

The Treasurer's Report and Financial Statements for BUU through October 31, 2025 are below and attached:

- Revenue and Expenditure Statement (Income Statement) for the 4 months ended October 31, 2025
  - Detail version
  - Summary version
- Statement of Financial Position (Balance Sheet) as of October 31, 2025

Attachments are in PDF format as has been the general practice.

Revenue for the four months is 41.3% of the annual budget compared to a linear 33%. Pledge Income in total continues to exceed the budget, partly because Pledges for this 2025-2026 year that were received as "prepaid" before 6-30-25 (about 22% of the annual budget). Actual Pledge Income exceeds the linear 33% by \$16,796, which is a big part of the \$20,886 by which Revenue exceeds Expenditures for the 4 months period. Due to the prepaid pledges and early payers in July through October, Pledge Income continues to exceed year-to-date budgets through the first third of this fiscal year.

Sunday Plate receipts have increased to 28.6% of budget for four months compared to 19.9% for the first three months. Still lower than expected on a linear basis, but moving in a positive direction with more members and friends returning from their summer travels.

Expenditures for the four months are only 24.9% of annual budget, up from 18.7% through the first three months. All significant expenses are less than or equal to four-twelfths or 33.3% of the annual budget. Expenditures are expected to continue increasing as committees become more active.

Net Revenue in Excess of Expenditures for the four months is a positive \$20,886, down from \$26,005 through the first three months. These results reflect timing differences whereas Revenue is skewed higher and Expenditures are seasonally lower for the four-month period compared to budget on a linear basis.

Additional non-budgeted expenditures that have recently been defined related to the property (painting and inspection of the building, backflow preventor for water system, and repairs to fire suppression system) as well as potential consulting services may significantly increase expenditures unless funding is sought from the 4% Distributable Amount for 2025-2026 or other reserves.

The full 4% Distributable Amount from the Endowment Fund for 2025-2026 is \$60,152 of which up to \$34,500 is reserved against a potential operating loss for the year leaving \$25,652. Of this amount, \$1,413 has been spent to date on four approved projects and an additional \$2,084 (\$2,800 - \$716) has been reserved for Garden Supplies and Equipment, leaving a net \$22,155 of available funds. These figures are best available

subject to the official report which is issued by the Endowment Committee which might disclose additional requests received.

For the 2026 fiscal year, remember that the annual budgeted result is negative, ie an Excess of Expenditures Over Revenue of (\$34,500). Actual Revenues and Expenditures can and will accumulate differently than budgeted over time. With only 4 months completed, and increased activity in the offing, the trend at this time does not suggest either a positive or negative change in the expected annual result

#### Balance Sheet:

CDs: In the Bank/Liquid Assets, three inactive savings accounts earning very little interest have been converted to Flexible CDs as shown. These "Flexible CDs" are now earning approximately 3% which will amount to approximately \$1,500 per year, less if some of the funds are used. Flexible CD means that withdrawals are allowed with no penalties. Deposits are not permitted but a simple work-around allows closing the account and reopening a new one consisting of the previous balance plus the intended deposit should that need arise.

Emergency Reserve Fund: One of the CD accounts is the newly established Emergency Reserve Fund in the amount of \$16,083 which was the 50% of the unallocated 4% Available Funds from the 2024-2025 fiscal year. At present, no practices for governing these funds have been established. The Endowment Committee should make an appropriate recommendation to the Board.

Checking Account: A second checking account has been opened with a transferred balance of \$100. This was necessary to allow change in authorized signatures due to the BUU name change (Borderlands UU versus Unitarian Universalist Congregation of Green Valley). Deposits and spending will transition to the new account as of 12/31/25. Authorized signature forms are in process.

Let me know if there are any questions,  
Charlie