

# Westwood Lutheran Church 2022 Financial Report

Annual Report



## 2022 Treasurer's Report

Westwood's theme for 2022/2023 is "Journey Inward to Journey Outward". In some respects, our journey in 2022 reflected a return to pre-Covid and also moving ahead to a new normal.

Westwood's strong 2022 financial highlights include:

- Church giving finished 2% ahead of budget and 7% higher than 2021, thanks in part to record December receipts. Expenses were on budget and reflect higher staffing versus past two years. As a result of the generous giving Westwood was able to contribute over \$186,000 to outreach programs and ministries.
- WECC ended the year with 87+ children. Revenue from tuition was slightly less than budget and 14% more than 2021. Expenses were 3% less than budget with staffing reflecting the increase in children.
- The three year \$1.5M All Are Welcome Appeal was completed on time and on budget in May.
- In June, Parable of the Talents raised over \$49,000 for books and supplies for Rise Early Learning Center.
- With solid congregational support, Westwood contributed \$356,000 in 2022 for Rise Early Learning Center bringing the total raised to date to \$458,000.
- Westwood Lutheran Memorial Foundation granted almost \$66,000 for various programs including Wednesday worship, small group ministries, Westwood wheels, and musicians.
- After 17+ years Cindy Folin retired as Westwood's Director of Administration. I would like to thank Cindy for her dedicated support of Westwood through the years and wish her the best as she continues on her journey.

On behalf of the Financial Management Advisory Group, I want to thank each of you for all you have done and continue to do financially to support Westwood.

Dave Hill  
Treasurer

# **AUDIT REPORT**

November 14, 2022

To the Financial Management Advisory Group  
Westwood Lutheran Church  
St. Louis Park, Minnesota

We have performed the procedures on the Church's financial statements and financial systems described in Appendix B of the Westwood Lutheran Church audit work program as of December 31, 2021. The Church Council and management are responsible for the Church's financial statements, accounting records, and transactions. The sufficiency of these procedures is solely the responsibility of the Church Council and management. Consequently, we make no representation regarding the sufficiency of the procedures referred to below either for the purpose for which this report has been requested or for any other purpose.

We have conducted our procedures in accordance with Westwood Policies, which are guided by the ELCA Congregational Audit Guide. These procedures are not in accordance with attestation standards established by the American Institute of Certified Public Accountants. Our procedures included tests of the nature of the financial statements and financial systems and to the extent we considered necessary to reach our conclusions and to conform to Westwood policy. The scope of the procedures examines all aspects of the Church in varying levels of details. The procedures were not designed on a basis to detect fraud and were performed in our volunteer capacity as members of the audit committee.

This report is intended solely for the information and use of the Church Council and management and is not intended to be and should not be used by anyone other than these specified parties. This report does not constitute an opinion on the financial statements or financial systems.

## **Conclusion**

Based on the work performed, no material errors were found in the financial statements. Testing performed also found that the controls governing the financial operations process appear to be in place and operating as intended.

Jared Settingsgard  
Westwood Lutheran Church Audit Committee Member

Westwood Lutheran Church  
STATEMENT OF FINANCIAL POSITION  
For the Years Ended December 31, 2022 and 2021

	2022	2021
<b>ASSETS</b>		
Cash and Investments		
Unrestricted	\$ 769,781	\$ 729,535
Restricted	752,285	515,169
Property and Equipment at Cost	10,584,235	10,459,271
Total Assets	\$ 12,106,301	\$ 11,703,975
 <b>LIABILITIES AND NET ASSETS</b>		
Liabilities		
Mortgage Payable	\$ 1,138,772	\$ 1,203,111
Short Term Loan		135,946
Other Liabilities	39,801	77,759
Total Liabilities	1,178,573	1,416,816
 Net Assets		
Unrestricted	10,175,443	9,771,990
Temporarily Restricted	752,285	515,169
Total Net Assets	10,927,728	10,287,159
Total Liabilities and Net Assets	\$ 12,106,301	\$ 11,703,975

