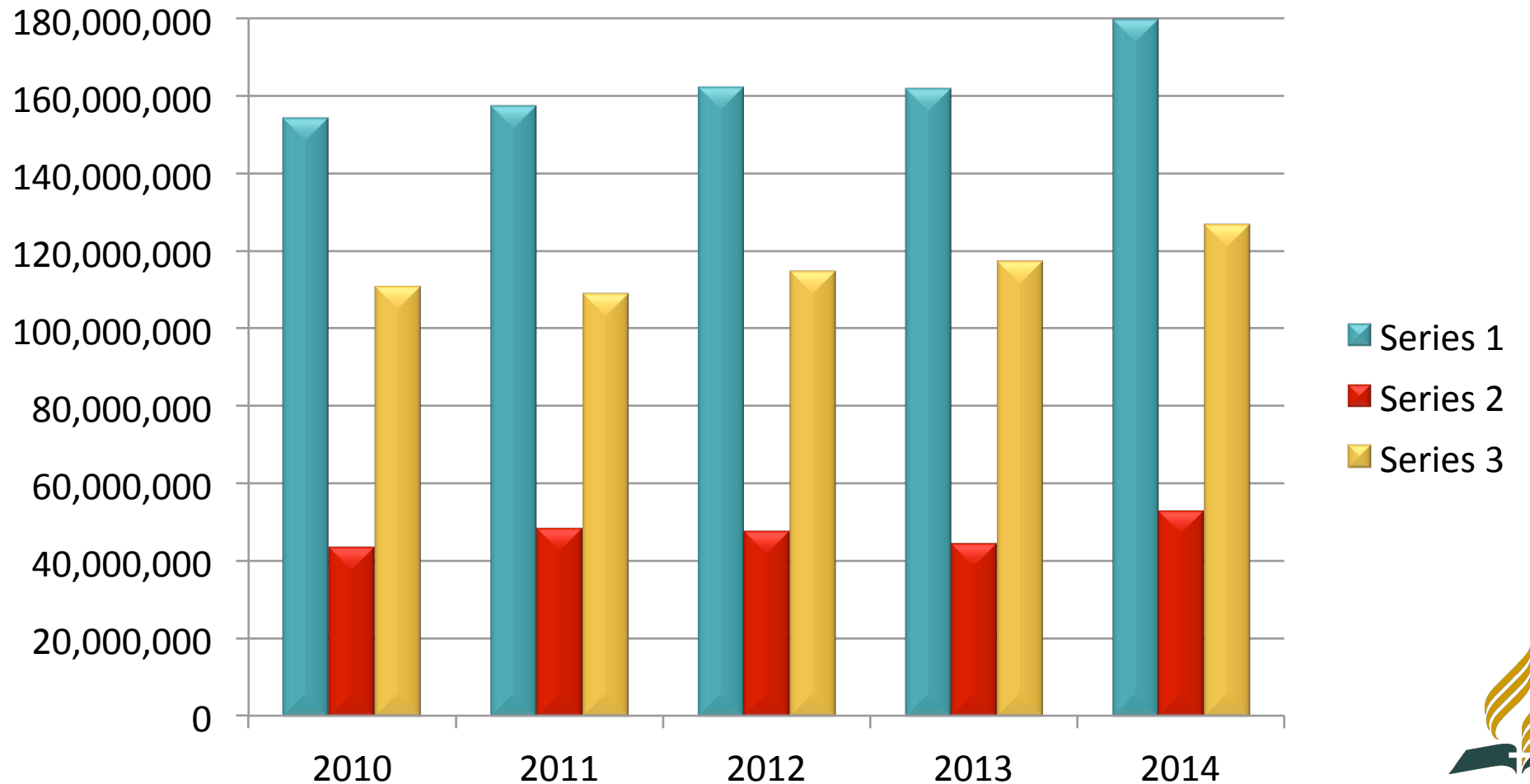
# Unaudited Consolidated Financial Statement

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DECEMBER 31, 2014 AND 2013



# NAD Consolidated Financial Statement 2010 - 2014



# NAD Consolidated Financial Statement

## North American Division

- Operations
- Plant Funds

## Other Funds and Subsidiaries

- Adventist Community Services (ACS)
- Adventist Information Ministries (AIM)
- Adventist Media Center, Inc. (AMC)
- NAD Evangelism Institute (NADEI)
- Seminars Unlimited (SU)



# NAD Consolidated Financial Statement

## Adventist Media Ministries

- Adventist Media Ministries Corporation – Silver Spring MD
- Adventist Media Ministries Operations – Riverside CA
- Breath of Life – Huntsville AL
- Faith for Today – Riverside CA
- It is Written – Chattanooga TN
- Jesus 101 – Riverside CA
- La Voz de la Esperanza – Riverside CA
- Life Talk Radio – Riverside CA and TN
- Voice of Prophecy – Loveland CO



# NAD Consolidated Financial Statement

## Adventist Colleges Abroad

- Adventist Colleges Abroad – it is not included in the Consolidated Financial Statement since the closure of the financials of this corporation are at June 30 of each year.



# 2014 Consolidated Net Assets

Net Assets by Organization	Amount	Percent
North American Division Operating	\$84,217,766	66.38%
North American Division Plant	\$328,955	0.26%
Adventist Information Ministry	\$156,475	0.12%
Adventist Community Services	\$3,177,372	2.50%
Adventist Media Center	\$30,717,004	24.22%
NAD Evangelism Institute	\$1,502,346	1.18%
Seminars Unlimited	\$6,776,659	5.34%
Totals	\$126,876,577	100.00%



