



North American Division Treasurer/CFO Report

**NAD YEAR-END MEETING
NOVEMBER 5, 2017**

Treasurers of the North American Division



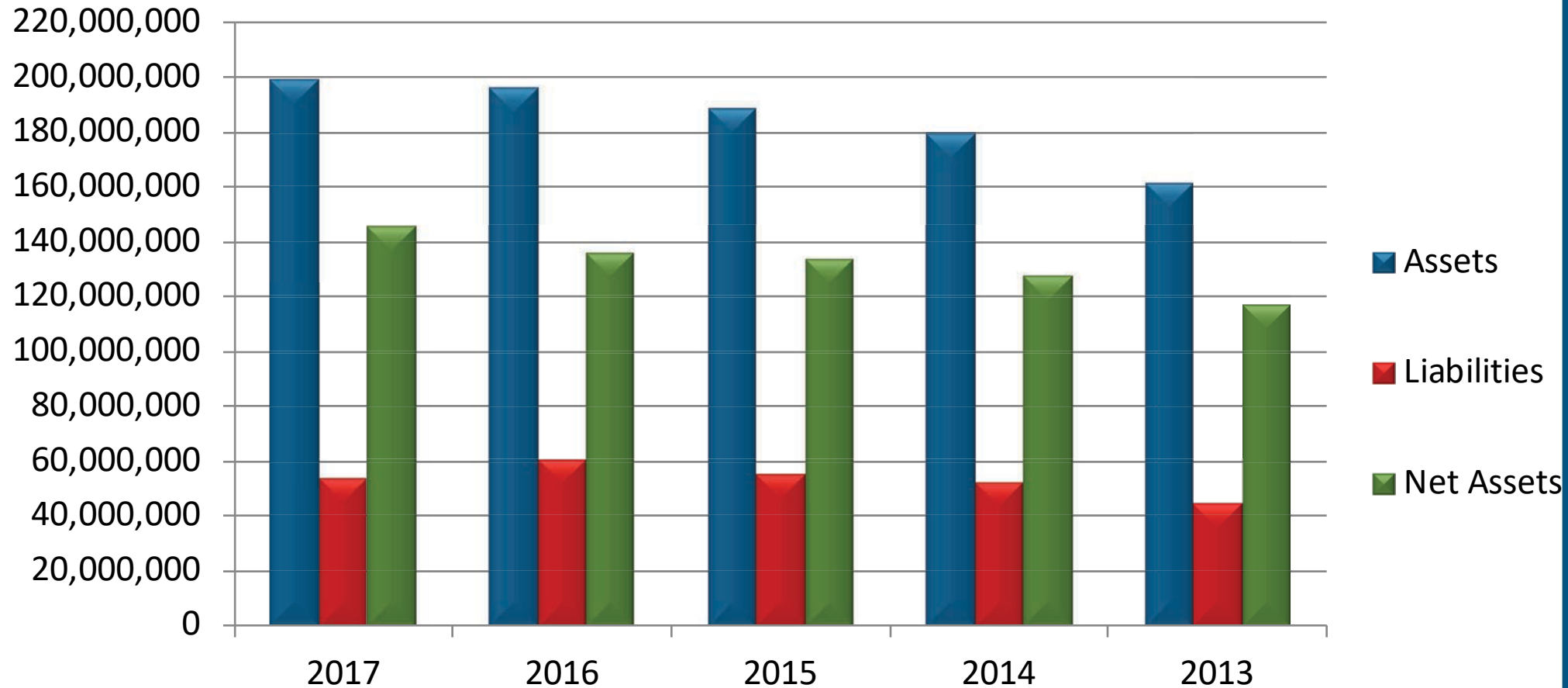
TREASURERS



North American Division Unaudited Consolidated Financial Statement

DECEMBER 31, 2017 AND 2016

NAD Unaudited Consolidated Financial Statement 2017 - 2013



NAD Consolidated Financial Statement



North American Division

- Operations
- Plant Fund

Other Funds and Subsidiaries

- Adventist Community Services (ACS)
- Adventist Colleges Abroad (ACA)(June 30)
- Adventist Information Ministries (AIM)
- Adventist Media Center, Inc. (AMC or AMM)
- NAD Evangelism Institute (NADEI)
- Seminars Unlimited (SU)
- Pacific Press Publishing Association (PPPA)(not included)
- AdventSource (AS)(New)(June 30)(not included)

NAD Consolidated Financial Statement

Adventist Media Ministries

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



2017 Consolidated Net Assets (assets less liabilities)



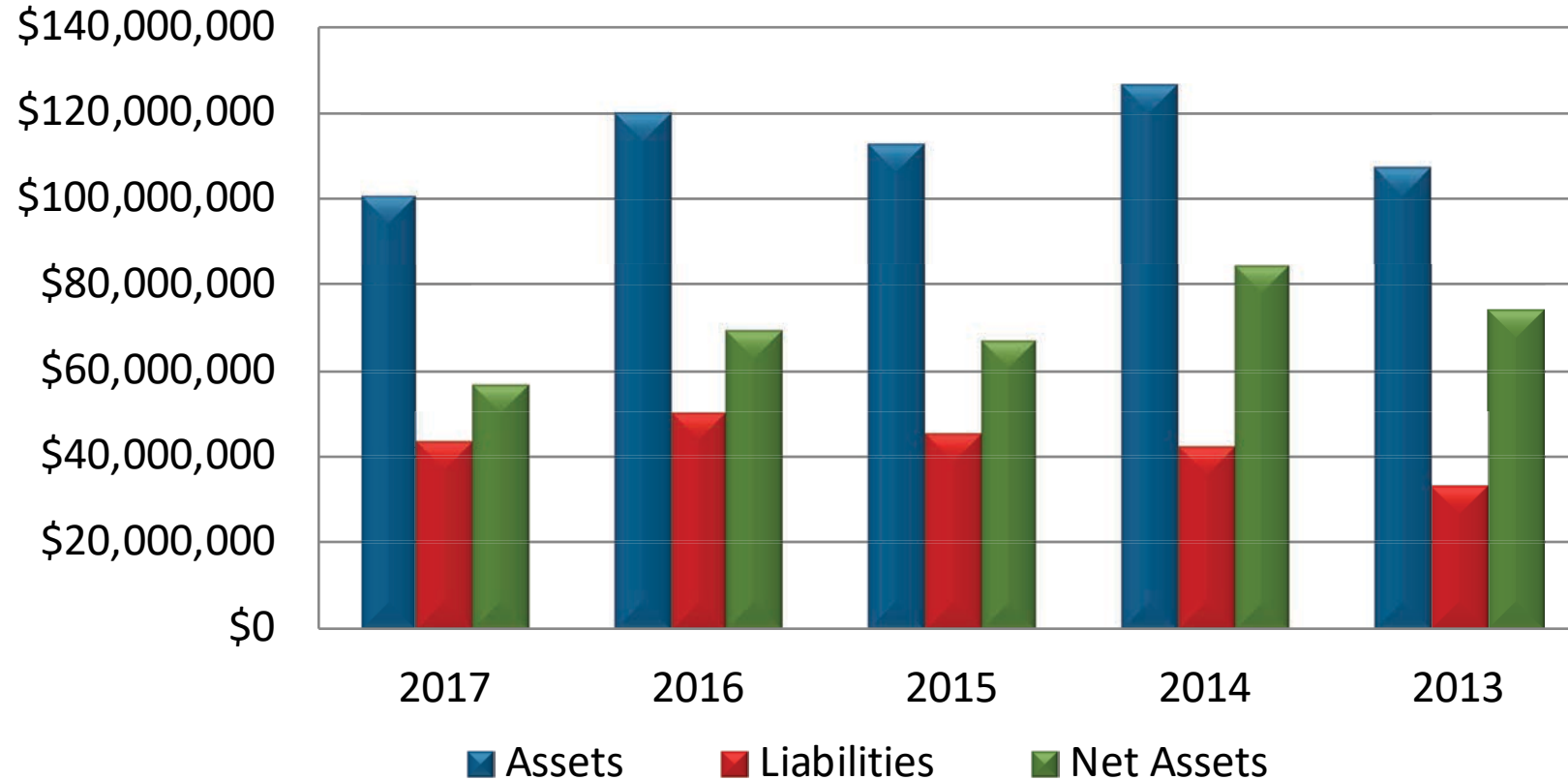
Net Assets by Organization	Amount	Percent
North American Division Operating	\$56,845,457	39.02%
North American Division Plant	\$38,112,692	26.16%
Adventist Information Ministry	\$65,856	0.05%
Adventist Colleges Abroad	\$3,692,695	2.53%
Adventist Community Services	\$6,584,604	4.52%
Adventist Media Center	\$32,024,917	21.98%
NAD Evangelism Institute	\$1,777,418	1.22%
Seminars Unlimited	\$6,591,050	4.52%
Totals	\$145,694,689	100.00%



