

# BUU Town Hall

## Budget Talk - 2026 – 2027

March 5, 2026



# Budget Process 2026 - 2027

1. **Input** is gathered from committees for needs for '26-27' year
2. Proposed Draft Budget is **Created** for Review by Board
3. Proposed Budget **Presented** in Town Hall to inform Congregation
4. Stewardship Campaign **Determines** Actual Pledge Income \$\$
5. Final Proposed Budget based on **Known** Pledge Income amount
6. Final Proposed Budget is **Distributed** for Member information
7. Final Proposed Budget is **Voted** at the Membership Annual meeting

# BUU Financial System – Main Funds

- BUU Financial System has **2 Main Funds**
  - **General Fund** - includes **Operating Revenue** and **Expenses**
  - **Endowment Fund** – includes Endowment Revenues, Charles Schwab Investment, Market Value Changes, Investment Management Fees, 4% Distributable as of 12/31

# BUU Financial System - Budget

- BUU Budget is for **General Fund** only
  - **Revenue** by Type: Pledges, Sunday Plate, Fund Raising etc.
  - **Expenses** by Activity and Administration, Committees and Office
  - **4% Distributable Amounts** Expenditures and Reimbursements for Projects are **Not Included** in Operations Budget, Net Results

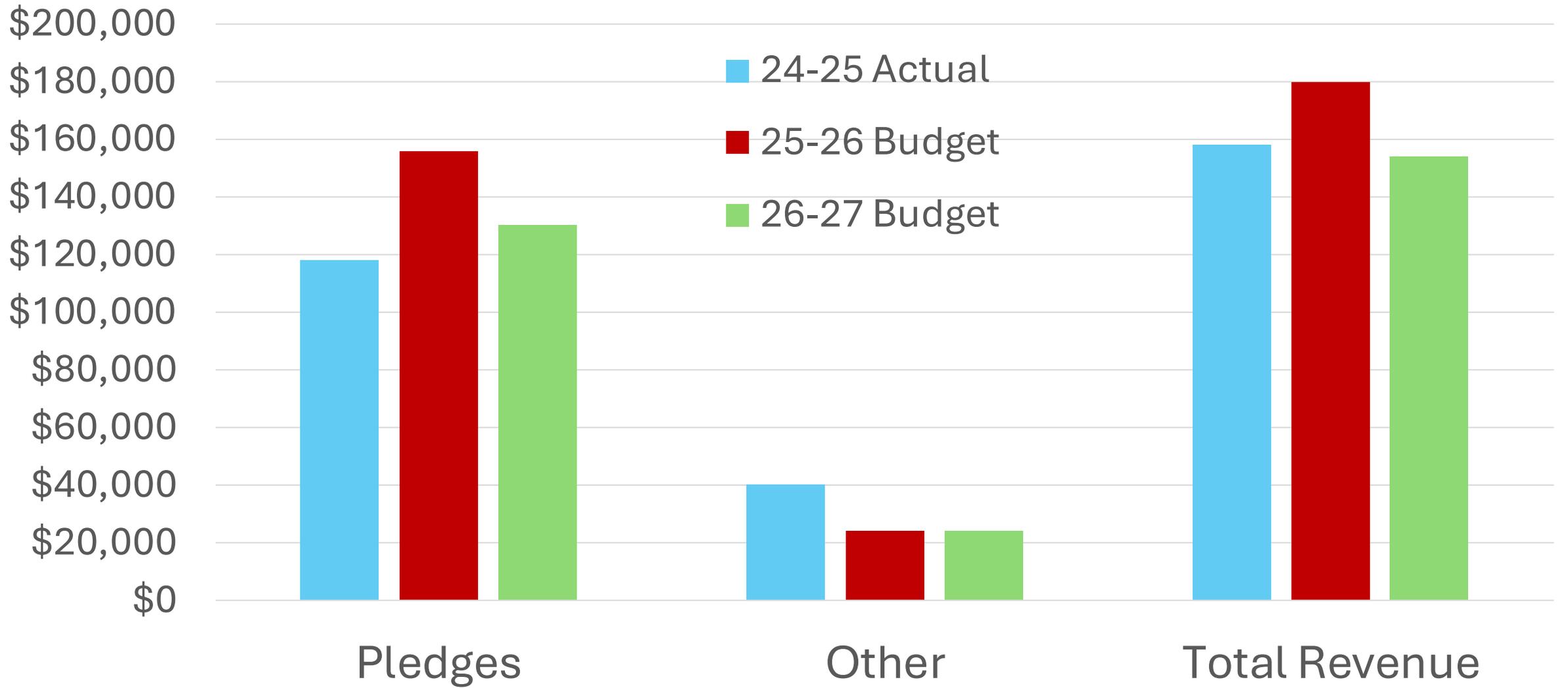
# Budget Basics Review

- A Budget is a **Plan** for **Revenue** and **Expenses** for the year
  - **Revenue** exceeding **Expenses** = **Net Profit**
  - **Expenses** exceeding **Revenue** = **(Net Deficit)**
- **Balanced** Budget: **Revenue** and **Expenses** are **Equal**
- BUU operates on a “**Fiscal Year**” calendar: from **July 1 to June 30**
- BBU Budget for 2025-2026 was a **Deficit**, ie **Not Balanced**.
  - The **Deficit** Budget was **(\$34,500)**
  - The **Deficit** was supported by Vote of Membership to use UP TO **(\$34,500)** of 4% Distributable Endowment Funds
- BUU Board is committed to having a **Balanced** Budget for 2026-2027

# Revenue Sources

<b>Revenue</b>	<b>24-25 Actual</b>	<b>25-26 Budget</b>	<b>26-27 2<sup>nd</sup> Draft Budget</b>
Pledges	\$118,040	\$140,728	\$130,000
Pledge Challenge Grants	0	15,000	0
Non-Pledge + Prior Yr Donations	6,260	3,000	3,000
Sunday Plate, Net	13,428	9,000	10,000
Auction	7,999	6,500	5,000
Memorial Garden	3,036	400	1,000
Rummage Sale	1,874	1,600	1,700
Concerts	935	0	2,000
Net Appreciation, GF Investments	2,238	1,200	0
Other	4,158	2,400	1,300
<b>Total Revenue</b>	<b>\$157,968</b>	<b>\$179,828</b>	<b>\$154,000</b>