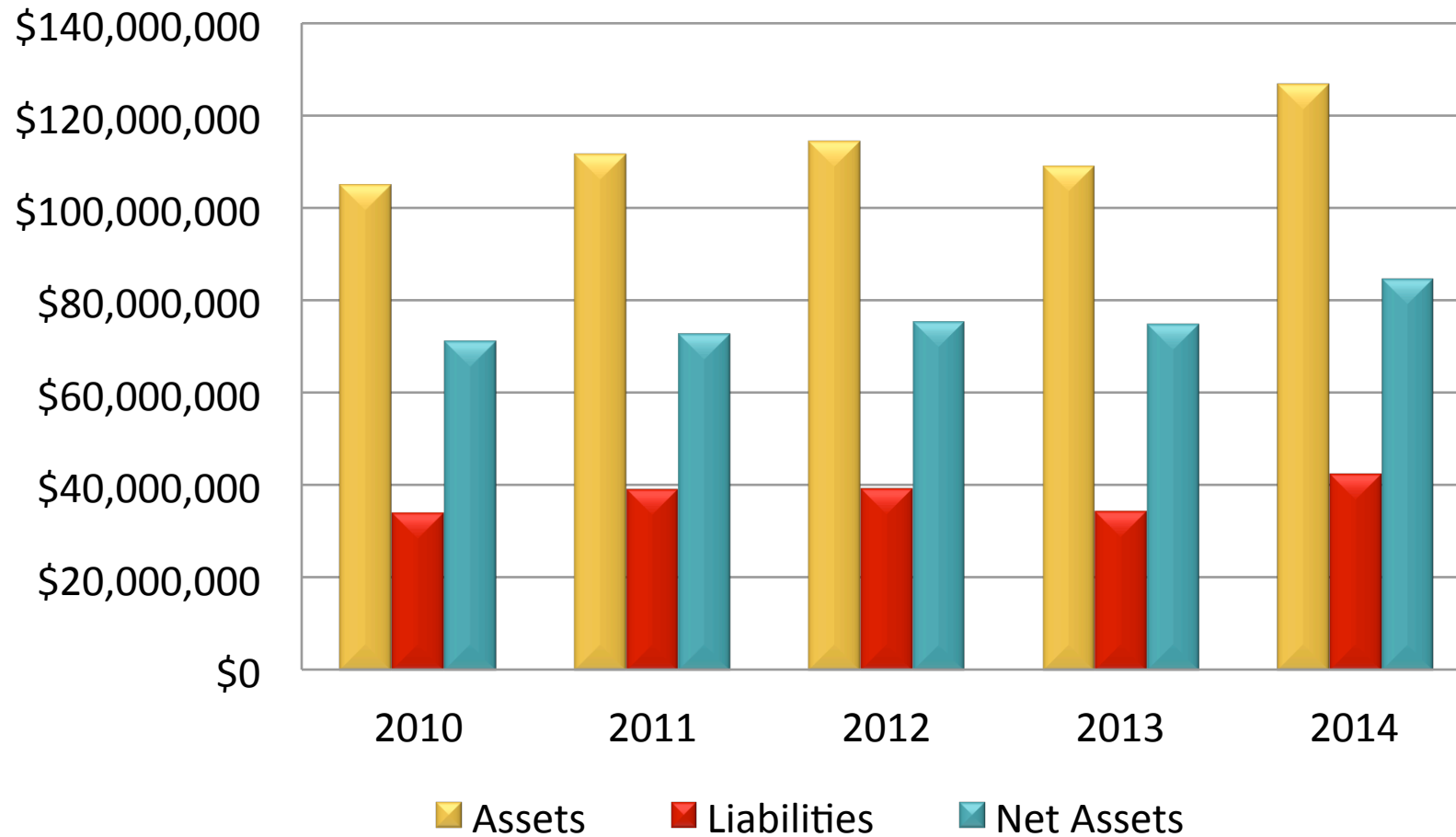
# NAD Audited Financial Statement

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DECEMBER 31, 2014 AND 2013

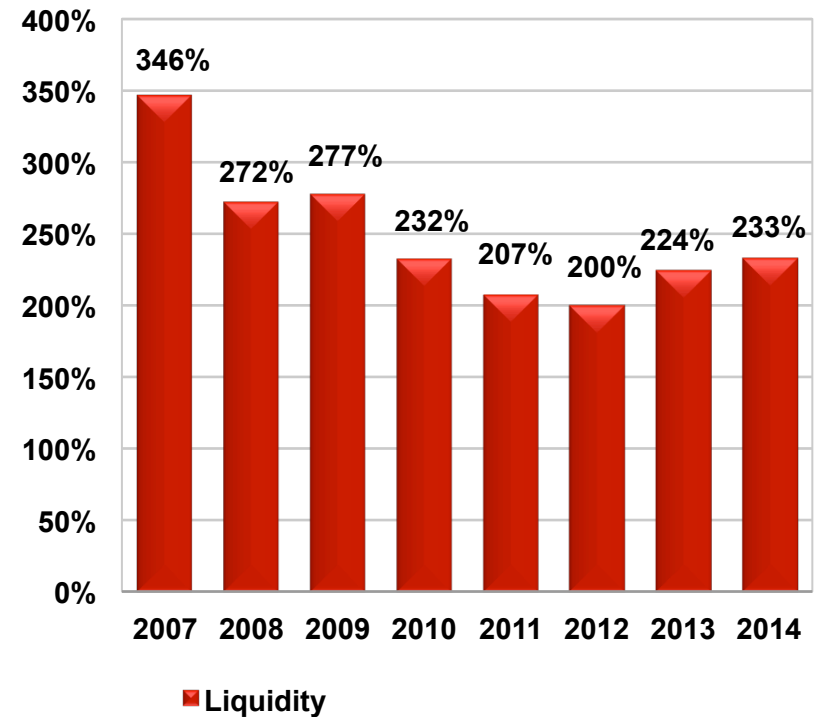
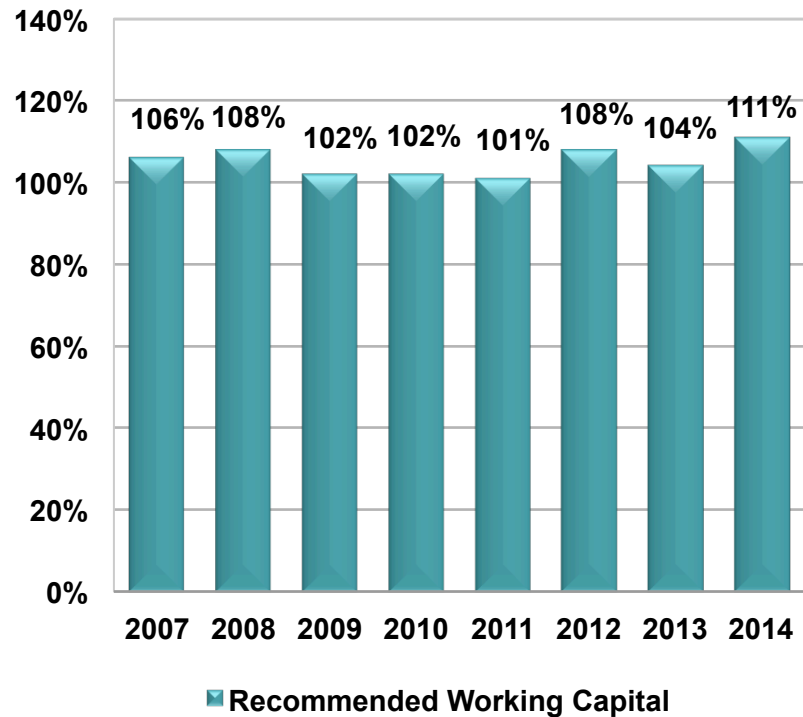


# NAD Financial Statement Operating 2010 - 2014



# Division Office Finances

## Working Capital and Liquidity



# Some Additional Facts

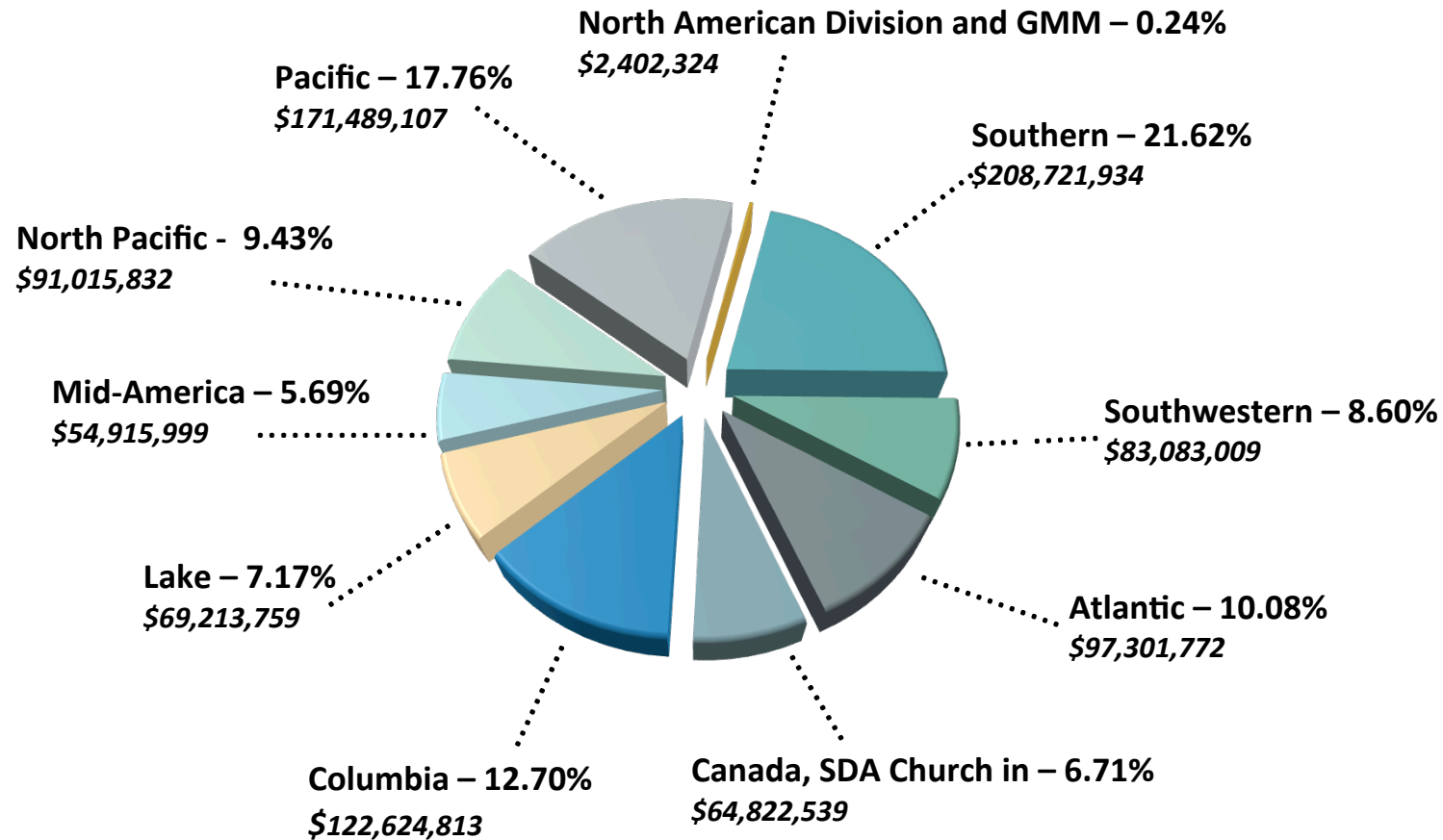
Year	Expenses per day for 365 days	Days Cash on Hand
2007	\$258,785	243
2008	\$265,675	197
2009	\$270,869	204
2010	\$266,222	223
2011	\$261,296	229
2012	\$275,589	208
2013	\$286,766	201
2014	\$289,063	277