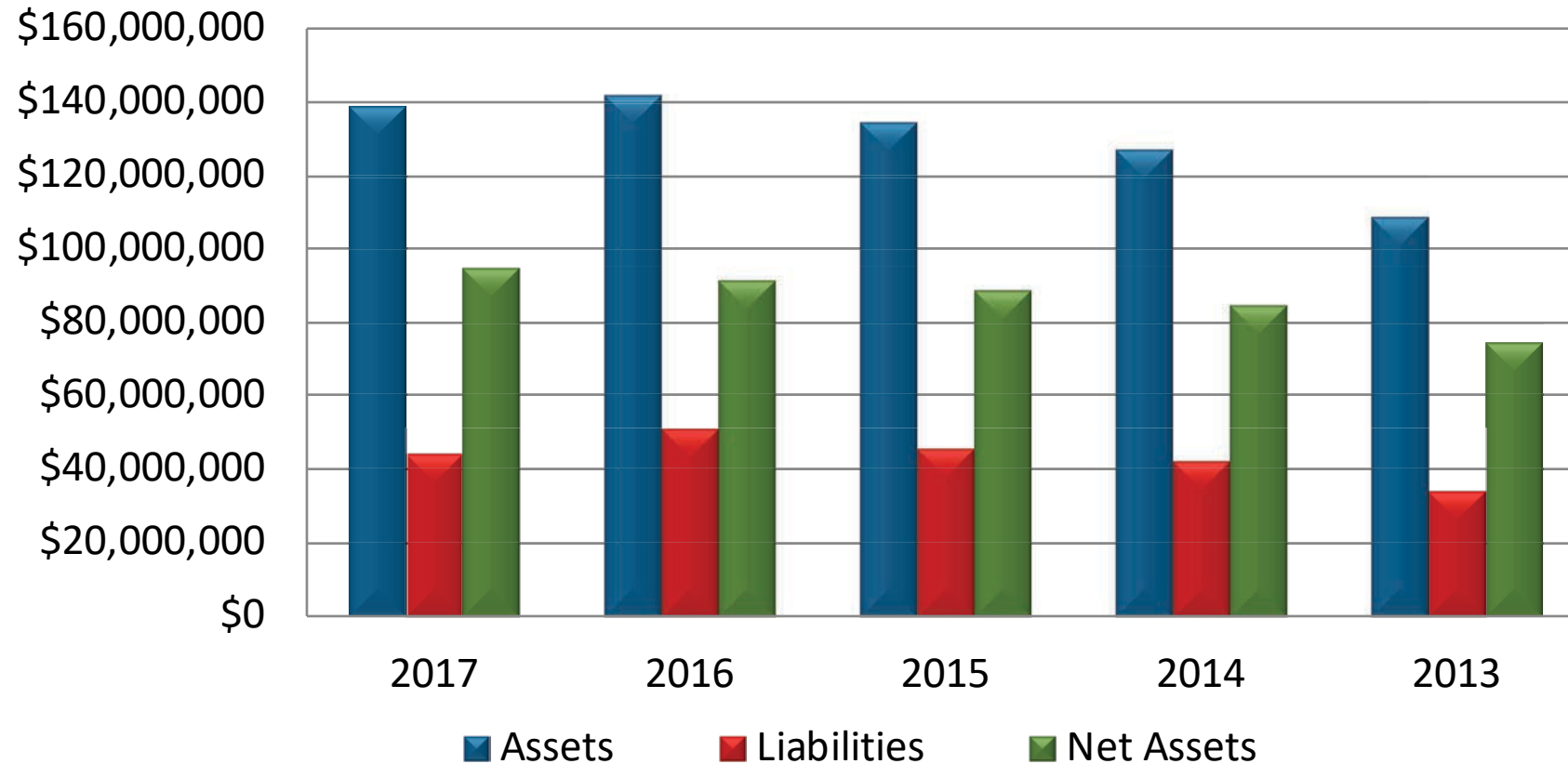
North American Division Audited Unconsolidated Financial Statement

DECEMBER 31, 2017 AND 2016

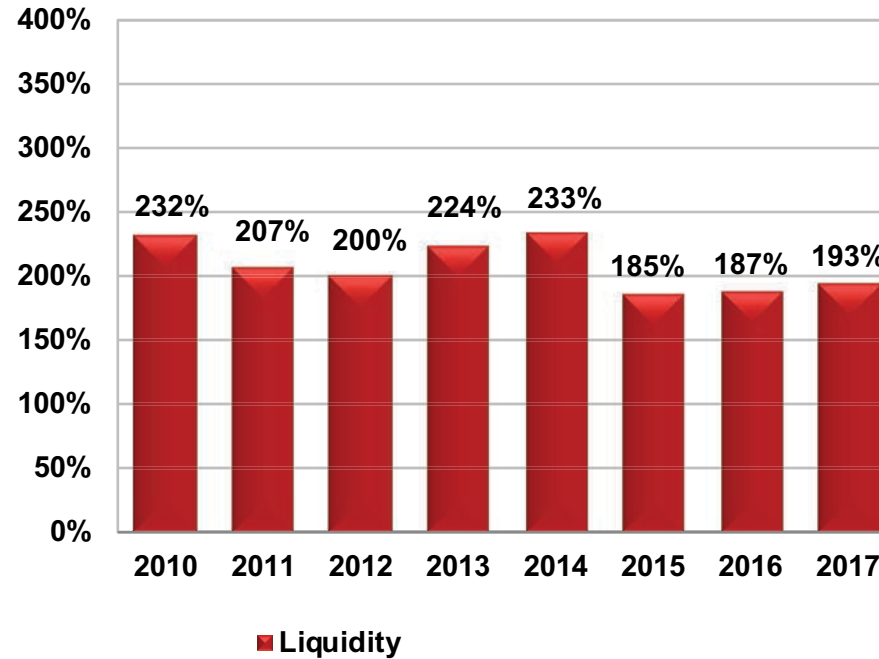
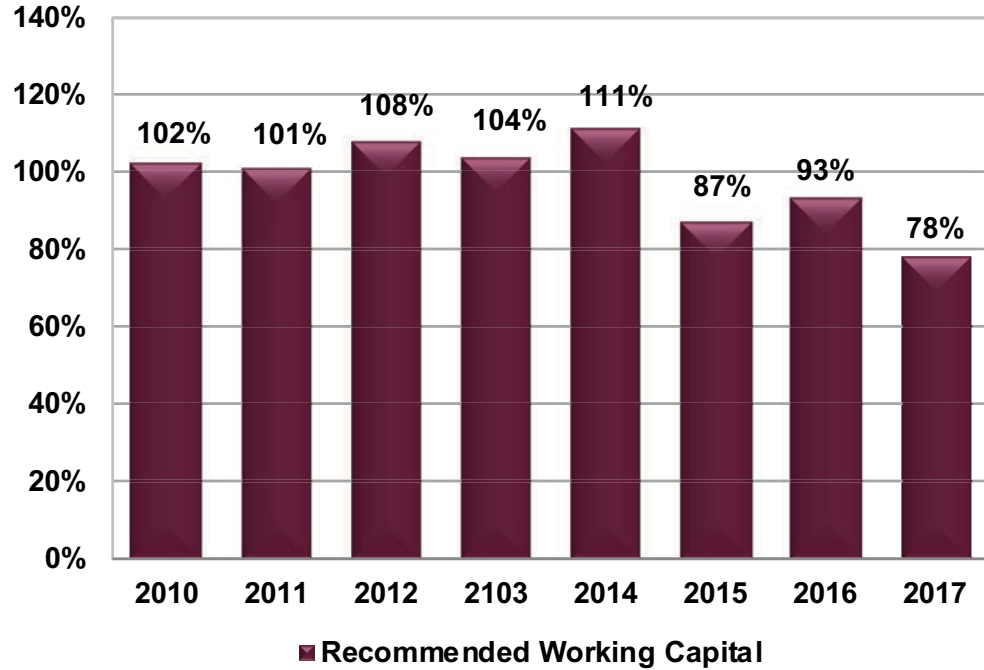
NAD Financial Statement – Operating Only 2017 - 2013



NAD Financial Statement - Operating & Plant 2017 – 2013



Division Office Finances Working Capital and Liquidity



Some Additional Facts – Days of Case on Hand



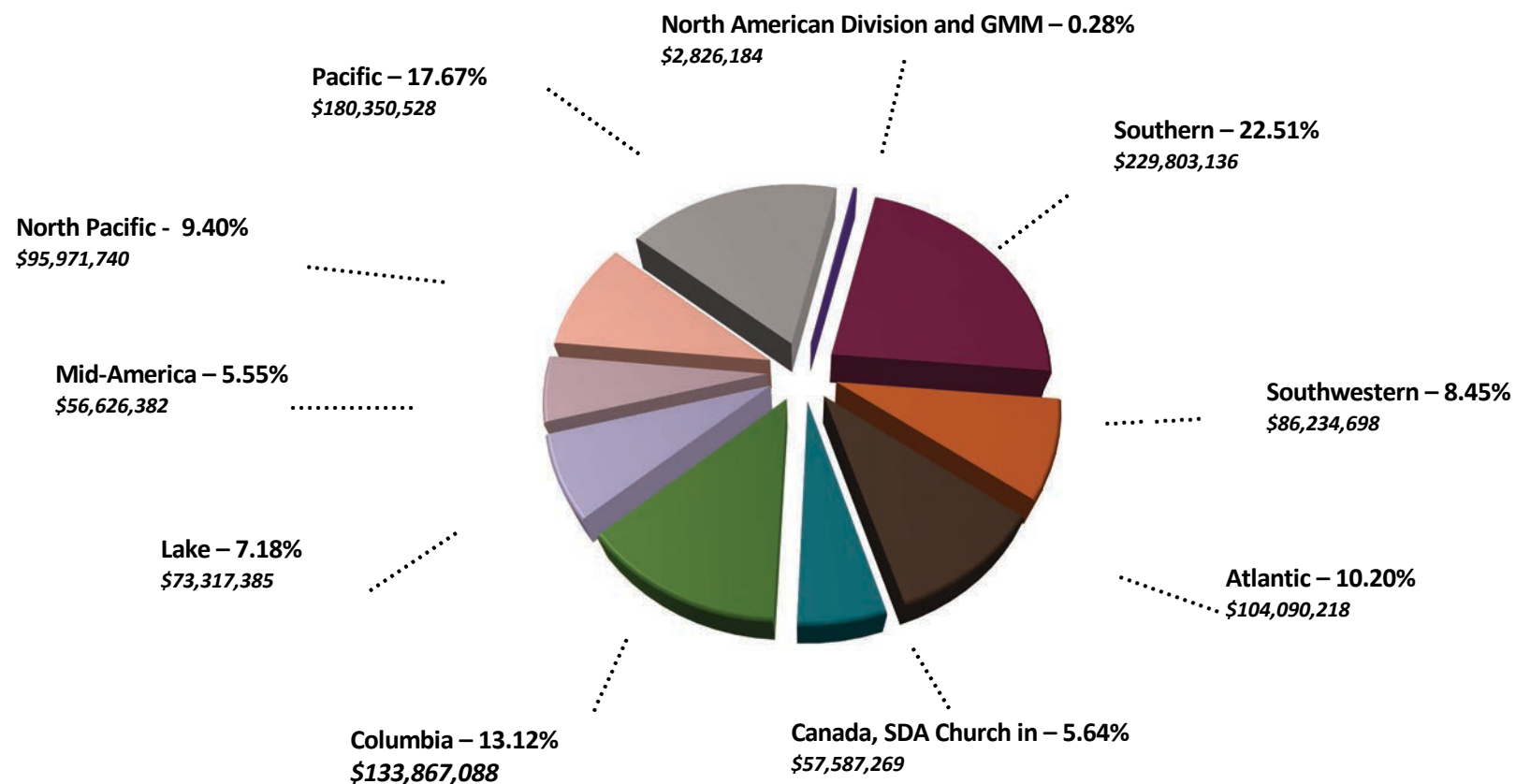
Year	Expenses per day for 365 days	Days Cash on Hand
2010	\$266,622	223
2011	\$261,296	229
2012	\$275,589	208
2013	\$286,766	201
2014	\$289,063	277
2015	\$310,412	213
2016	\$318,816	221
2017	\$317,885	196



