

**ELCA CHURCHWIDE ORGANIZATION
OPERATING RESULTS SUMMARY
FOR THE FISCAL YEAR ENDED JANUARY 31, 2014**

The churchwide organization of the Evangelical Lutheran Church in America had operating revenue in excess of expenses of \$2.9 million in current operating funds for the year ended January 31, 2014, a favorable variance of \$2.9 million to the period budget and unfavorable by \$4.1 million compared to the year ended January 31, 2013. Two Church Council allocations totaling \$7.5 million were recorded, resulting in net revenue under expenses of \$4.5 million for the year.

Revenue totaled \$70.8 million for the year compared with \$70.3 million the previous year, an increase of \$0.4 million or 0.6 percent. In addition, \$1.6 million in support was released from restriction or designation during the year. Total revenue and support for the year was \$72.3 million, an increase of \$2.0 million or 2.8 percent from the previous year. Expenses related to the current operating fund amounted to \$69.4 million, an increase of \$6.1 million or 9.6 percent from the previous year. Revenue and support in the period was favorable to budget by \$1.6 million or 2.2 percent. Expenses were below the authorized unit spending plans by \$1.3 million or 1.6 percent.

Income from congregations through synods in the form of Mission Support income for the year was \$48.8 million, a decrease of \$1.1 million or 2.2 percent compared to the prior year. Mission Support income was unfavorable to the revised budget by \$0.6 million or 1.3 percent. The revised annual Mission Support budget for 2013 of \$49.4 million is \$0.3 million or 0.8 percent lower than the amount received in 2012.

Other temporarily restricted and unrestricted revenue and support funds available for the budgeted operations of the church amounted to \$22.0 million compared with \$20.5 million in the previous year. Income from endowment distributions of \$2.3 million, bequests and trusts of \$5.5 million, investment income of \$2.9 million and other income of \$2.3 million, resulted in favorable variances to the budget, with endowment distributions, investment income and other income also positive compared to the prior year. Income from the Mission Investment Fund of \$2.0 million was favorable to fiscal year 2012 by \$0.5 million. Income from Vision for Mission of \$1.4 million and Global Church Sponsorship (including missionary sponsorship) of \$3.0 million, were behind budget by \$0.3 million and slightly ahead of fiscal year 2012. Other grant revenue met budget.

Total contributions to ELCA World Hunger for the year were \$18.7 million – favorable to fiscal year 2012 by \$0.1 million, but unfavorable to budget by \$0.3 million. The ELCA Malaria Campaign received gifts of \$4.4 million during the year and has raised \$11.0 million campaign-to-date. ELCA members contributed \$10.0 million for the Lutheran Disaster Response, primarily \$2.4 million in support of Pacific Typhoon Response and \$2.1 million in support of the ELCA's response to domestic tornadoes. Total giving compares to \$7.8 million in revenue for fiscal year 2012, which included \$1.1 million for U.S. Severe Spring Storms.

2nd Close

EVANGELICAL LUTHERAN CHURCH IN AMERICA
CURRENT OPERATING FUNDS
SUMMARY OF REVENUE AND EXPENSES
(In Thousands)
For the Fiscal Year Ending January 31, 2014