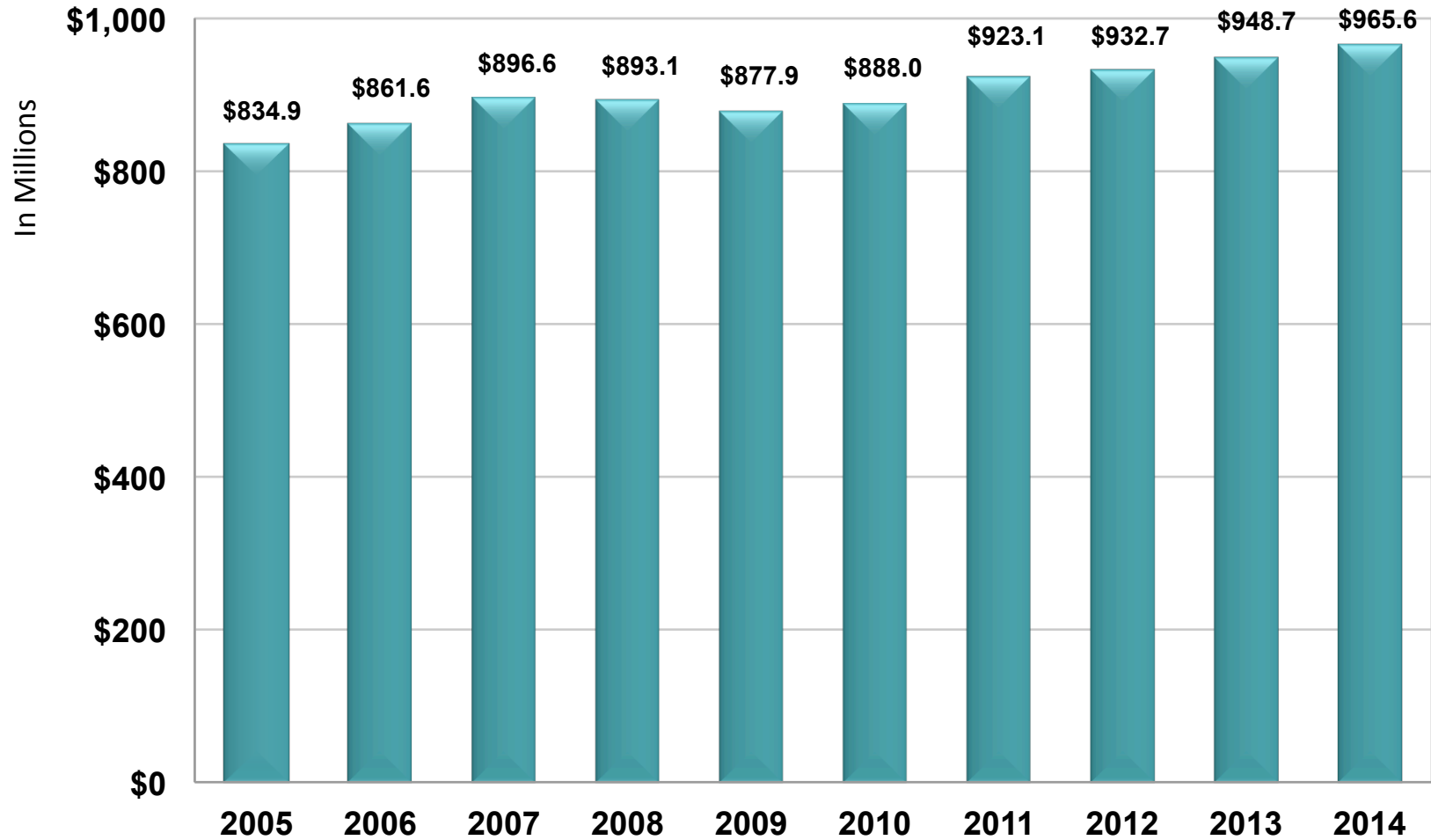
# North American Division Tithe

2013 Total Tithe - \$948,724,511 – Avg. \$18,244,702 per/wk.

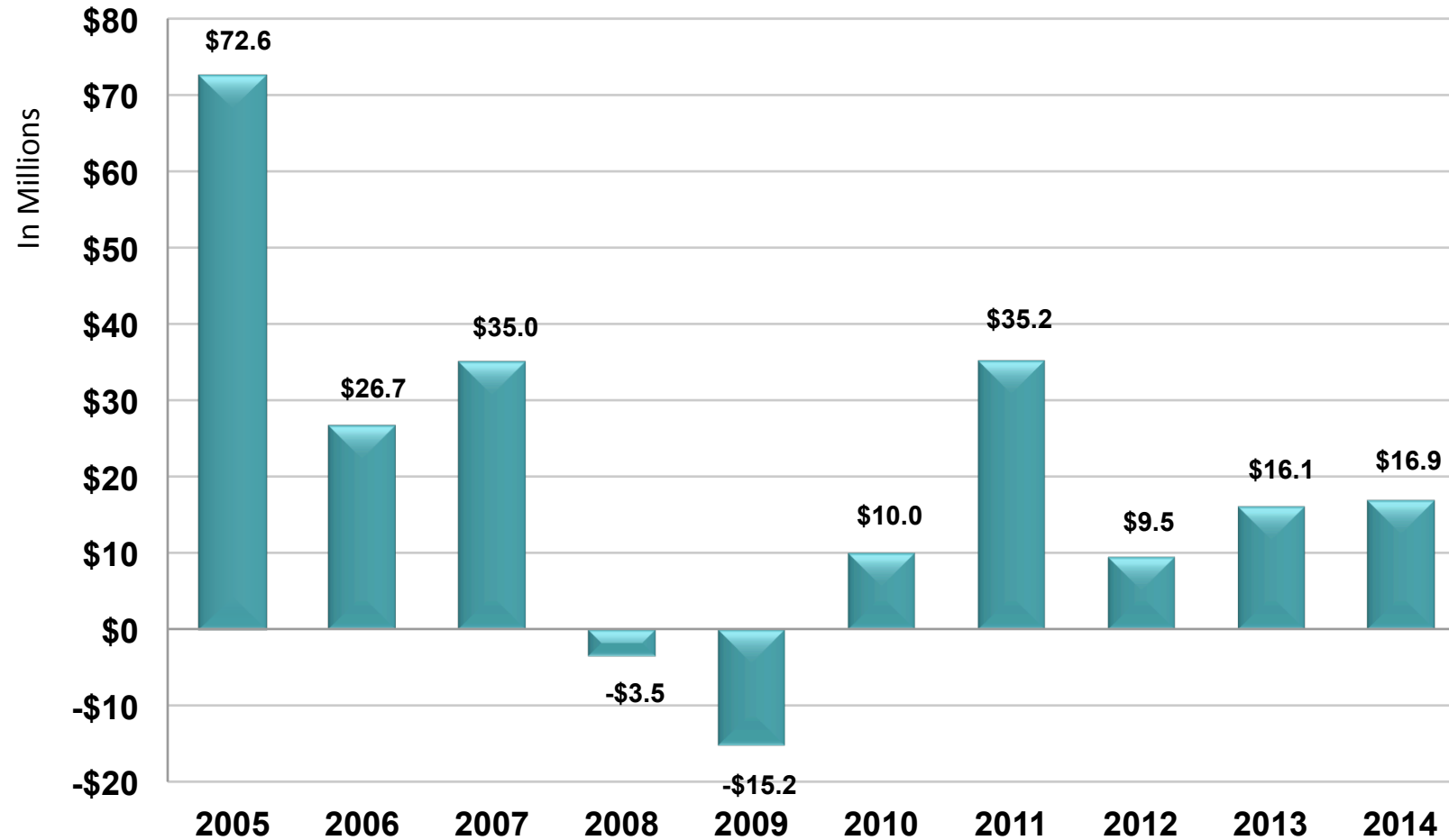
2014 Total Tithe - \$965,591,089 – Avg. \$18,569,059 per/wk.