Westwood Lutheran Church  
STATEMENT OF ACTIVITIES

<b>WESTWOOD LUTHERAN CHURCH GENERAL FUND</b>	2022 <u>Budget</u>	2022 <u>Actual</u>	2023 <u>Budget</u>
NET ASSETS - GENERAL FUND - BEGINNING	\$ 366,743	\$ 366,743	\$ 287,284
REVENUES			
Annual Giving	1,537,000	1,566,559	1,617,367
Other Receipts	<u>227,500</u>	<u>235,037</u>	<u>109,058</u>
Total Revenues	1,764,500	1,801,596	1,726,425
EXPENSES			
Salaries and Benefits	1,045,400	1,025,554	1,114,707
Outreach	172,000	186,100	179,948
Administration	127,340	134,888	149,840
Building and Grounds	162,260	181,652	186,601
Program	<u>94,200</u>	<u>79,561</u>	<u>89,005</u>
Total Expenditures	<u>1,601,200</u>	<u>1,607,755</u>	<u>1,720,101</u>
CHANGE IN NET ASSETS	163,300	193,841	6,324
Transfer from(to) Other Funds	<u>(273,300)</u>	<u>(273,300)</u>	<u>(180,000)</u>
NET ASSETS - GENERAL FUND - ENDING	<u>\$ 256,743</u>	<u>\$ 287,284</u>	<u>\$ 113,608</u>

Westwood Lutheran Church  
STATEMENT OF ACTIVITIES

<b>WESTWOOD EARLY CHILDHOOD CENTER FUND</b>	2022 <u>Budget</u>	2022 <u>Actual</u>	2023 <u>Budget</u>
NET ASSETS - WECC FUND - BEGINNING	\$ 289,329	\$ 289,329	\$ 446,994
REVENUES			
Tuition	1,628,900	1,570,840	1,859,500
Other Receipts	388,900	516,355	78,500
Total Revenues	<u>2,017,800</u>	<u>2,087,195</u>	<u>1,938,000</u>
EXPENDITURES			
Salaries and Benefits	1,548,900	1,523,067	1,621,740
Operating	116,200	122,403	129,200
Food Service	66,000	26,045	74,000
Program	22,499	68,015	23,000
Total Expenditures	<u>1,753,599</u>	<u>1,739,530</u>	<u>1,847,940</u>
Change in Net Assets	264,201	347,665	90,060
Transfer from(to) Other Funds	<u>(190,000)</u>	<u>(190,000)</u>	<u>(312,000)</u>
NET ASSETS - WECC FUND - ENDING	<u>\$ 363,530</u>	<u>\$ 446,994</u>	<u>\$ 225,054</u>

Westwood Lutheran Church  
STATEMENT OF ACTIVITIES

<b>CAPITAL FUND</b>	2022 Budget	2022 Actual	2023 Budget
NET ASSETS - CAPITAL FUNDS - BEGINNING	\$ 284,827	\$ 284,827	\$ 471,468
REVENUES			
Capital Fund	120,000	51,551	35,000
Appeals	442,713	397,412	350,000
Other Receipts	6,400	9,606	10,000
Total Revenues	<u>569,113</u>	<u>458,569</u>	<u>395,000</u>
DEBT FINANCING			
Principal and Interest Payments	(114,228)	(114,228)	(114,228)
Short Term Financing/Loan Payments	<u>(141,929)</u>	<u>(137,463)</u>	<u>                    </u>
Net Debt Financing	(256,157)	(251,691)	(114,228)
EXPENDITURES			
Capital Expenditures	294,000	124,963	532,000
Capital Expenditures - POGC Appeal	<u>400,000</u>	<u>358,574</u>	<u>425,000</u>
Total Capital Expenditures	<u>694,000</u>	<u>483,537</u>	<u>957,000</u>
CHANGE IN NET ASSETS	(381,044)	(276,659)	(676,228)
Transfer from(to) Other Funds	<u>463,300</u>	<u>463,300</u>	<u>492,000</u>
NET ASSETS - CAPITAL FUNDS - ENDING	<u>\$ 367,083</u>	<u>\$ 471,468</u>	<u>\$ 287,240</u>