	2013 ACTUAL	2013 BUDGET	2012 ACTUAL	Year-to-Date Variance	
				ACTUAL vs BUDGET Favorable/(Unfav)	CURRENT YEAR vs PRIOR YEAR Favorable/(Unfav)
REVENUE					
UNRESTRICTED					
Mission Support	\$ 48,754	\$ 49,400	\$ 49,872	\$ (646)	\$ (1,118)
Other	12,447	9,304	10,271	3,142	2,176
Total Unrestricted	<u>61,201</u>	<u>58,704</u>	<u>60,143</u>	<u>2,496</u>	<u>1,058</u>
TEMPORARILY RESTRICTED					
Designated Gifts	5,434	5,625	4,835	(191)	598
Other	4,156	3,649	5,368	509	(1,211)
Total Restricted	<u>9,590</u>	<u>9,274</u>	<u>10,203</u>	<u>317</u>	<u>(613)</u>
TOTAL REVENUE	\$ 70,791	\$ 67,978	\$ 70,346	\$ 2,813	\$ 445
DESIGNATED AND RESTRICTED FUNDS RELEASED	1,558	2,754	-	(1,196)	1,558
TOTAL OPERATING REVENUE AND SUPPORT	<u>72,349</u>	<u>70,732</u>	<u>70,346</u>	<u>1,617</u>	<u>2,003</u>
LESS TOTAL EXPENSES	\$ 69,442	\$ 70,732	\$ 63,337	\$ 1,290	\$ (6,105)
NET BEFORE CHURCH COUNCIL DESIGNATED FUNDS	\$ 2,907	\$ -	\$ 7,009	\$ 2,907	\$ (4,102)
LESS: CHURCH COUNCIL ALLOCATIONS					
MISSION DEVELOPMENT FUND TRANSFER	2,481	-	1,737	(2,481)	(744)
CHURCH COUNCIL DESIGNATED FUNDS	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>
NET REVENUE OVER (UNDER) EXPENSES	<u>\$ (4,574)</u>	<u>\$ -</u>	<u>\$ 5,272</u>	<u>\$ (4,574)</u>	<u>\$ (9,846)</u>

PRELIMINARY AND UNAUDITED

2nd Close

EVANGELICAL LUTHERAN CHURCH IN AMERICA
CURRENT OPERATING FUNDS
REVENUE SUMMARY
For the Fiscal Year Ending January 31, 2014

	2013 ACTUAL	2013 BUDGET	2012 ACTUAL	Year-To-Date Variance	
				ACTUAL vs. BUDGET Favorable/(Unfavor)	CURRENT YEAR vs. PRIOR YEAR Favorable/(Unfavor)
UNRESTRICTED					
Mission Support	\$ 48,753,879	\$ 49,400,000	\$ 49,871,823	\$ (646,121)	\$ (1,117,944)
Vision for Mission	1,378,141	1,400,000	1,387,697	(21,859)	(9,556)
Investment Income	2,871,406	2,434,275	2,351,199	437,131	520,207
Bequests and Trusts	3,581,326	1,100,000	2,837,296	2,481,326	744,030
Endowment	760,640	721,145	745,540	39,495	15,100
Rent	1,601,373	1,645,435	1,566,811	(44,062)	34,562
Other	2,253,798	2,003,450	1,382,519	250,348	871,279
Total Unrestricted	<u>61,200,563</u>	<u>58,704,305</u>	<u>60,142,885</u>	<u>2,496,258</u>	<u>1,057,678</u>
TEMPORARILY RESTRICTED					
Global Church Sponsorship	2,952,956	3,200,000	2,907,059	(247,044)	45,897
Bequests and Trusts	1,871,722	1,400,000	2,789,137	471,722	(917,415)
Endowment	1,572,953	1,536,090	1,579,366	36,863	(6,413)
Unit-Designated Gifts	480,553	425,000	427,970	55,553	52,583
Mission Investment Fund	2,000,000	2,000,000	1,500,000	-	500,000
Grants	712,500	712,500	1,000,000	-	(287,500)
Total Restricted	<u>9,590,684</u>	<u>9,273,590</u>	<u>10,203,532</u>	<u>317,094</u>	<u>(612,848)</u>
TOTAL REVENUE	<u>\$ 70,791,247</u>	<u>\$ 67,977,895</u>	<u>\$ 70,346,417</u>	<u>\$ 2,813,352</u>	<u>\$ 444,830</u>
Total Designated and Restricted Funds Released	<u>1,557,700</u>	<u>2,753,780</u>	<u>-</u>	<u>(1,196,080)</u>	<u>1,557,700</u>
TOTAL OPERATING REVENUE AND SUPPORT	<u>\$ 72,348,947</u>	<u>\$ 70,731,675</u>	<u>\$ 70,346,417</u>	<u>\$ 1,617,272</u>	<u>\$ 2,002,530</u>

PRELIMINARY AND UNAUDITED

2nd Close

EVANGELICAL LUTHERAN CHURCH IN AMERICA
CURRENT OPERATING FUNDS
ACTUAL EXPENSES VS. SPENDING AUTHORIZATION
For the Fiscal Year Ending January 31, 2014