# North American Division Tithe For Past 10 Years

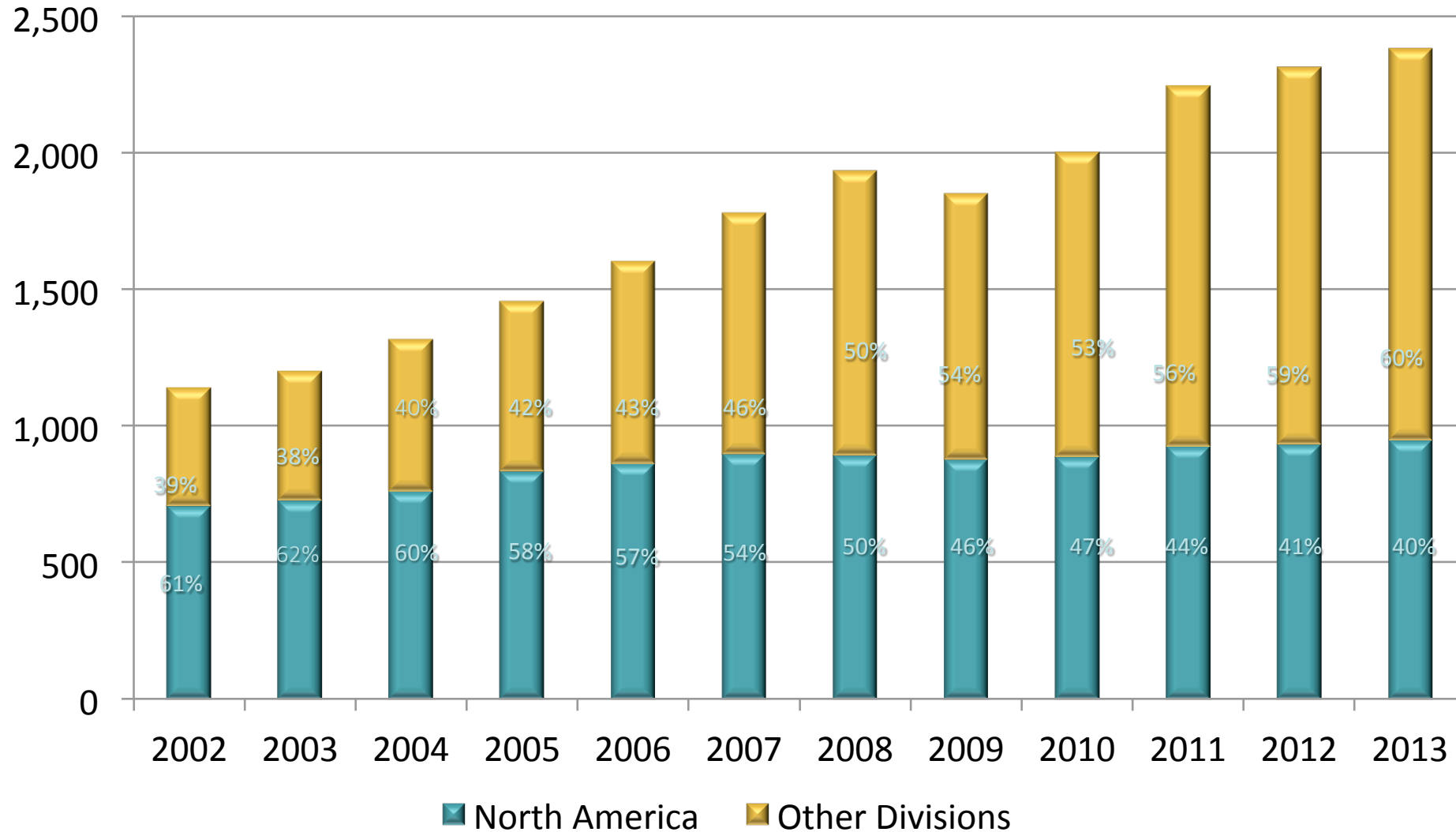


# North American Division Tithe Gain (Loss) for 10 Years

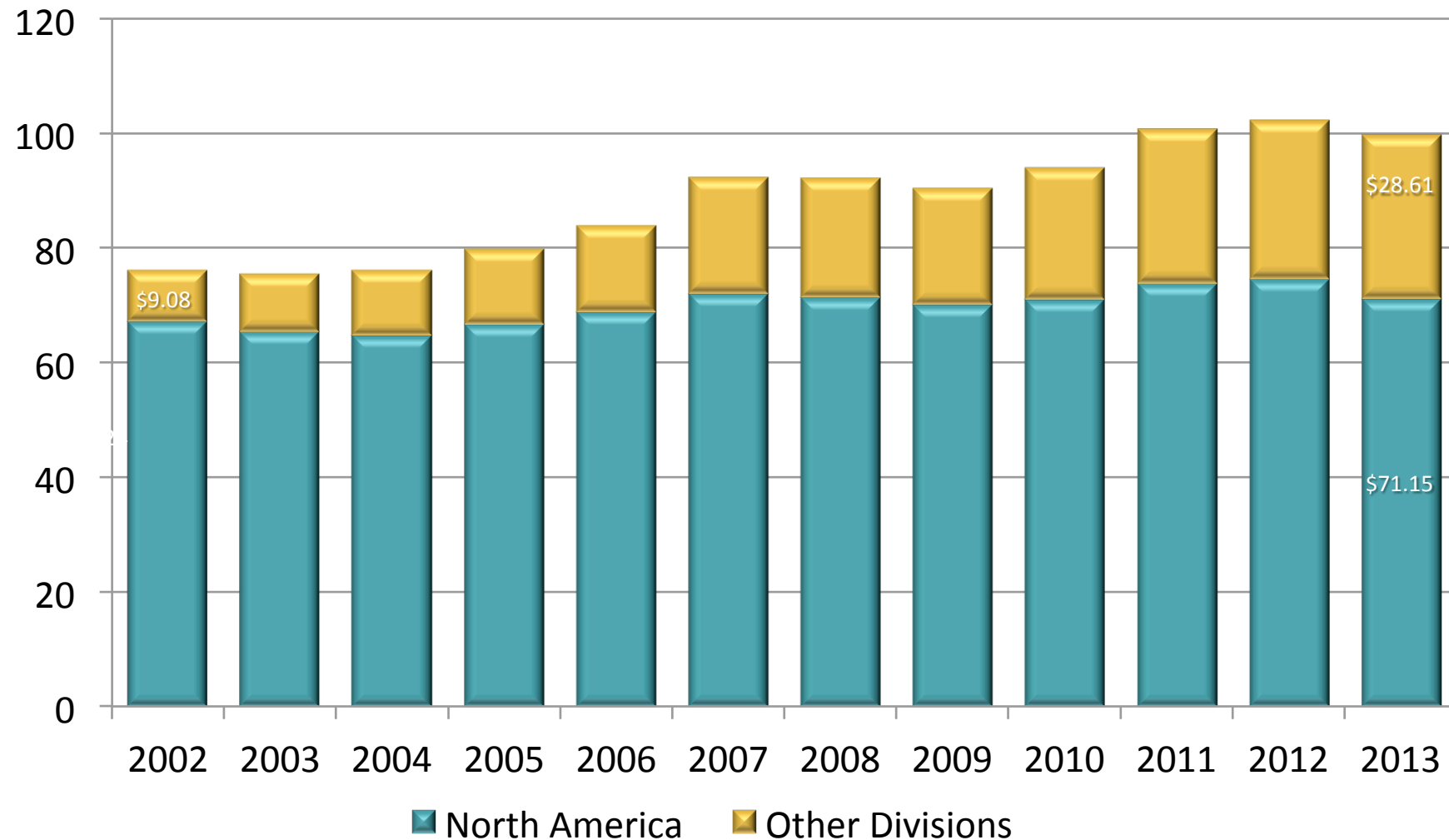




# Worldwide Tithe - 2002 through 2013 in Millions



# Worldwide Tithe To GC - 2002 through 2013 in Millions



# Tithe Percentage from NAD to GC

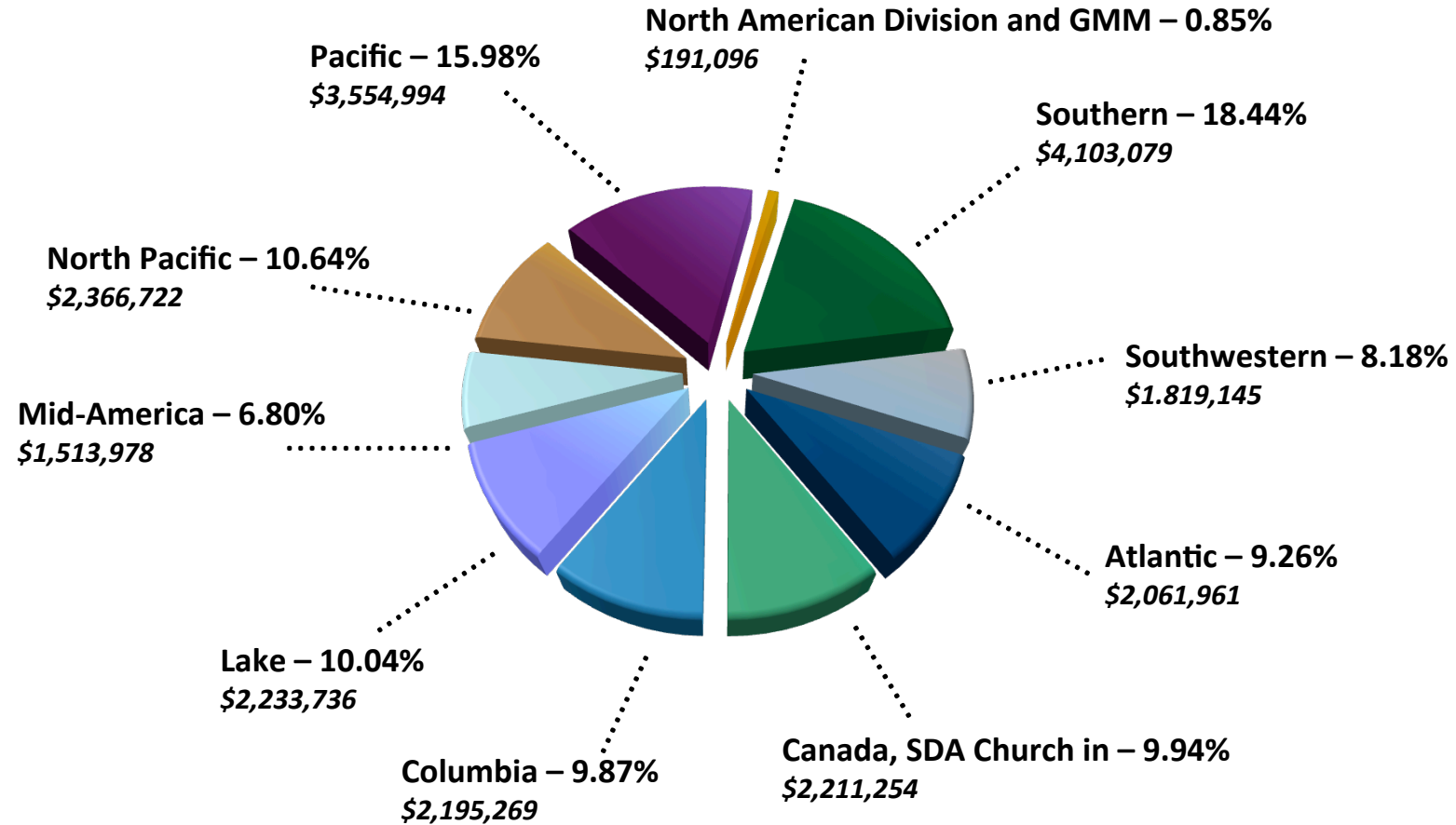
- **Background**
  - 2000–2005 Phase in of Adjustment
    - 10.72% to 8.00% of Tithe
- **Voted % Action by GC – Estimated Tithe Dollars**
  - 2012 8.00%
  - 2013 7.50% .50 \$4.50 million
  - 2014 7.00% .50 9.00 million
  - 2015 6.85% .15 10.35 million – Oakwood .15%
  - 2016 6.85% .15 10.35 million
  - 2017 6.60% .25 12.60 million
  - 2018 6.35% .25 14.85 million
  - 2019 6.10% .25 17.10 million
  - 2020 5.85% .25 19.35 million