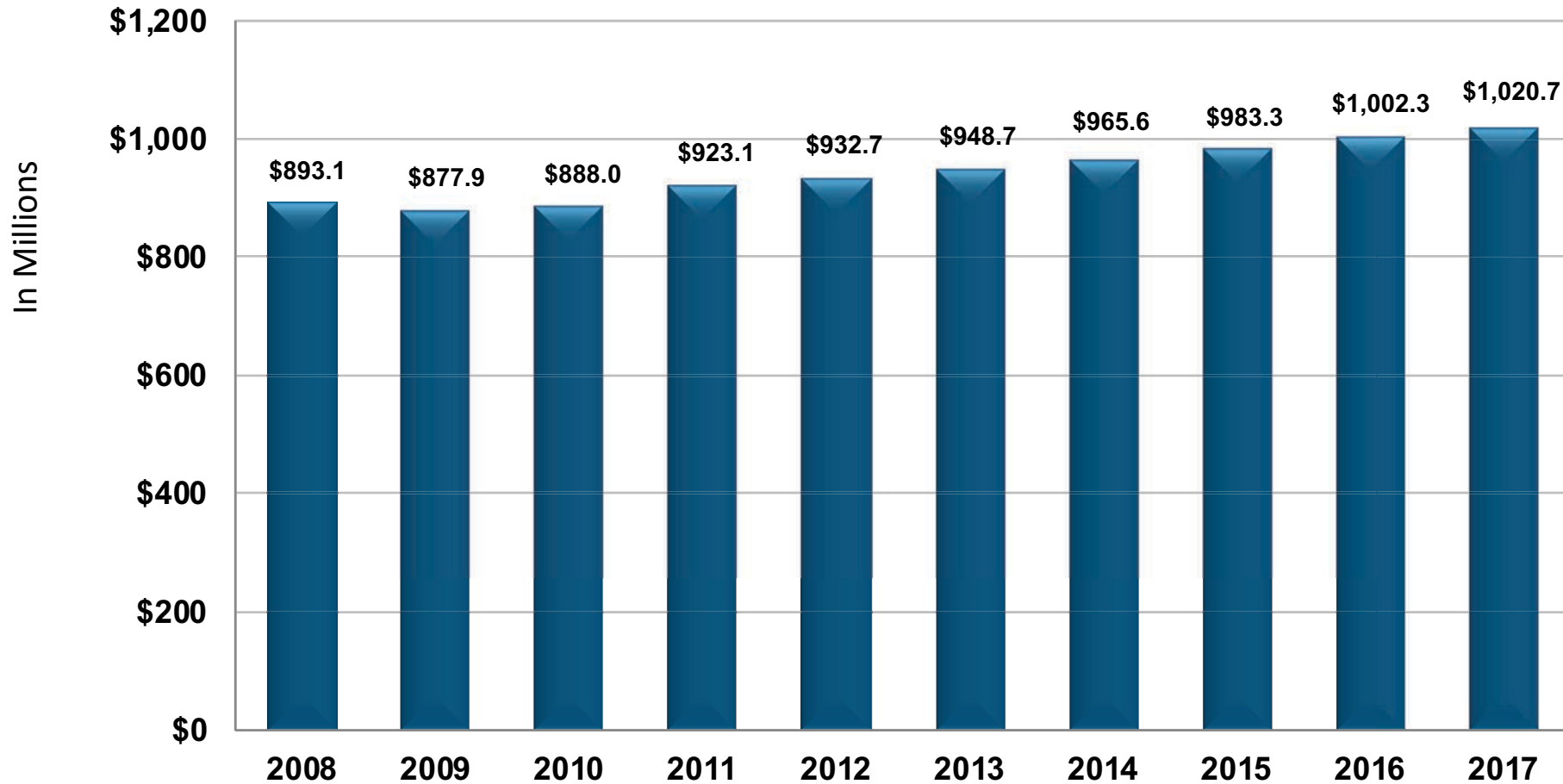
North American Division Tithe

2016 Total Tithe - \$1,002,275,749 – Avg. \$18,910,863 per/wk. for 53 wk.

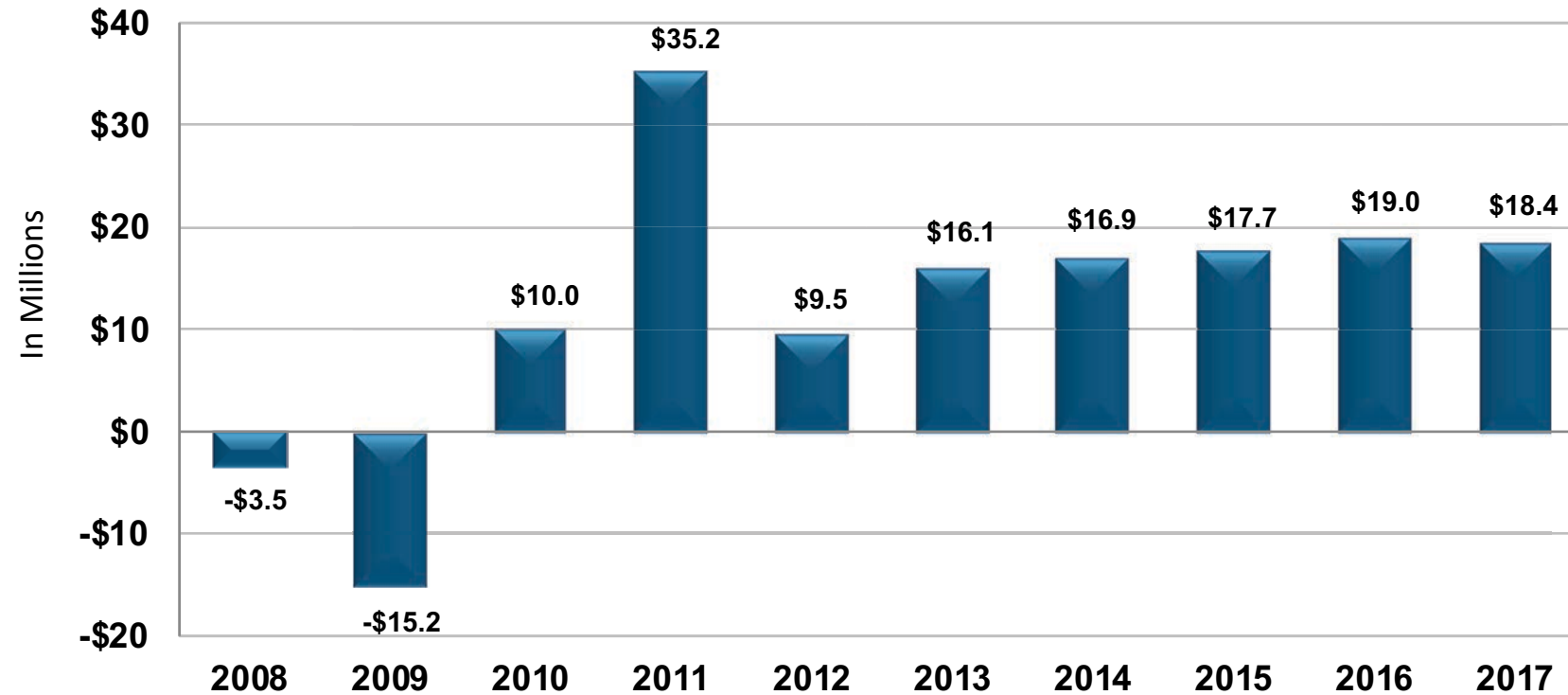
2017 Total Tithe - \$1,020,674,628 – Avg. \$19,628,358 per/wk. for 52 wk.