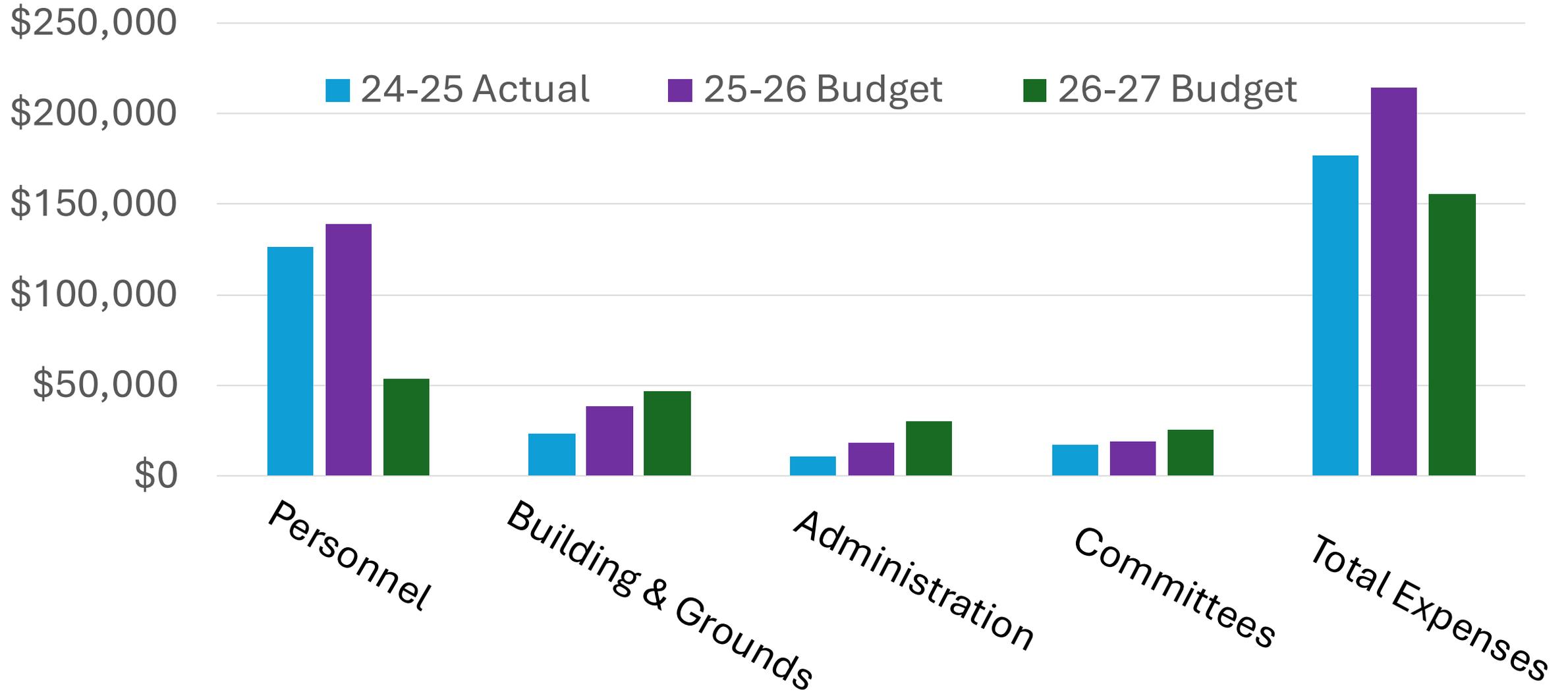
# Revenue Sources



# Expenditures

<b>Expenses</b>	<b>24-25 Actual</b>	<b>25-26 Budget</b>	<b>26-27 2<sup>nd</sup> Draft Budget</b>
<b>Personnel</b>	\$126,668	\$138,550	\$53,880
<b>Building &amp; Grounds</b>	23,256	38,578	46,550
<b>Administration</b>	16,607	19,200	25,010
<b>Committees</b>	10,454	18,000	30,260
<b>Total Expenses</b>	<b>\$ 176,985</b>	<b>\$214,328</b>	<b>\$155,700</b>