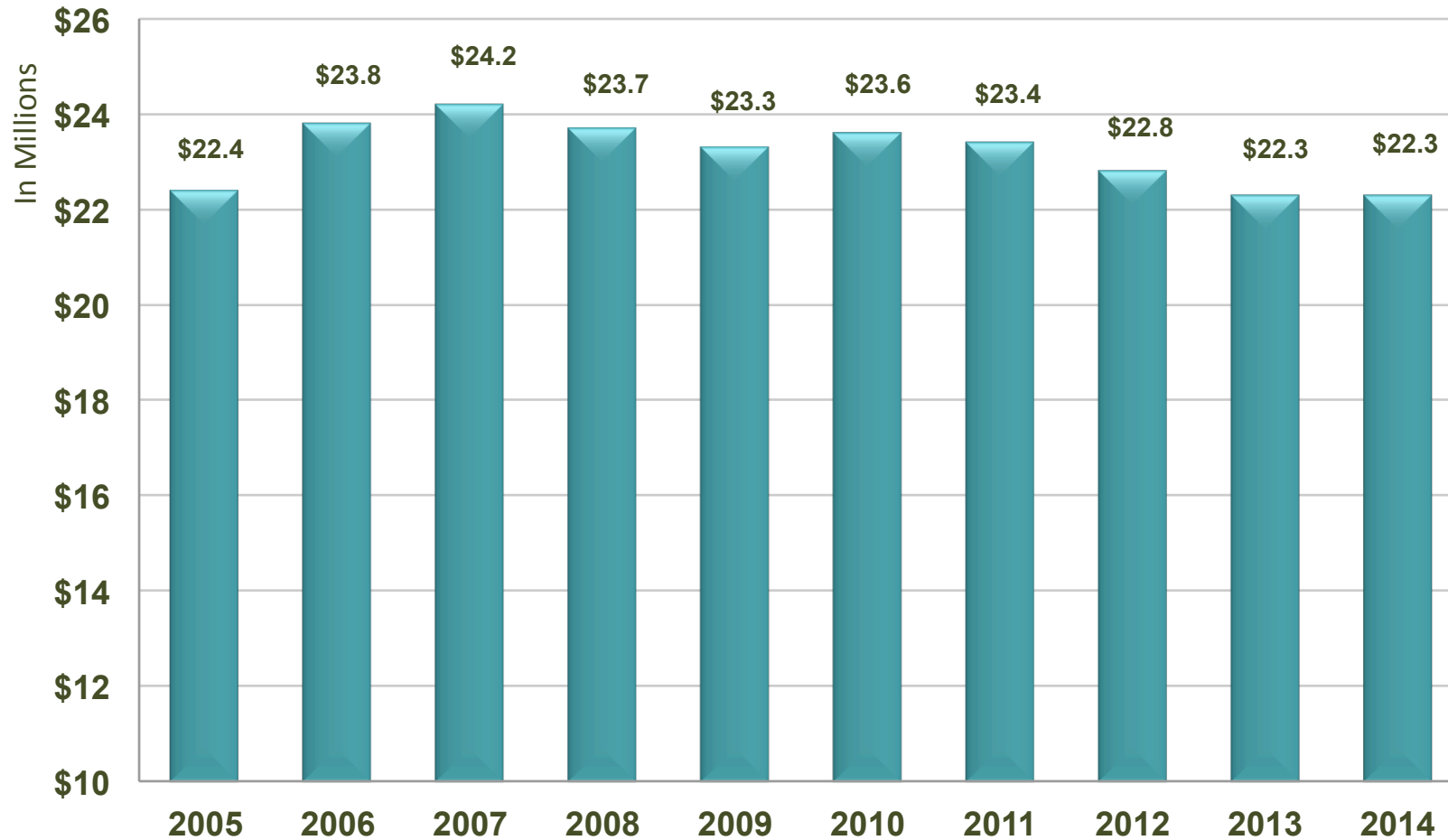
# North American Division Missions

2013 Total Missions - \$22,348,827

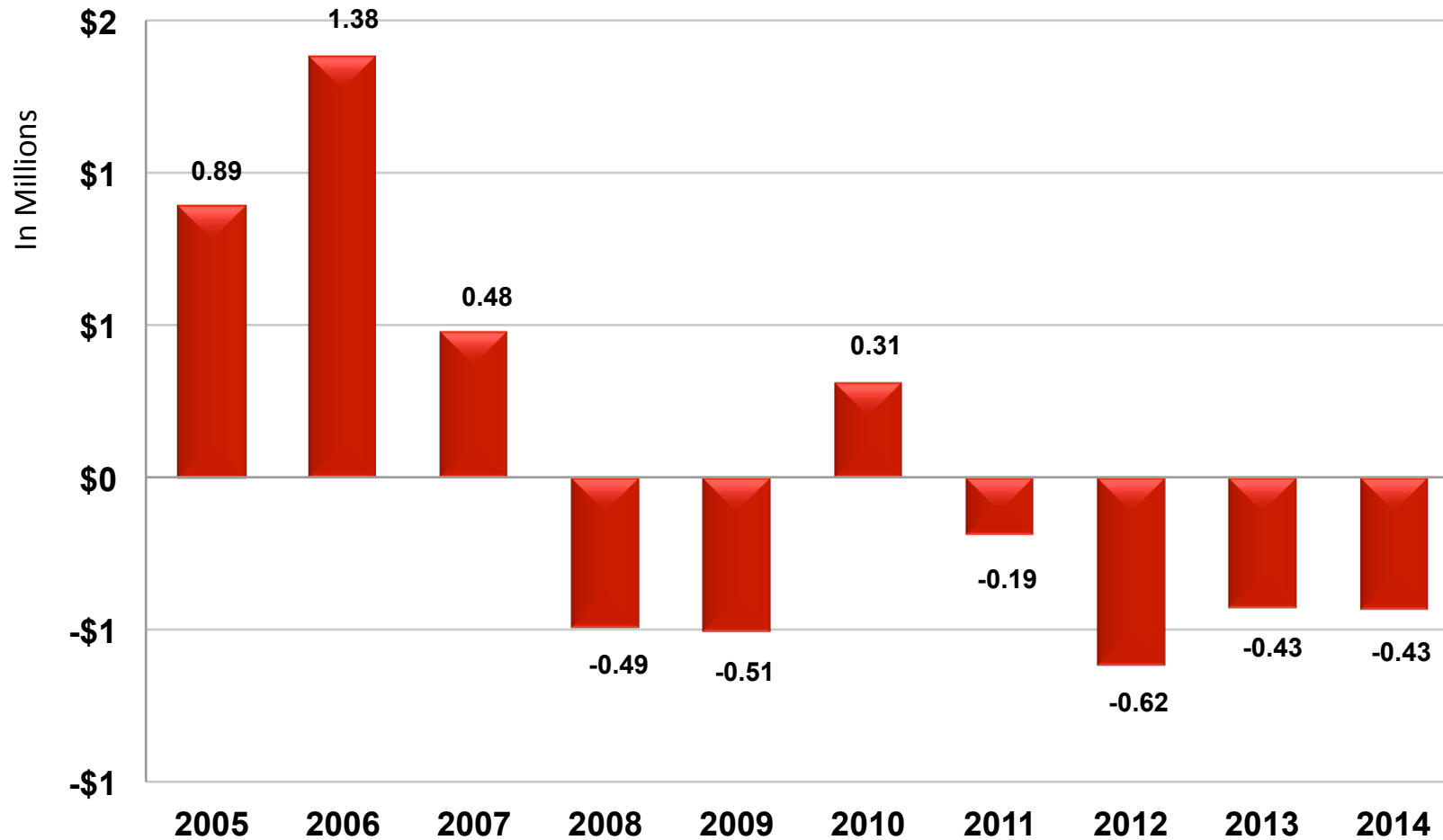
2013 Total Missions - \$22,348,827