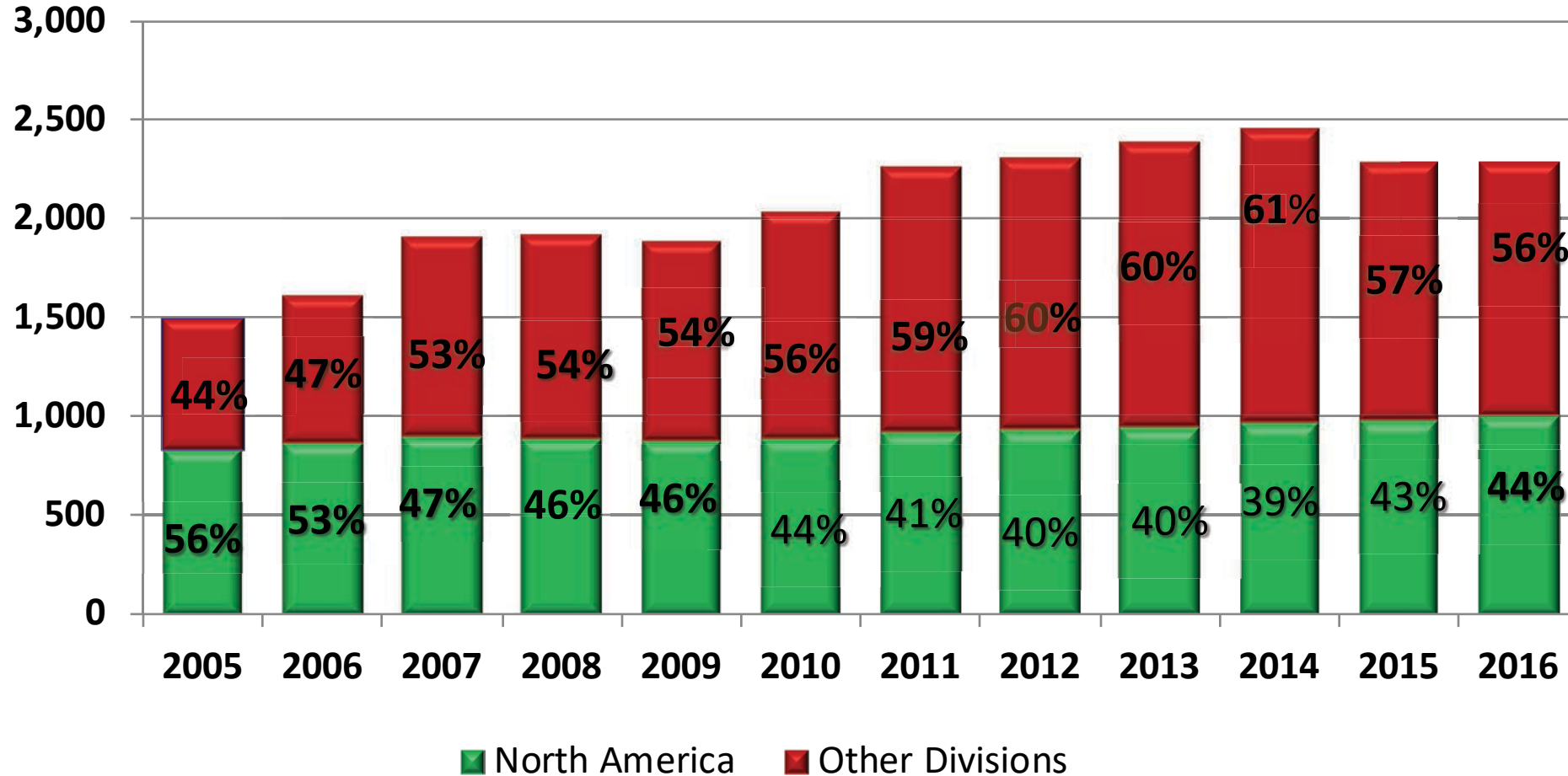
North American Division Tithe (in millions) For Past 10 Years



North American Division Tithe Gain (Loss) for 10 Years in Dollars

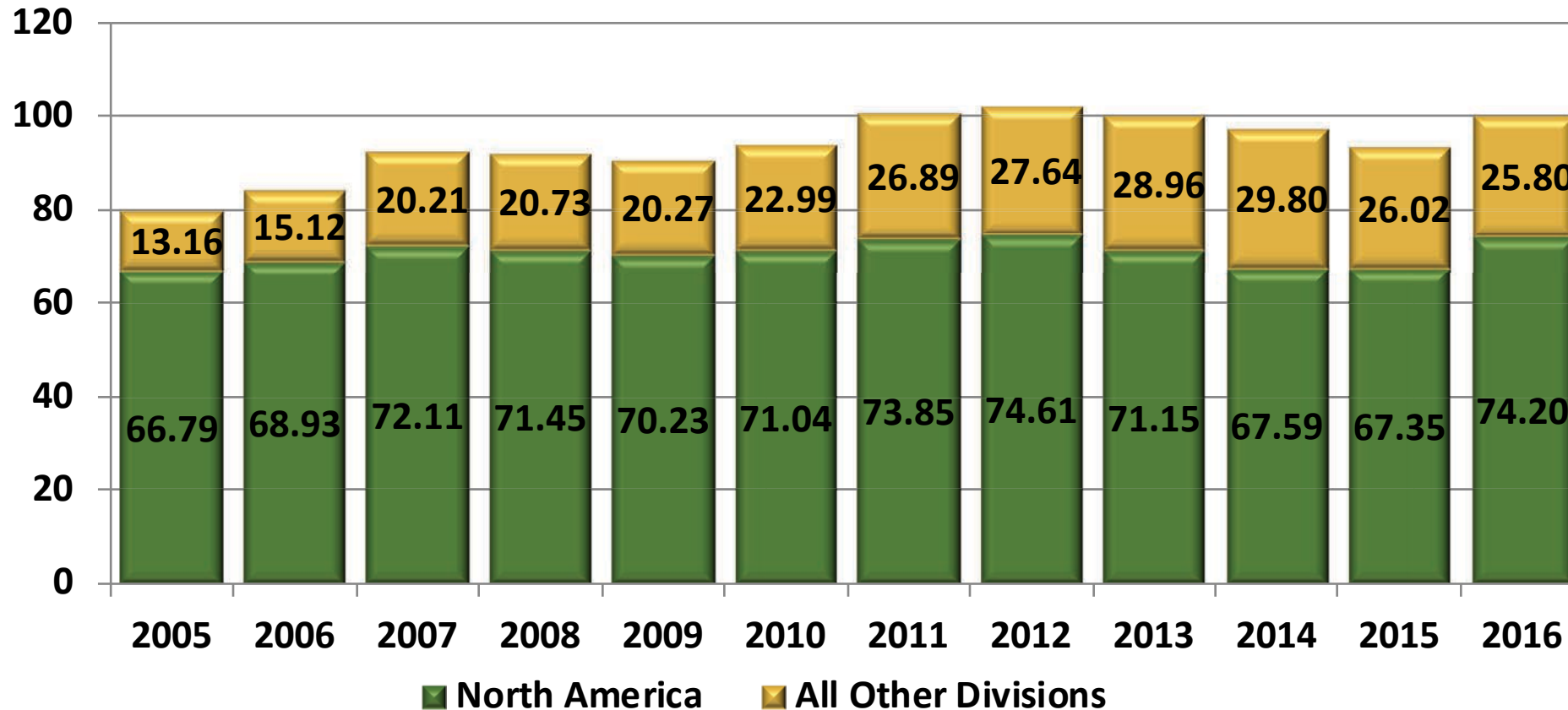


Worldwide Tithe - 2005 through 2016 (in Millions)



Worldwide Tithe To GC - 2005 through 2016 (in Millions)

Official (GC Archives)