# Expenditures



# Recent History: Budget / Actual

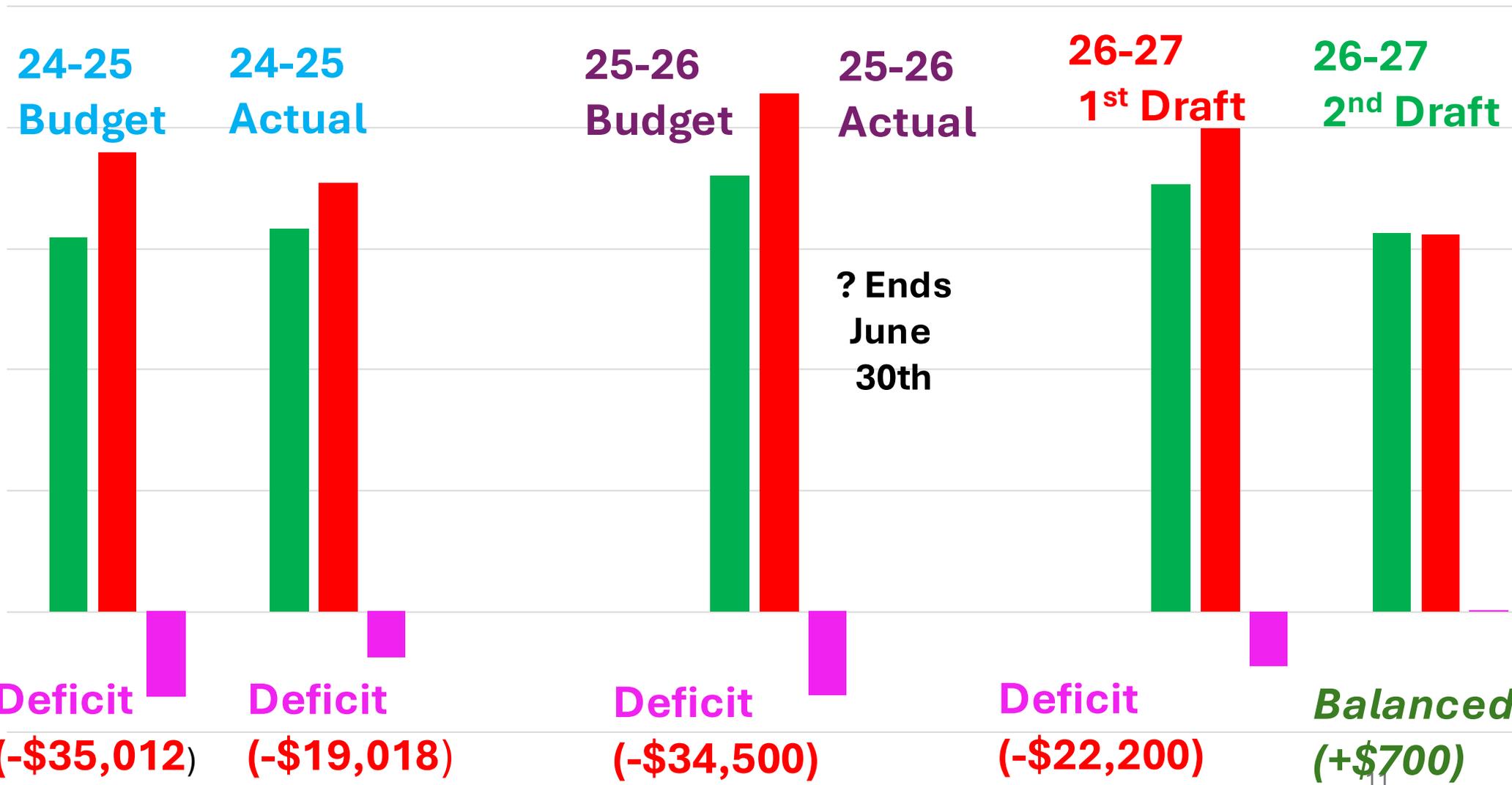
	<u>Revenue</u>	<u>Expenses</u>	<u>Net</u>
24-25 Budget	\$154,667	189,679	(\$35,012)
24-25 Actual	\$157,968	176,986	(\$19,018)
25-26 Budget	\$179,828	214,328	(\$34,500) *
26-27 1 <sup>st</sup> Draft Budget	\$177,700	199,900	(\$22,200)
26-27 2 <sup>nd</sup> Draft Budget	\$156,400	155,700	\$700