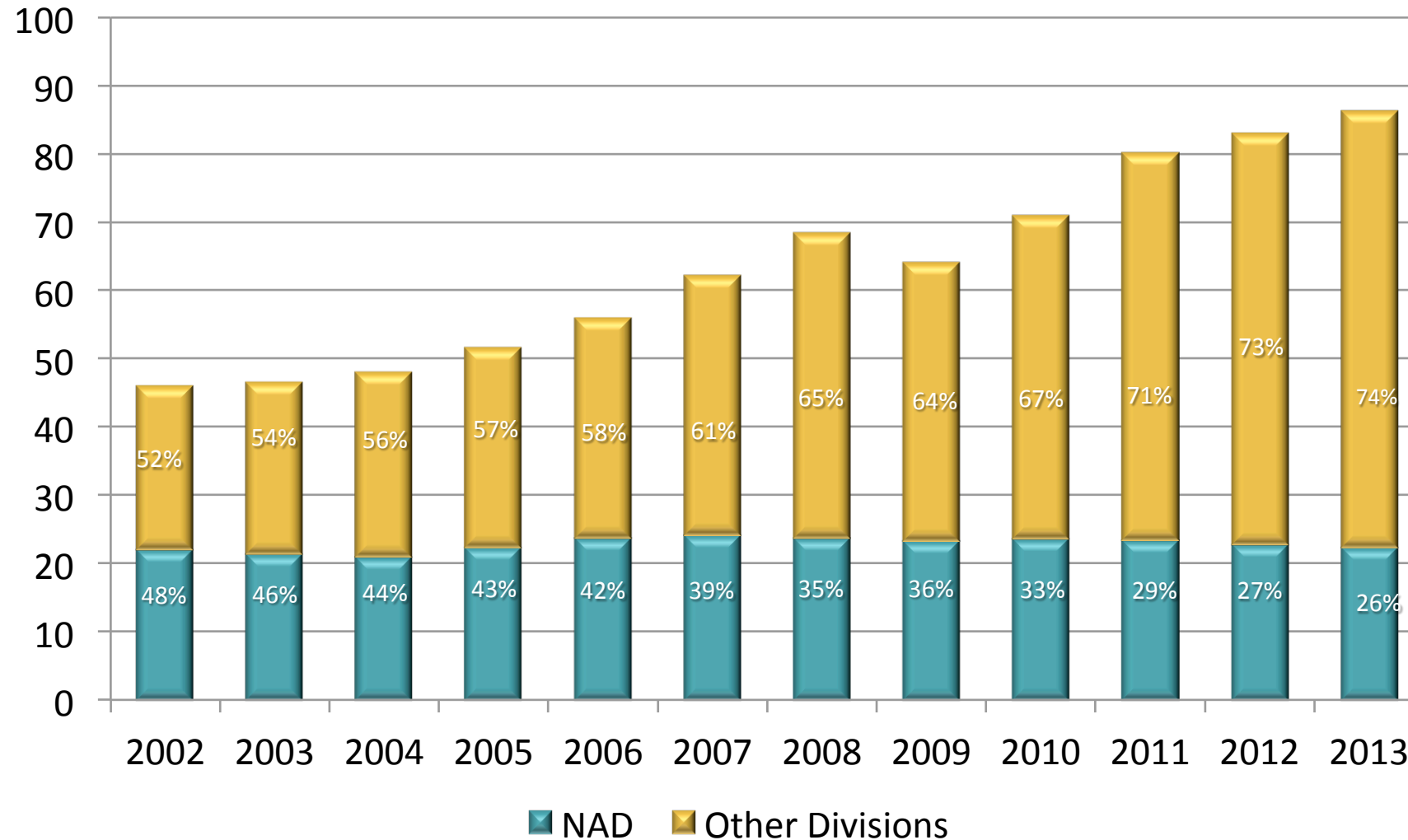
# North American Division Missions For Past 10 Years



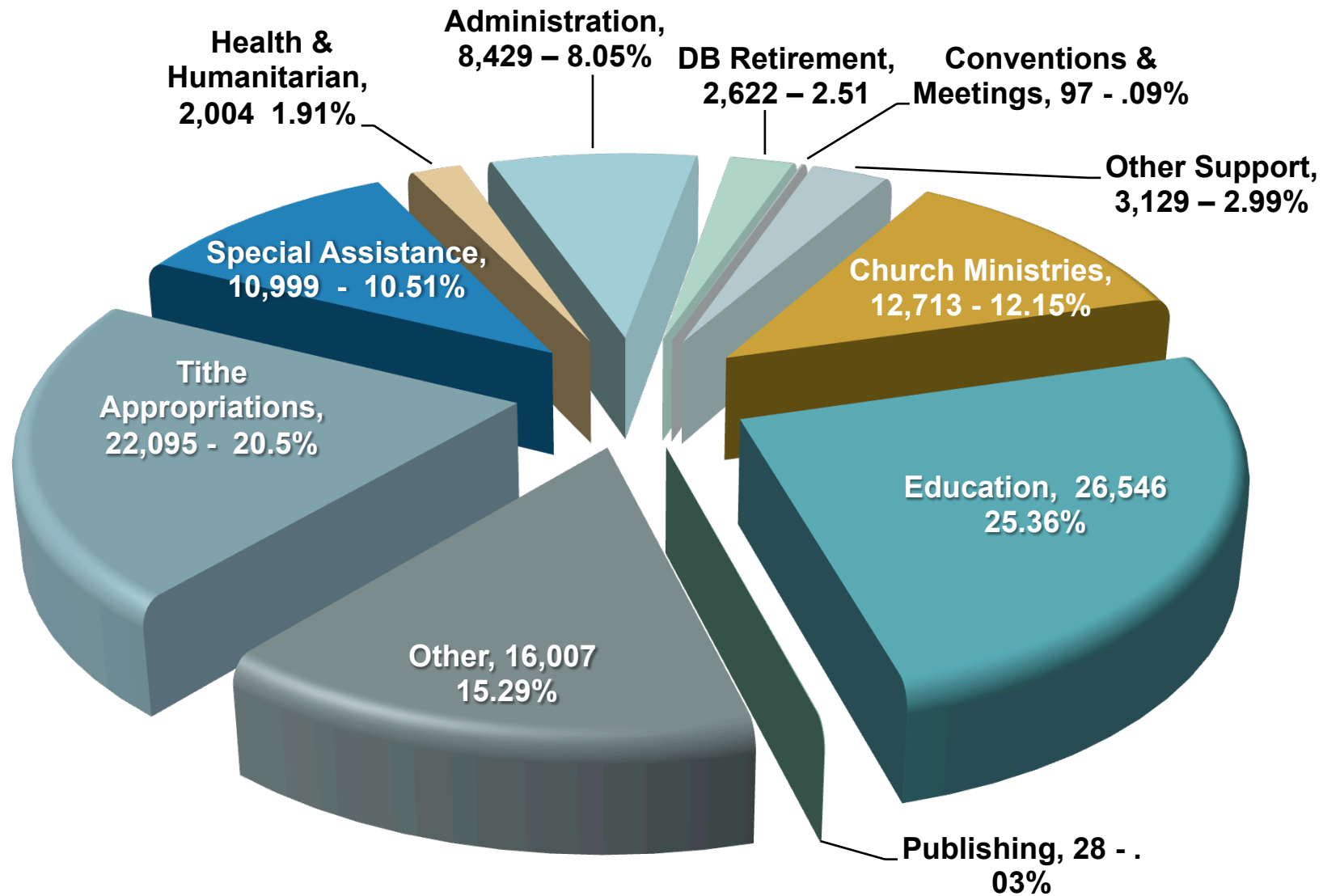
# North American Division Tithe Tithe Gain (Loss) for 10 Years