Tithe Percentage from NAD to GC



Background

- 2000–2005 Phase in of Adjustment
- 10.72% to 8.00% of Tithe

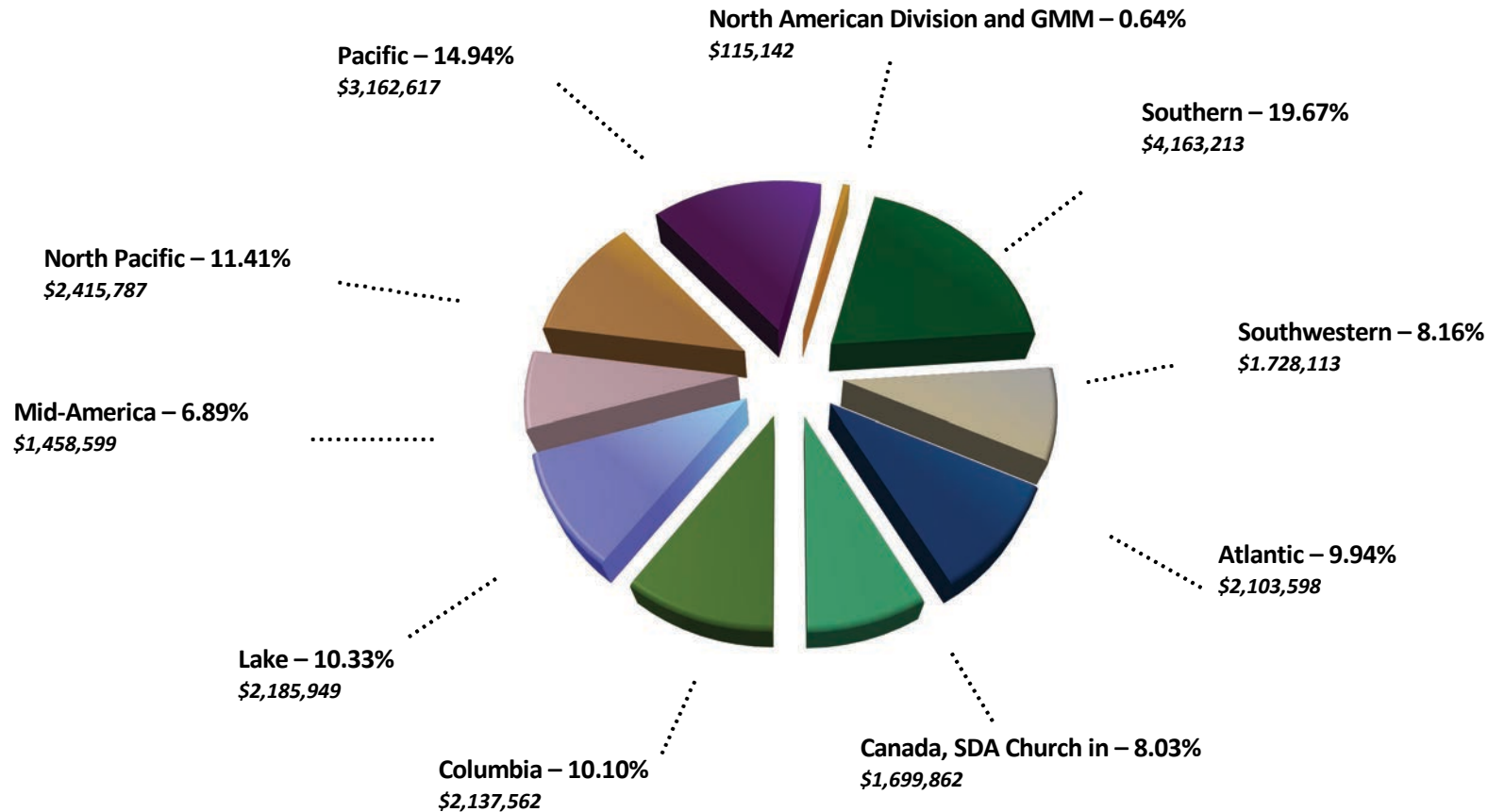
Voted % Action by GC – Estimated Tithe Dollars

- 2012 8.00%
- 2013 7.50% .50 \$4.66 million
- 2014 7.00% .50 9.49 million
- 2015 6.85% .15 11.10 million – Oakwood .15%
- 2016 6.85% .15 11.30 million
- 2017 6.60% .25 14.06 million
- 2018 6.35% .25 16.84 million
- 2019 6.10% .25 19.39 million
- 2020 5.85% .25 21.95 million

North American Division Missions

2016 Total Missions - \$21,665,387 – Avg. \$408,781 per/wk. 53wk.

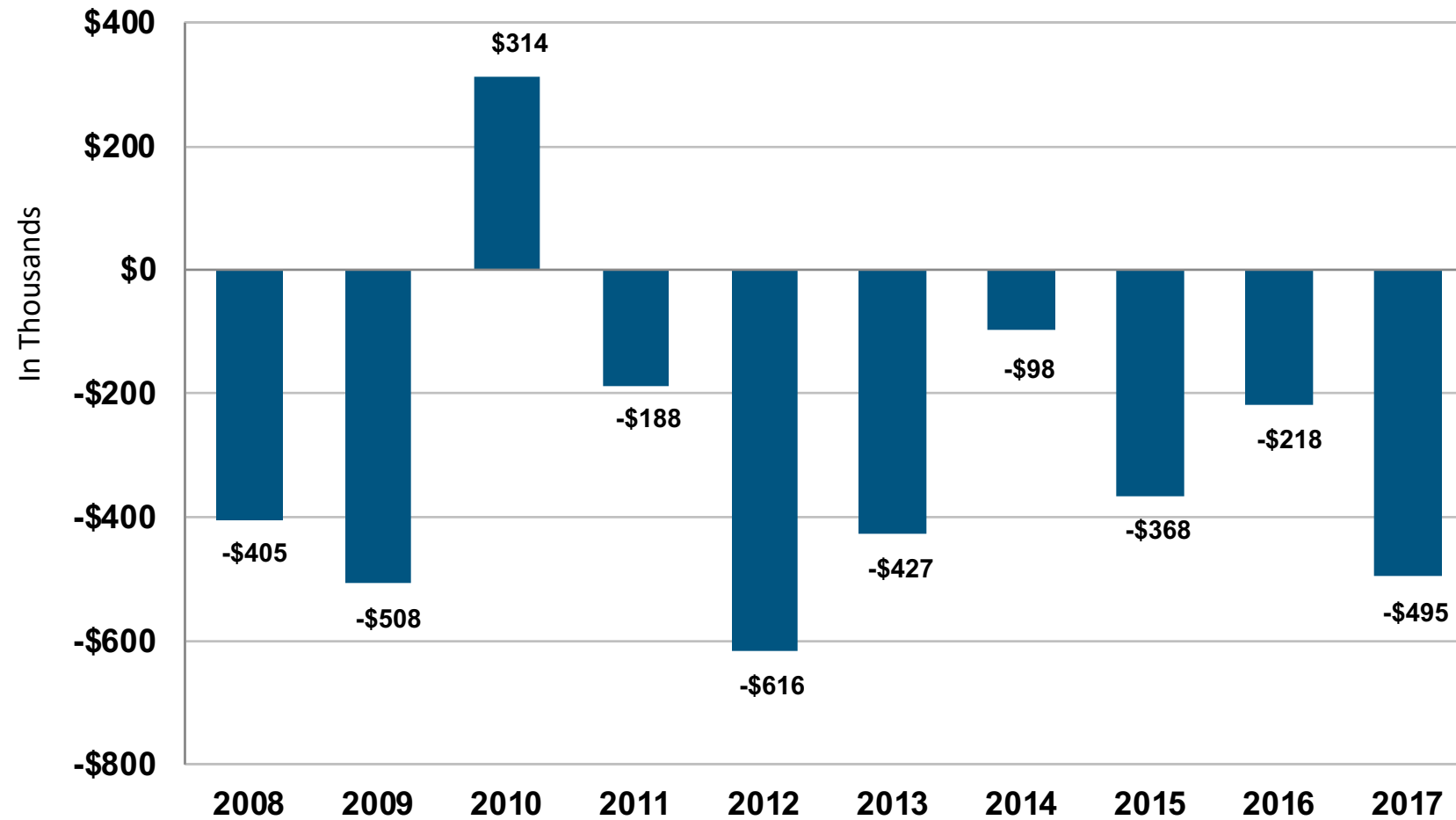
2017 Total Missions - \$21,170,442 – Avg. \$407,123 per/wk. 52wk,



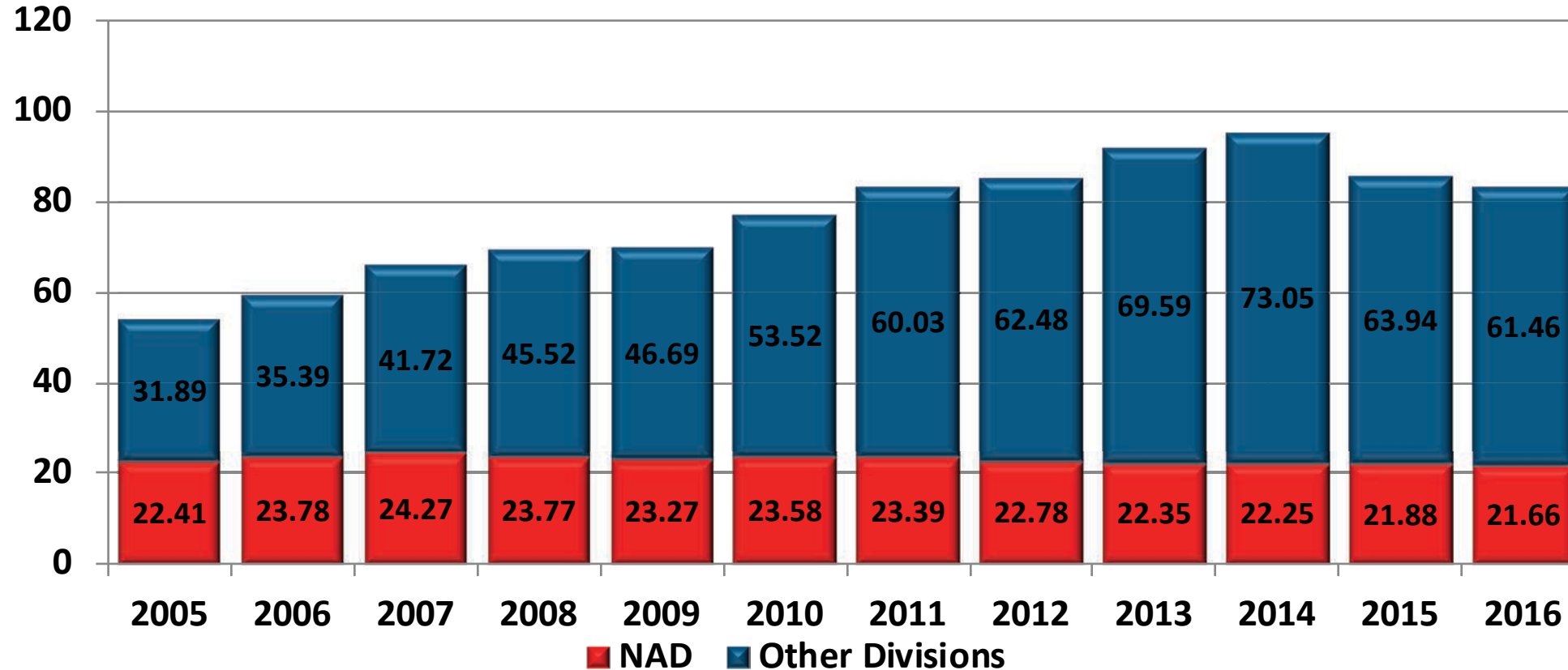
North American Division Missions (in millions) For Past 10 Years