	2013	2013	Variance	Percent
	ACTUAL	SPENDING	Favorable	of Actual
	EXPENSES	AUTHORIZATION	(Unfavorable)	to Budget
UNITS				
Congregational and Synodical Mission	26,816,690	27,289,740	473,050	98.27%
Global Mission	13,431,982	13,673,965	241,983	98.23%
Mission Advancement	4,648,359	5,543,870	895,511	83.85%
OFFICES				
Presiding Bishop	5,716,314	5,573,425	(142,889)	102.56%
Treasurer	8,339,774	8,095,070	(244,704)	103.02%
Secretary	3,790,315	3,977,920	187,605	95.28%
OTHER				
General Treasury	166,781	151,200	(15,581)	110.31%
Retiree Minimum Health Obligation	2,500,000	2,500,000	-	100.00%
Depreciation	2,723,875	2,618,490	(105,385)	104.02%
Strategic Initiatives	1,307,689	1,307,995	306	99.98%
TOTAL OPERATING EXPENSES	\$ 69,441,779	\$ 70,731,675	1,289,896	98.18%
CHURCH COUNCIL ALLOCATIONS				
Mission Development Fund Transfer	2,481,326			
Church Council Designated Funds	5,000,000			
TOTAL EXPENSES and ALLOCATIONS	<u>\$ 76,923,105</u>			

Note: Church Council designated fund activity represents extra budgetary items

PRELIMINARY AND UNAUDITED

2nd Close

**EVANGELICAL LUTHERAN CHURCH IN AMERICA
ELCA WORLD HUNGER
SUMMARY OF REVENUE AND EXPENSE
For the Fiscal Year Ending January 31, 2014**

	<u>Actual</u>	<u>Budget</u>	<u>Income and Expense Variances</u> <u>Favorable (Unfavorable)</u>	
			<u>Actual Vs. Budget</u>	<u>Current Vs. Previous Year</u>
Beginning Balance	\$ 2,678,583			
Income:				
Through Synods	\$ 7,497,244	\$ 8,700,000	\$ (1,202,756)	\$ (808,039)
Direct Giving - Individual and Others	7,296,831	6,850,000	446,831	584,468
Direct Giving - Congregations	2,046,553	2,200,000	(153,447)	(239,770)
Endowments and Donor Requested Payments	494,597	450,000	44,597	(20,109)
Bequests, Miscellaneous	1,347,875	800,000	547,875	564,318
Total Income	18,683,100	19,000,000	(316,900)	80,868
Expense:				
Global Mission	13,853,562	13,870,720	17,158	242,983
Congregational and Synodical Mission	3,416,664	3,534,680	118,016	(442,030)
Mission Advancement	2,038,300	2,790,015	751,715	122,804
Total Expense	19,308,526	20,195,415	886,889	(76,243)
Net	\$ (625,426)	\$ (1,195,415)	\$ 569,989	\$ 4,625
Ending Balance	\$ 2,053,157			

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EVANGELICAL LUTHERAN CHURCH IN AMERICA
ELCA MALARIA CAMPAIGN
SUMMARY OF REVENUE AND EXPENSE
For the Fiscal Year Ending January 31, 2014

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Campaign To Date</u>
Beginning Balance	\$ 3,207,841			
Income				
Through Synods	1,178,960	1,665,000	(486,040)	3,750,173
Direct Giving - Individual and Others	2,059,725	2,000,000	59,725	5,120,560
Direct Giving - Congregations	1,198,559	1,335,000	(136,441)	2,128,646
Total Income	\$ 4,437,244	\$ 5,000,000	\$ (562,756)	\$ 10,999,379
Expense				
<i>Global Mission</i>				
Program Grants	1,938,218	2,098,042	159,824	4,648,671
Capacity Building	100,870	130,941	30,071	350,170
Program Coordination	426,244	378,948	(47,296)	706,070
<i>Mission Advancement</i>				
Interpretation/Coordination	112,156	92,284	(19,872)	522,664
Fundraising	274,712	368,793	94,081	912,531
Total Expense	\$ 2,852,200	\$ 3,069,008	\$ 216,808	\$ 7,140,106
Net	\$ 1,585,044	\$ 1,930,992	\$ (345,948)	
Ending Balance	\$ 4,792,885			