# Worldwide Mission Offering 2002 through 2013 in Millions



# NAD 2014 Expenses - \$105,508,054





# Relevant Events Of the Past Year

Economy

Jobs Slowly  
Increasing

Stronger Dollar  
Impacting GC  
Budget

Housing Market  
Slowly Getting  
Stronger

Politics - Gridlock

Low Interest  
Rates

NAD Has Balanced  
Budget

Six Building Blocks  
Picking up Steam

Big Changes in  
Media Ministries

# Ongoing Development

NAD Membership  
Continues to  
Growth

AASI.NET In full  
Swing

eAdventist  
Membership and  
Personnel rewrite

NAD Office  
Testing APS.Net

Re-Structure of  
Publishing Ministry

Division Wide  
Ministerial  
Convention –  
Success

Oakwood and  
Pacific Press part  
of NAD

Media Center  
Ministries moving  
ahead in new  
locations

# Tim Aka on Investment Outlook and the NAD

[Play Video](#)



# Mike Jamieson – 2014 Finances and 2016 Budget Explained - Slides



It is not God's purpose that Christians, whose privileges far exceed those of the Jewish nation, shall give less freely than they gave. "Unto whomsoever much is given," the Saviour declared, "of him shall be much required." Luke 12:48. The liberality required of the Hebrews was largely to benefit their own nation; today the work of God extends over all the earth. In the hands of His followers, Christ has placed the treasures of the gospel, and upon them He has laid the responsibility of giving the glad tidings of salvation to the world. Surely our obligations are much greater than were those of ancient Israel. {AA 337.2}



**Influence Measured**--Heaven is watching to see how those occupying positions of influence fulfill their stewardship. The demands upon them as stewards are measured by the extent of their influence. In their treatment of their fellowman, they should be as fathers,--just, tender, true. They should be Christ-like in character, uniting with their brethren in the closest bonds of unity and fellowship.--*Gospel Workers, p. 495. {ChL 21.1}*



*Every man according as he purposeth in his heart,  
[so let him give]; not grudgingly, or of necessity:  
for God loveth a cheerful giver. 2 Corinthians 9:7*



*Rejoice in the Lord always:  
and again I say, Rejoice.*

**Philippians 4:4**

# Treasury Staff and Support

## Treasury

Tom Evans, Treasurer/CFO - CPA

Mike Jamieson, Undertreasurer

Carol Pack, Executive Assistant

Sharon Mabena, Associate Treasurer – MBA, CPA

David Baer, Assistant Treasurer - CPA

Lynette Montoute, Chief Accountant - CPA

Mayda Santos, Accountant

Carol Patten, Accounting Clerk

## Adventist Accounting System International

Michael Park, Director – MBA, CPA

Yovian Lubis, Implementation and

Training Specialist - MS

Rose Ortiz, Implementation and Training Specialist

Jeff Fogelquist, Implementation and Training Specialist

Sheyla LaPierre, Implementation and Training Specialist

## Adventist Retirement

Del Johnson, Administrator - MHA

Ray Jimenez, Associate Administrator

Lyn Wick, Associate Administrator

Lisa Turpen , Associate Administrator and SHARP Manager - RN

Beth Roberts, Assistant Administrator  
other support staff





# Now Moving into the Audit Report

Call into session the Association for the financial statements as well the retirement report.



# Report of the Audit Committee

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ROBERT LEMON, CHAIR  
SETH BARDU, SECRETARY



VOTED: To recommend the acceptance of the December 31, 2014 Consolidated Unaudited Financial Statements of the General Conference of Seventh-day Adventists North American Division.

VOTED: To recommend the acceptance of the December 31, 2014 Financial Statements of the General Conference of Seventh-day Adventists North American Division (special purpose unconsolidated statements).

VOTED: To recommend the acceptance of the December 31, 2014 Policy Compliance Report.

VOTED: To record the receipt of the December 31, 2014 Audit Communication Letter and management's responses to the items noted in the letter.

VOTED: To recommend that management establish clear processes for coordinating the work of the NAD Human Resources, Accounting and Payroll to assure regular reconciliations of payroll deductions and retirement contributions and tracking of signed authorizations.

The audit committee met with the auditor without management to evaluate the Division's internal control.



# Budget

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# North American Division of Seventh-day Adventists

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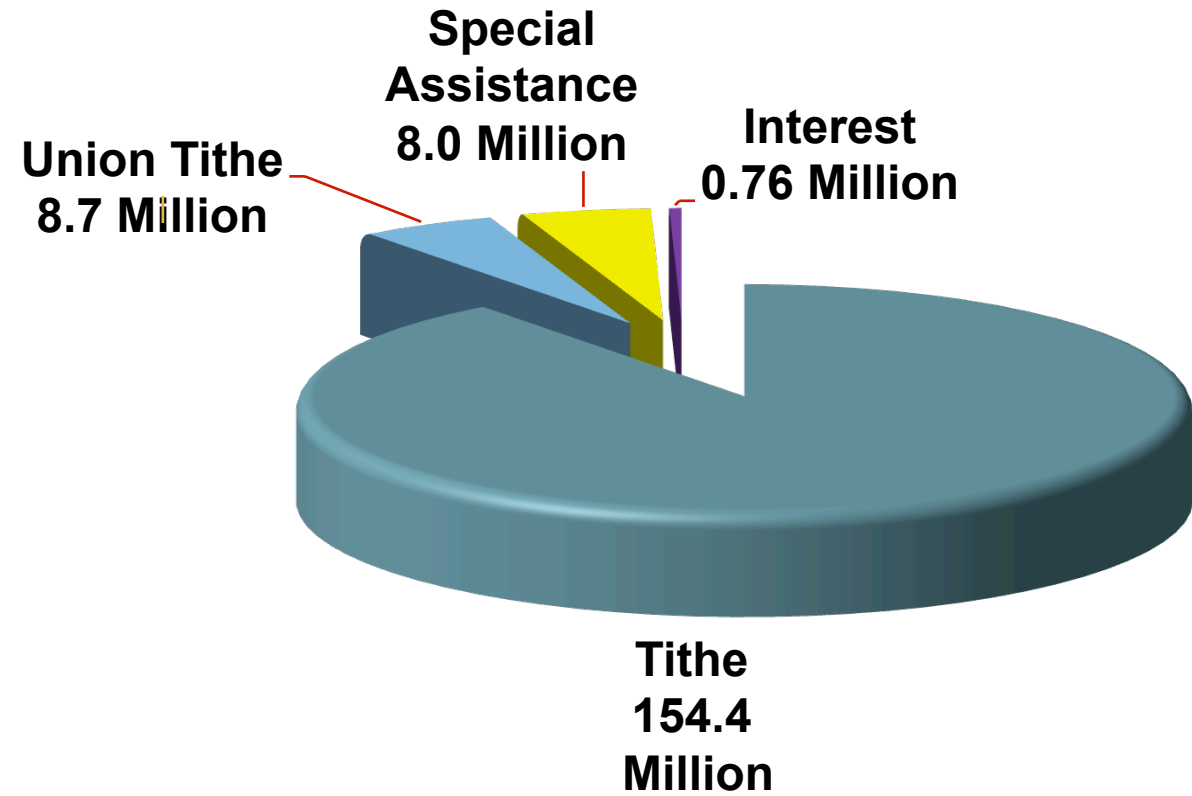
2016 OPERATING BUDGET ASSUMPTIONS  
BUDGET E-MAILED TO EXECUTIVE COMMITTEE