North American Division Tithe Gain (Loss) for 10 Years in Dollars



Worldwide Mission Offering 2005 through 2016 in Millions

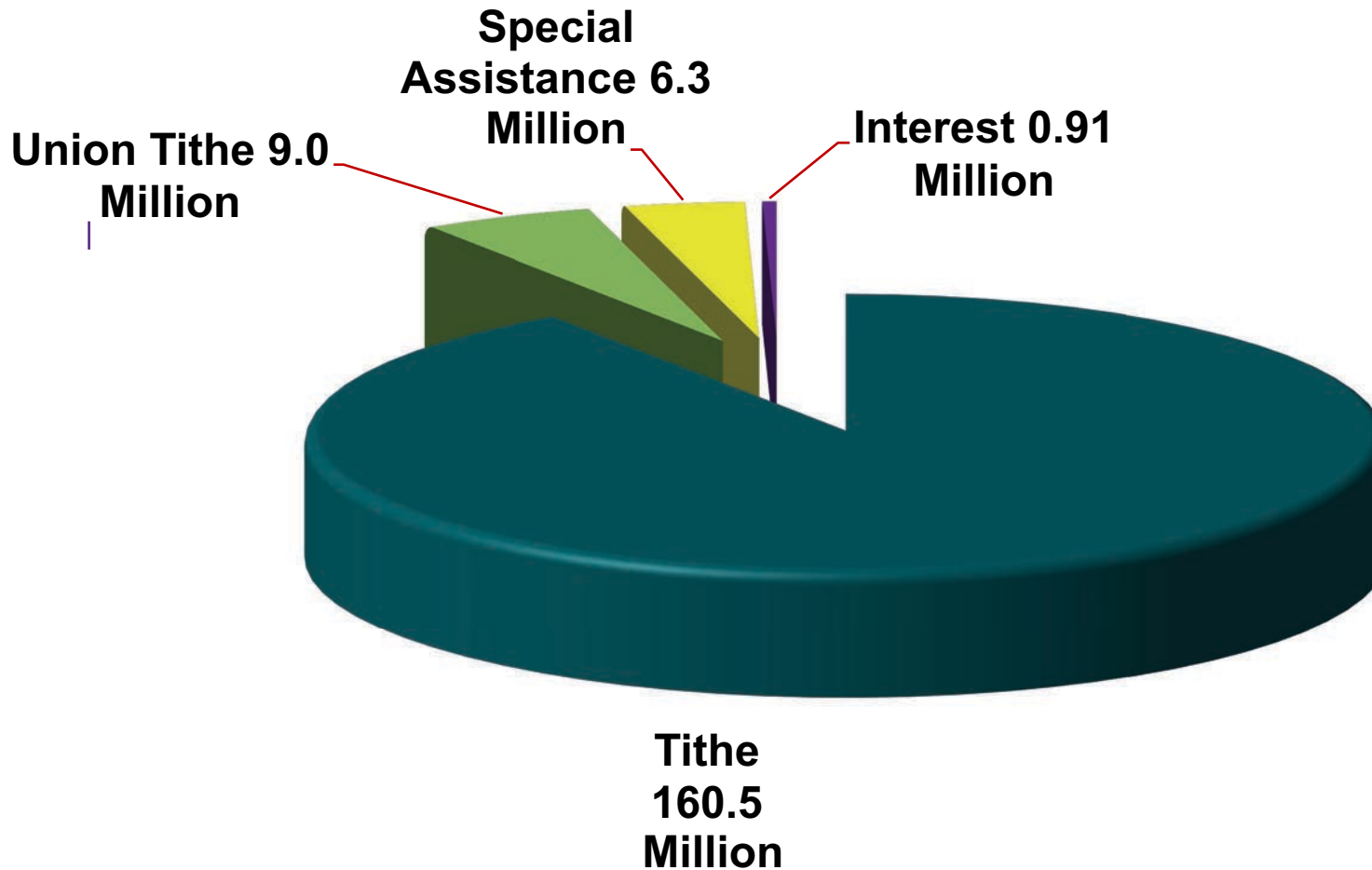


Funding – Solicited in NAD by Other Organizations Outside of Mission Offerings



Adventist World Radio	ADRA	Share Him
Hope International	Hong Kong Mission	3ABN Broadcasting
Many, Many ASI Organizations	Direct Overseas Donations by Members	Amazing Facts

Income – 2017 Unallocated Tithe and Non-Tithe - \$174,731,637



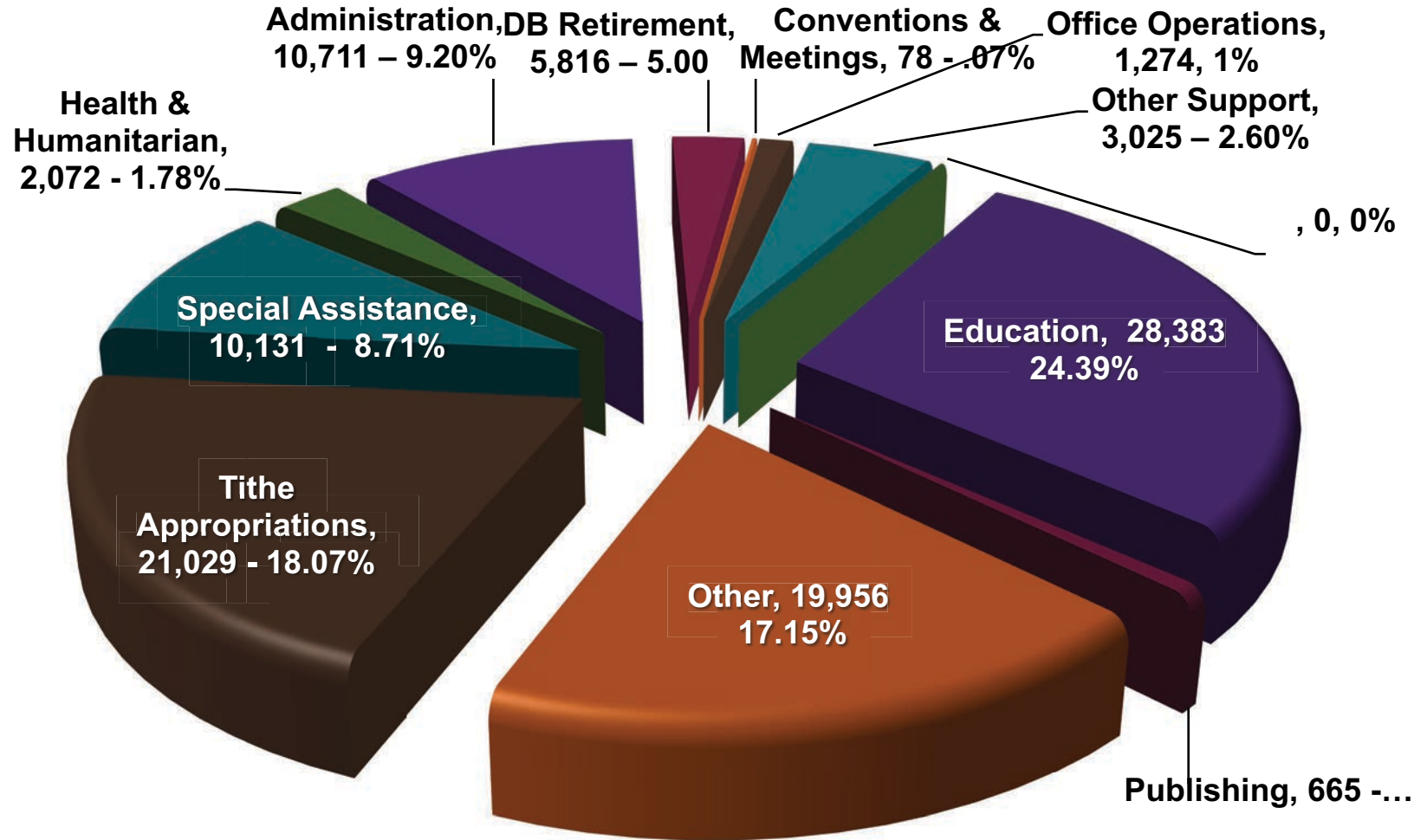
2017 GC/NAD Tithe Income Distribution

\$158,252,928

- **\$67,364,525**
- **GC Portion**
- **\$90,888,403**
- **NAD Portion**



NAD 2017 Expenses - \$116,028,305





Relevant Events Of the Past Year and This Year

Election

Jobs Increasing

Stronger Dollar
Impacting GC Budget

Housing Market
Getting Stronger

Politics – Gridlock

Lower Interest Rates
But Starting to Rise

NAD Continues With A
Balanced Budget

In New Building And
Still Improving It

Unrest with Unity
Document And Now
Parity Issues

Ongoing Development



**NAD
Membership
Continues to
Growth**

**New Initiatives
for
Communication
to Members**

**eAdventist
Giving Rewrite**

**APS.Net Rolled
Out In NAD**

**New Publishing
Director Elected**

**NAD Employees
Happy with
Location**

**Continued
Subsidy for
Women in
Ministry**

**Media Center
Ministries
Stabilizing At
New Locations**



Investment Report - Tim Aka GC Associate Treasurer for Investments

Show Slides



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}



So he answered and said to me: This is the word of the Lord to Zerubbabel: 'Not by might nor by power, but by My Spirit,' Says the Lord of hosts. **Zechariah 4:6**

