



UNITARIAN
UNIVERSALIST
ASSOCIATION OF
CONGREGATIONS

Treasurer's Report to the Board of Trustees

October 17, 2009

Tim Brennan
Treasurer & Chief Financial Officer



Outline

- FY 2009 results and audit
- UUA Investments: Retirement Plan & UUCEF
- UUCEF changes
- FY 2010 1st Quarter Forecast



FY 09 Balance Sheets

Unaudited (in \$000s)

	2009	2008
Total assets	<u>171,954</u>	<u>207,453</u>
Total liabilities	<u>52,775</u>	<u>59,083</u>
Net assets:		
Unrestricted	12,277	19,656
Temporarily restricted	43,834	64,423
Permanently restricted	<u>63,068</u>	<u>64,291</u>
Total net assets	<u>119,179</u>	<u>148,370</u>
Total liabilities and net assets	<u><u>171,954</u></u>	<u><u>207,453</u></u>



FY 09 Balance Sheets

Unaudited (in \$000s)

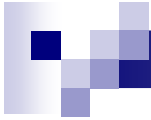
	2009	2008
Investments	99,100	122,496
Funds held in trust by others	33,362	42,598
Split interest agreements	<u>11,116</u>	<u>13,632</u>
Total invested assets	<u>143,578</u>	<u>178,726</u>
Year over year decline	<u>(35,148)</u>	



FY 09 Statement of Activities

Unaudited (in \$000s)

	2009	2008
Operating:		
Revenues	33,129	36,799
Expenses	<u>33,134</u>	<u>36,327</u>
Increase in unrestricted net assets	<u>(5)</u>	<u>472</u>
Nonoperating:		
Other changes in net assets	(625)	114
Increase in value of split interest	205	-
Investment return (deficiency)	<u>(6,954)</u>	<u>(2,874)</u>
Total nonoperating revenue	<u>(7,374)</u>	<u>(2,760)</u>
Change in unrestricted net assets	<u>(7,379)</u>	<u>(2,288)</u>



UUA Invested Funds

(\$millions)	May 08	Mar 09	Sept 09
Retirement Plan	184	128	161
(\$millions)	May 08	Feb 09	Sept 09
UUCEP	131	85	111



UUCEF “Flash” Performance Report

Periods Ending 8/31/09

	Last Month	YTD	Fiscal YTD (June)	Last Year	Last 3 Years	Last 5 Years
Composite	2.9%	18.0%	9.0%	-5.5%	0.7%	4.4%
Composite - Net	2.8%	17.2%	8.7%	-6.6%	-0.4%	3.3%
Policy Index	2.9%	16.0%	9.2%	-6.3%	-0.3%	4.0%
Market Value	\$109,304,710					
<i>Note: Prepared by NEPC</i>						



UUCEF Changes

- √ New name: UU Common Endowment Fund
- √ Quarterly conference calls with congregations
- √ Investment Information Memorandum
- √ New endowment accountant: Phil Murray
- √ New reporting system – NRS Trust Services
 - Monthly reports, deposits, withdrawals
 - New, easier to understand presentation
 - Online access to reports
- √ Federal & State (FL, PA) legal review
- Next: new quarterly performance reports



UU Organizations Retirement Plan

- Rigorous RFP Process: led by Rev. Richard Nugent
 - Angell Consultants issued report on proposals
 - Survey of plan participants
 - Investment consultant to be hired
- Proposals from Fidelity, TIAA-CREF
- Recommendation from CBPC at Jan meeting
- Decision at April meeting



Budget Cycle

- Jan – BOT reviews priorities
- April – BOT adopts budget for next FY and receives budget for following year
- Oct – 1st Quarter Forecast
- Jan – 2nd Quarter Forecast
- April – 3rd Quarter Forecast
- June – 4th Quarter Forecast



FY10 1st Quarter Budget Forecast

Current Operations (in \$000s)

Summary	FY09 Actual	FY10 Budget	1st Qtr Forecast
Total revenue	23,726	22,755	22,747
Total expenses	23,676	22,755	22,747
Expenses over (under) income	50	0	0



FY10 1st Quarter Budget Forecast

Current Operations (in \$000s)

Fundraising Revenue	FY09 Actual	FY10 Budget	1st Qtr Forecast
Annual Program Fund	6,870	6,608	6,608
Friends campaign	1,075	1,141	1,141
Unrestricted bequests	925	450	450
Total	8,870	8,199	8,199



Top Priorities

- Revising chart of accounts
- Implementing budgeting software
- Retirement plan selection process
- UUCEF: improve quarterly reporting
- Building security procedures