# 2014 Gross Tithe used for the 2016 Tithe Budget

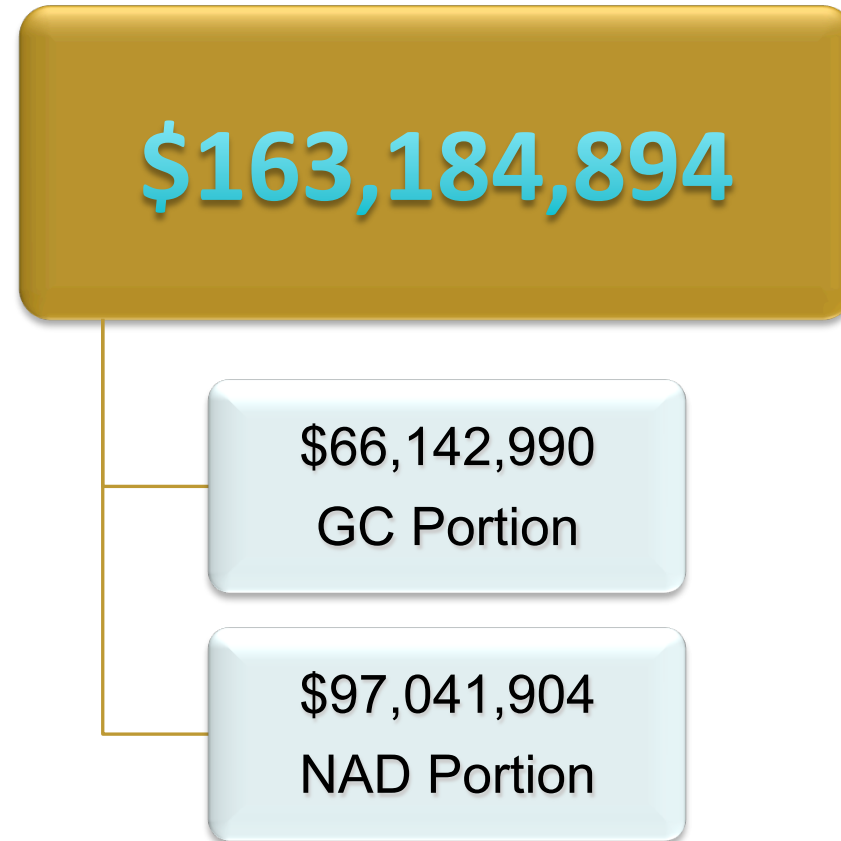
**\$965,591,089**

# Income – Unallocated Tithe and Non-Tithe \$172,266,421



# 2016 GC/NAD Tithe Income

Projected Distribution





# 2016 NAD Fixed Allocations - \$69,319,187

AMC  
Appropriation  
\$5,100,000

Tithe Reversion  
(Evangelism)  
\$14,447,831

Education  
Reversion  
\$24,079,719

Special  
Assistance  
\$10,000,000

Regional &  
Hispanic  
Reversions  
\$1,584,816

Auditing  
Subsidy  
\$4,400,000

Seminary and  
NADEI & AIM  
Subsidy  
\$5,691,740

Retirement  
Employer DB  
Share  
\$5,575,081

Building Blocks  
\$2,400,000



# 2016 Payroll Assumptions Remuneration Factor

January – June 2015  
\$4,341  
RF Actual – 2.1%

July – December  
2015  
\$4,389  
RF Proposed – 1.1%

Complete 2016 Budget posted  
on the treasury web site when  
final tweaking completed

<http://www.nadadventist.org>

*Directory → Administration → Treasury →  
Resources*



**This is the slide between the  
budget and GMM**

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# North American Division Year-End Meetings

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GUAM-MICRONESIA MISSION  
2015



# 2016 Remuneration Factor – GMM

January 1, 2015

**\$3,420**

Guam/Saipan

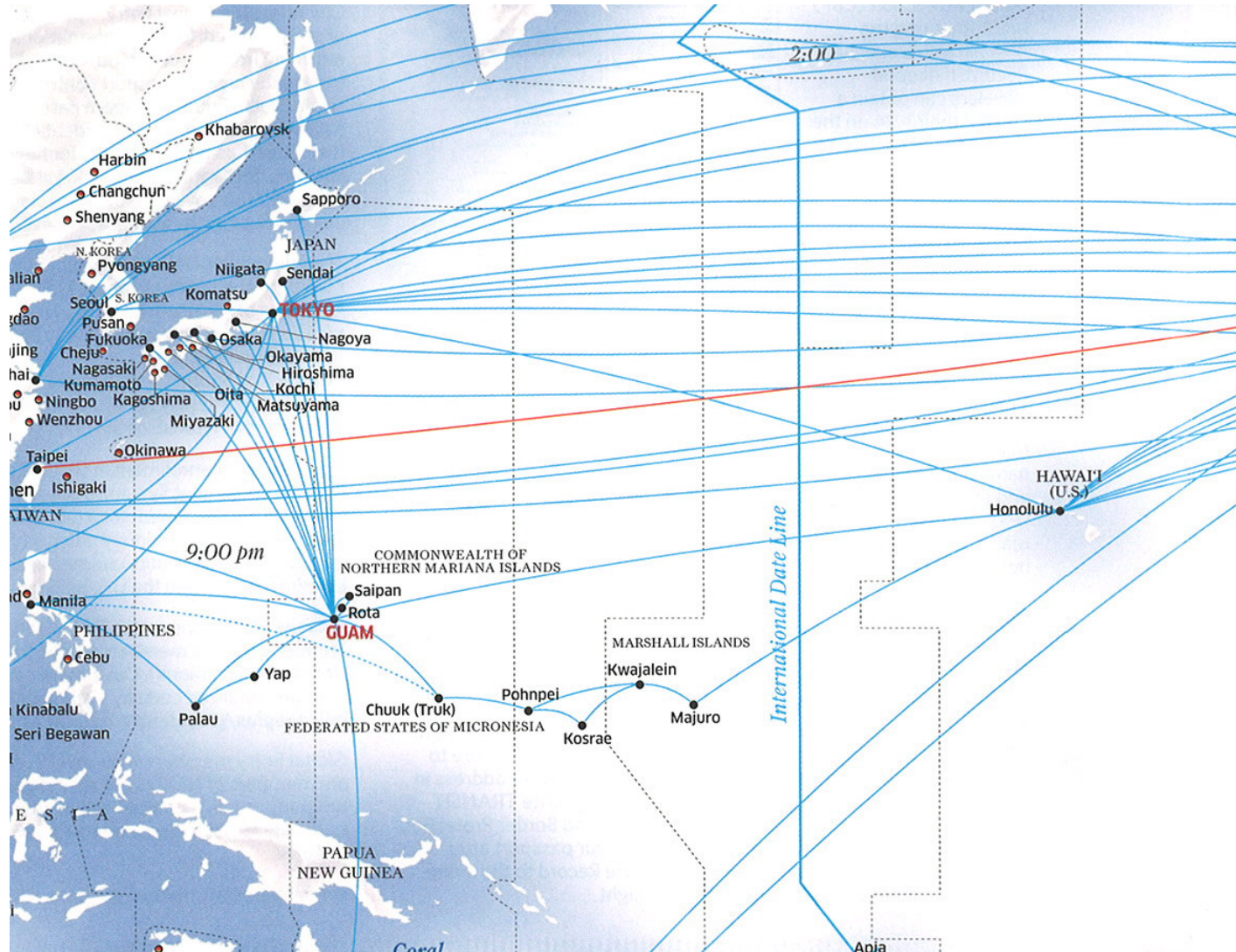
January 1, 2015

**\$1,710**

USD Micronesia



# Picture name



# RECOMMEND:

1. Recommend to enable NADCOM to approve the wage factor for Guam/Saipan and the USD Micronesia beginning January 1, 2016 as will be presented at the December 2015 executive committee of GMM. These amounts will be used for the retirement basis as well.
2. Recommend to enable NADCOM to approve the printed remuneration percentage rates established by the 2015 executive committees of the North American Division and the GMM Executive Committee be used for Guam-Micronesia Mission, Guam Adventist Clinic, and Guam K-12 Institutions for 2016.





# Retirement Report

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# GCAS Report

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# Stewardship Thoughts

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# THE END

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