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

Mike Jamieson, Undertreasurer

Carol Pack, Executive Assistant

Sharon Mabena, Associate Treasurer

David Baer, Controller

Lynette Montoute, Assistant Treasurer

Mayda Santos, Chief Accountant

Shawna Conrad, Accountant

Carol Patten, Accounting Clerk

Adventist Retirement

Ray Jimenez, Administrator

Edwin Romero, Treasurer/CFO

Lyn Wick, Associate Administrator

Lisa Turpen, Associate Administrator and SHARP Manager - RN

Beth Roberts, Assistant Administrator

plus other support staff

Adventist Accounting System

International

Michael Park, Director

Rose Ortiz, Implementation and Training Specialist

Jeff Fogelquist, Implementation and Training Specialist

Sheyla LaPierre, Implementation and Training Specialist

Jorge Ayala, Development and Implementation

Nathan Traxler, Implementation and Training Specialist



Report of the Audit Committee

DAVID WEIGLEY

NORTH AMERICAN DIVISION - AUDIT COMMITTEE



- VOTED:** To recommend approval to the Executive Committee of the December 31, 2017-2016 Unaudited Consolidated Financial Statement of the General Conference of Seventh-day Adventists North American Division.
- VOTED:** To accept the December 31, 2017 Report to Governance from GCAS to the Audit Committee. Management response to GCAS was included in the Governance Report.
- NOTED:** The audit committee met with the auditor without management.
- VOTED:** To recommend approval to the Executive Committee (after discussion with the auditors without management), the December 31, 2017-2016 Audited Unconsolidated Financial Statement of the General Conference of Seventh-day Adventists North American Division.
- VOTED:** Accommodation to the North American Division Treasury Staff for fine job in the day to day accounting work and the preparation for the audit.