\* Supported by Congregational Vote for 4% Distributable Funds up to (\$34,500).

# Recent Budget & Actual History

■ Revenue ■ Expenses ■ Net

\$250,000  
\$200,000  
\$150,000  
\$100,000  
\$50,000  
\$0  
-\$50,000



? Ends June 30th

# BUU Financial System – Main Funds

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# BUU Endowment Fund (E.F.)

- Value as of 12/31/2025 was \$1,582,823
- E.F. is Separate from the General Fund Budget
- Purpose – to provide long term financial security for BUU
  - A. For Charitable purposes
  - B. For Capital Improvements and Repairs not covered in annual budget

# BUU Endowment Fund (E.F.)

**Policy – Amendment Adopted in February 2024 by  
Membership at a Special Congregational Meeting**

- **Principal Cannot be reduced below \$1,100,000**
- **E.F. Invested to generate Income from Dividends, Interest, and Market Value Appreciation**
- **Distributable Amount Available = 4% of the total value on Dec 31<sup>st</sup> of each year**

# E.F. 4% Annual Distributable Amount

For use in the following fiscal year for non-budgeted expenses

- **4% Available for 2026-27 = \$63,313**

Possible uses:

- Charitable Purposes or expenses not budgeted for.
- Capital Improvements to Building & Grounds - not included in Budget or Capital Reserve Fund.
- Outreach to the community / local social service agencies
- Mission of UU in the form of grants to the UUA
- Training of BUU members for faith and service to UUism

# E.F. - Requests for Use of 4% Amounts

## Annual Approval Process for Requesting Endowment 4% Amounts

- Request Form Prepared by Committee Stating Amount and Qualified Purpose
- Submitted to Endowment Committee (E.C)
- E.C. Reviews for Compliance with Endowment Policy
- E.C. Forwards Qualifying Requests to Board for Consideration
- Board Approves or Requests Additional Information
- On Approval, Submitting Committee Notified of Approved Request
- E.F. Reimburses General Fund for Related Spending
- Unused 4% Funds at end of fiscal year are Split 50:50 between E.F and Special Emergency Fund in General Fund

# BUU Town Hall - Budget Talk

? QUESTIONS ?

> ANSWERS <