Budget - 2019



North American Division of Seventh-day Adventists

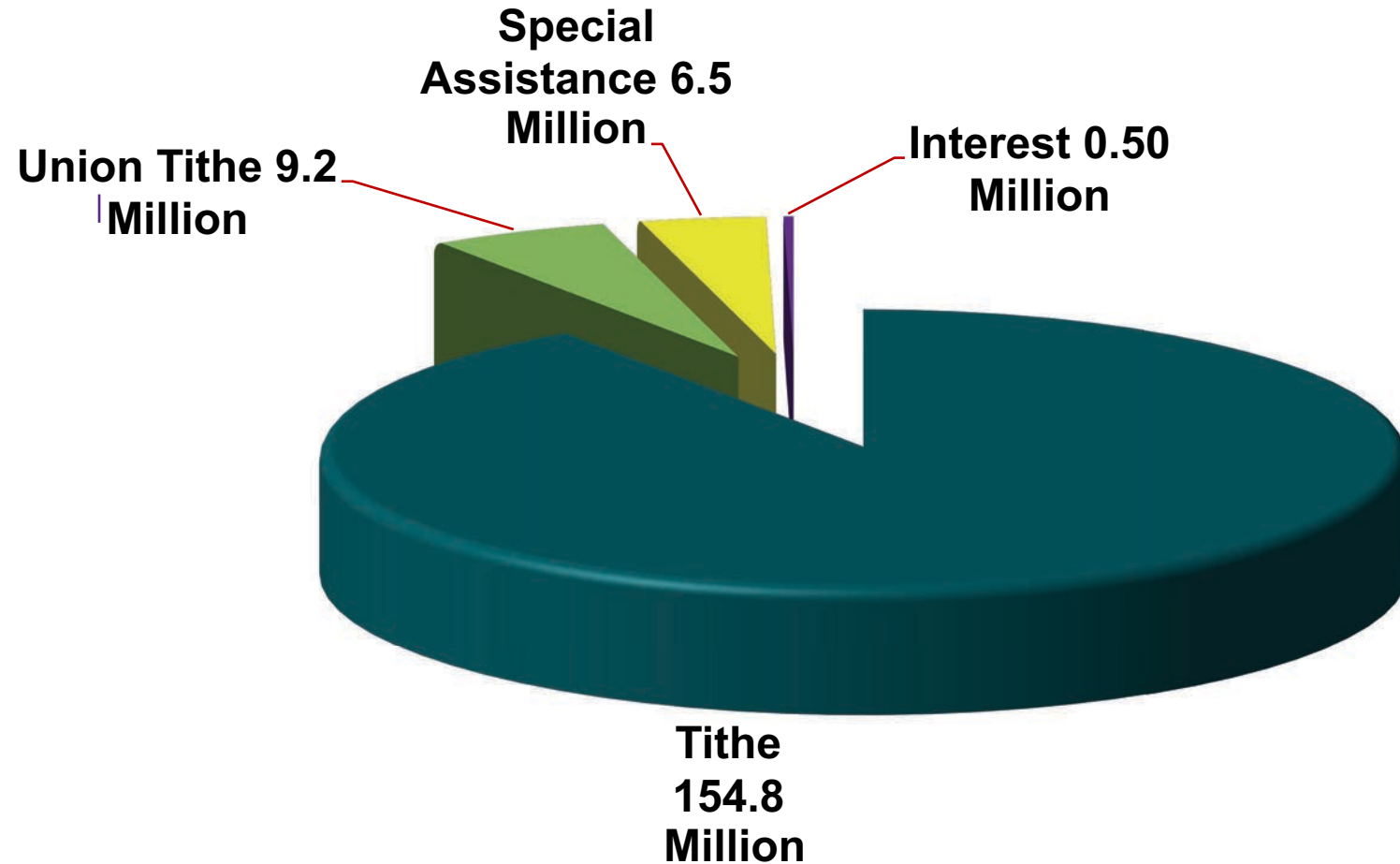
2019 OPERATING BUDGET ASSUMPTIONS
BUDGET E-MAILED TO EXECUTIVE COMMITTEE

2017 Adjusted Gross Tithe used for the 2019 Tithe Budget



\$1,020,674,628

Income – 2019 Unallocated Tithe and Non-Tithe - \$171,031,632



2019 GC/NAD Tithe Income

Projected Distribution

\$154,632,206

- \$62,261,152
- GC Portion
- \$92,371,054
- NAD Portion



2018 Payroll Assumptions Remuneration Factor



January – June 2019

\$4,504

RF Actual – 1.6%

USA

July – December 2019

\$4,635

RF Proposed – 2.9%

USA

January – Sept 2019

\$5,011

RF Actual – 1%

Canada

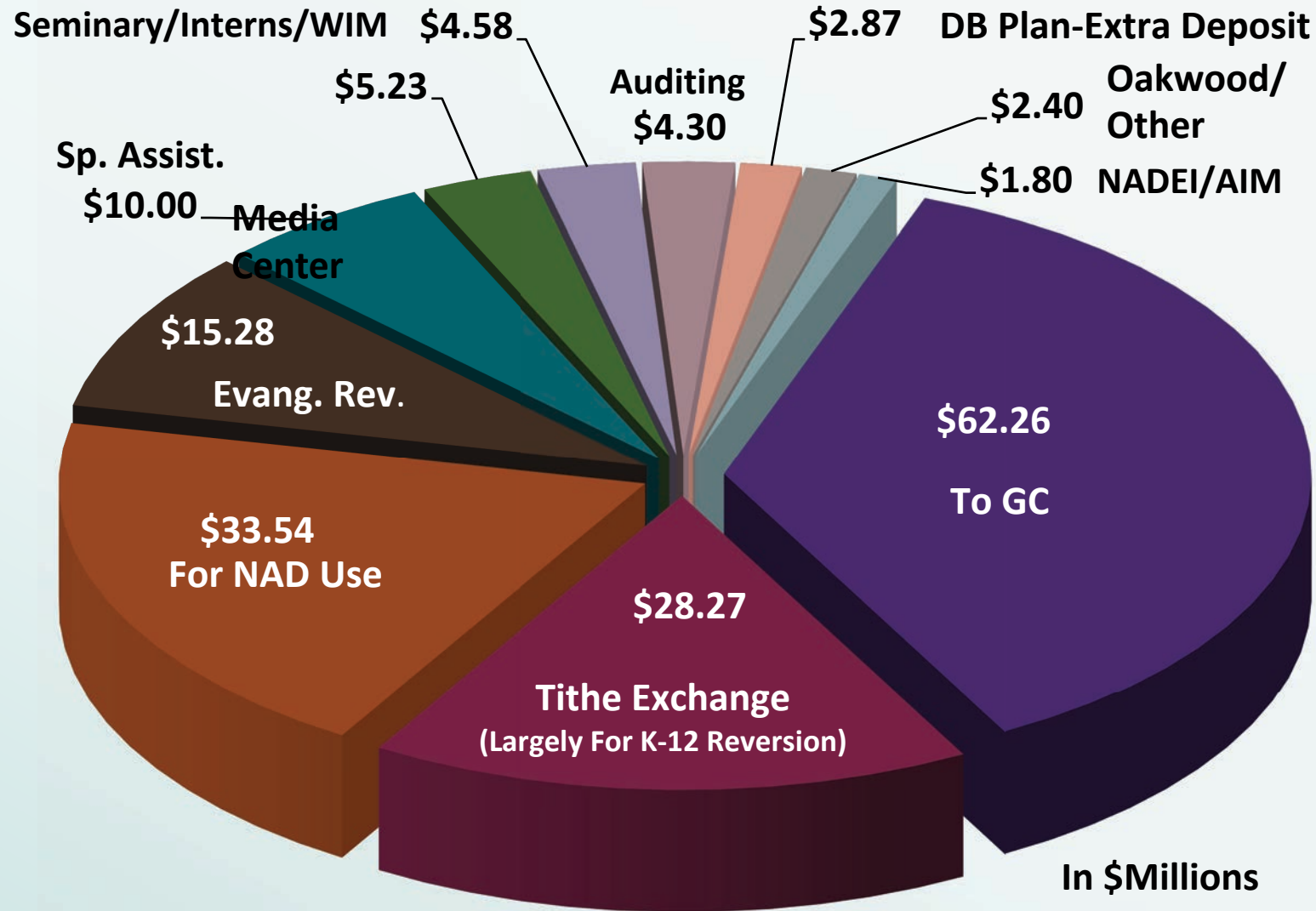
Sept – Dec 2019

\$5,136

RF Proposed – 2.5%

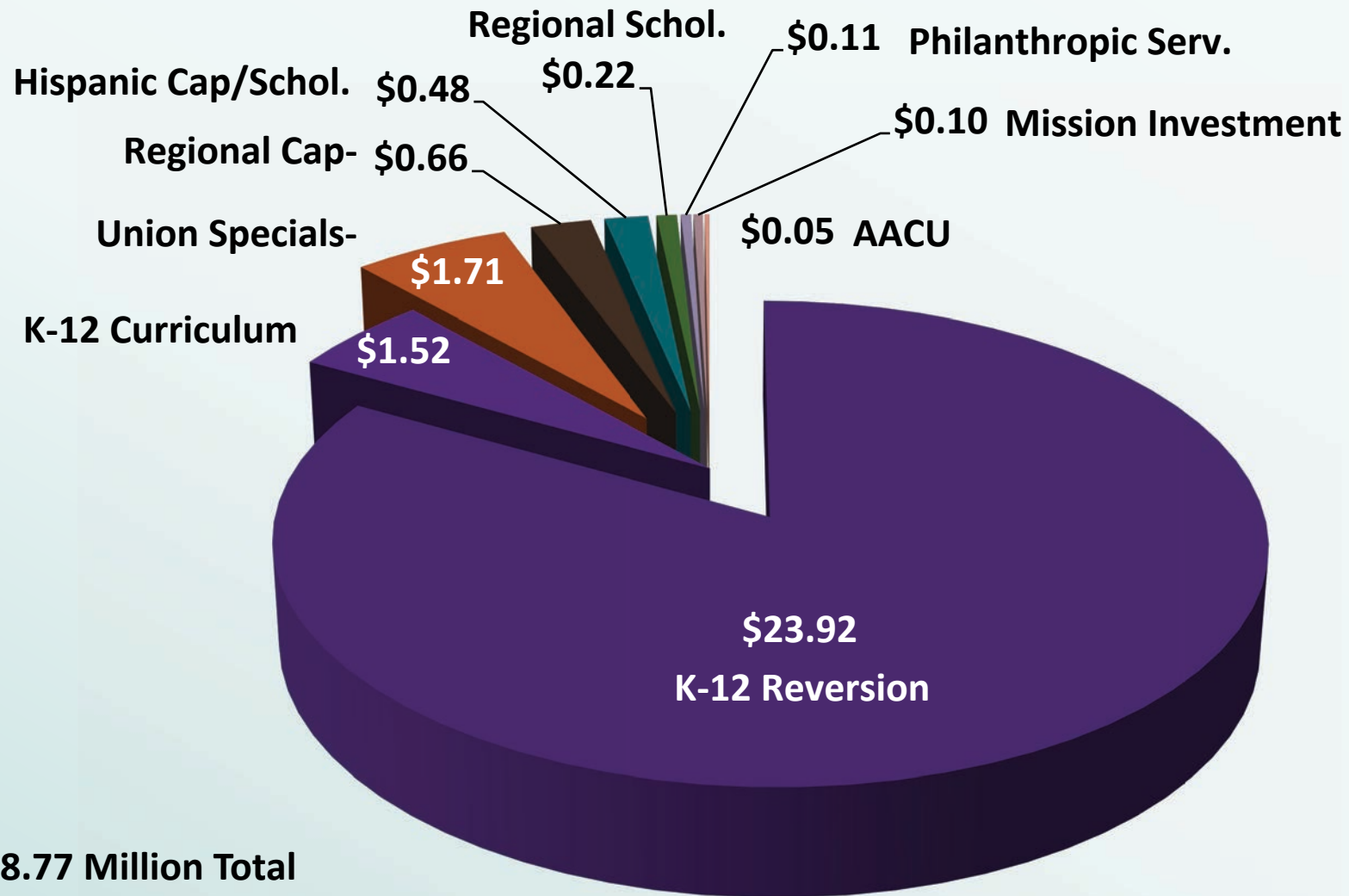
Canada

2019 Budgeted NAD Use of Tithe Funds:



\$170.53 Million
Total Budgeted

2019 Budgeted NAD Use of Non-Tithe Funds:



\$28.77 Million Total
(Tithe Exchange/Interest)

Budget on Line



Complete 2019 Budget posted on the treasury web site when final tweaking completed.

<http://www.nadadventist.org>

Directory → Administration → Treasury → Resources



North American Division Year-End Meetings

GUAM-MICRONESIA MISSION
2018

2018 Remuneration Factor – GMM



January 1, 2019

\$3,646

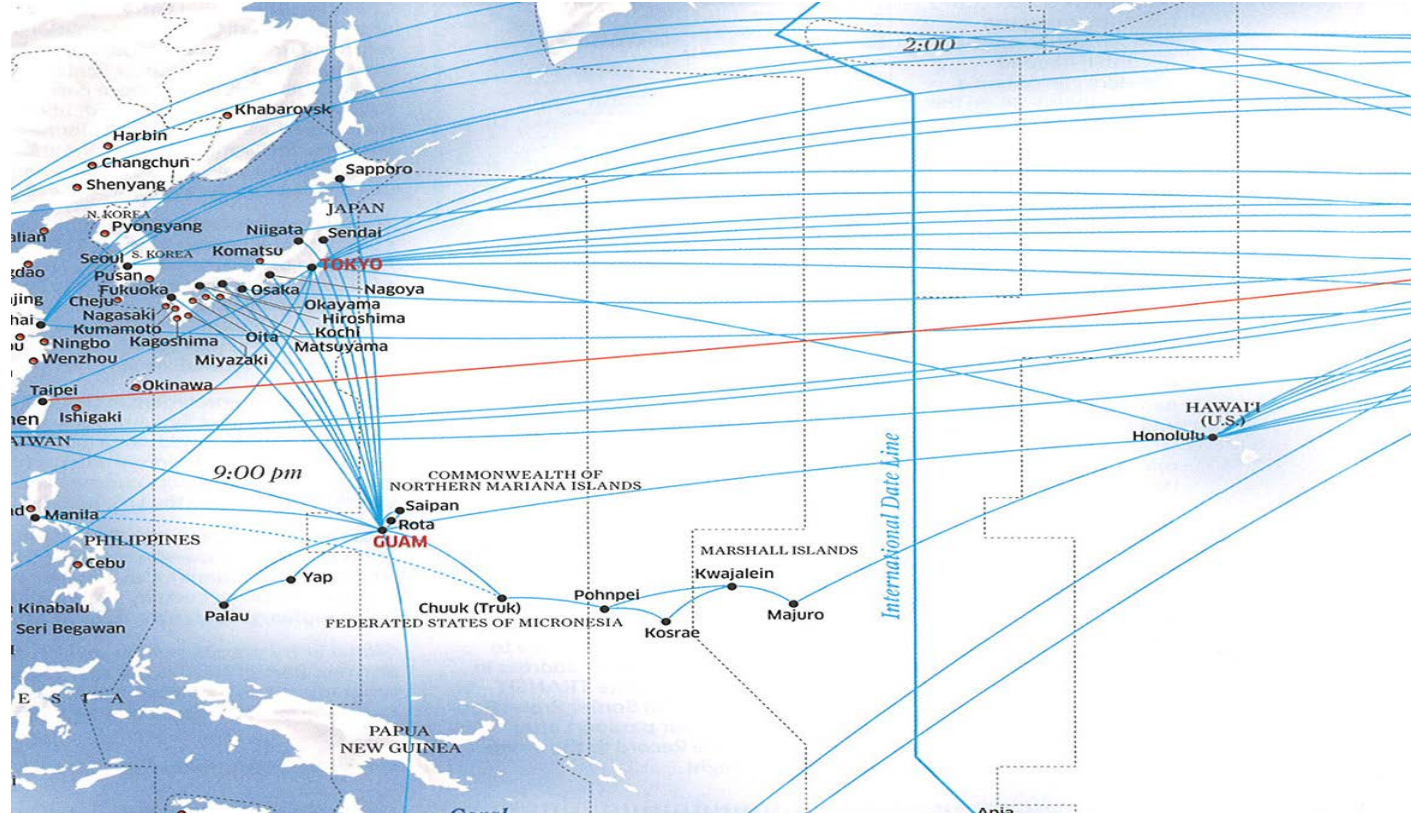
Guam/Saipan

January 1, 2019

\$1,823

USD Micronesia

Guam-Micronesia Mission



RECOMMEND:

RECOMMEND:

1. – Recommend the wage factor for Guam/Saipan and the USD Micronesia beginning January 1, 2019 as presented. These amounts will be used for the retirement basis as well. Subject to passage of the 2.9% by NAD and the GMM Executive Committee
2. - Recommend the approval of the printed remuneration percentage rates established by the North American Division and the GMM Executive Committee be used for Guam-Micronesia Mission, Guam Adventist Clinic, and Guam K-12 Institutions for 2019.





New Perspectives Where your Money Goes

MICHAEL JAMIESON



Retirement Report

RAYMOND JIMENEZ III



GCAS Report

ROBYN KAJIURA



The End