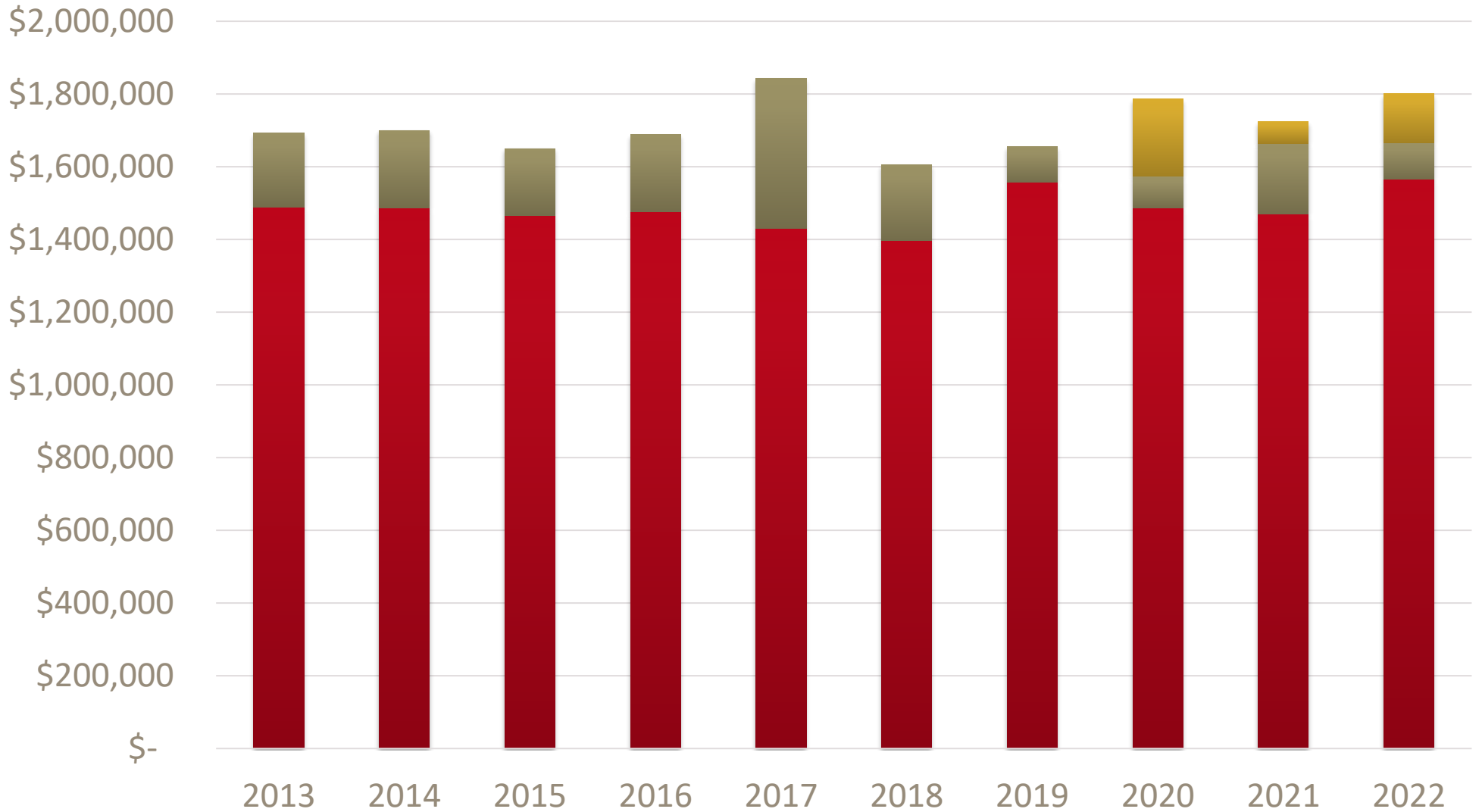
Westwood Lutheran Church  
STATEMENT OF ACTIVITIES

<b>DESIGNATED FUNDS</b>	2022 Budget	2022 Actual	2023 Budget
NET ASSETS - DESIGNATED FUNDS - BEGINNING	\$ 230,342	\$ 230,342	\$ 280,817
REVENUES			
Outreach	40,000	135,333	65,000
Operating	20,000	111,724	40,000
Memorials	5,000	6,095	5,000
Total Revenues	<u>65,000</u>	<u>253,152</u>	<u>110,000</u>
EXPENDITURES			
Outreach	40,000	128,716	65,000
Operating	30,000	72,421	60,000
Memorials	5,000	1,540	5,000
Total Expenditures	<u>75,000</u>	<u>202,677</u>	<u>130,000</u>
Change in Net Assets	(10,000)	50,475	(20,000)
Transfer from (to) Other Funds			-
NET ASSETS - DESIGNATED FUNDS - ENDING	<u>\$ 220,342</u>	<u>\$ 280,817</u>	<u>\$ 260,817</u>



# WESTWOOD CHURCH REVENUES

■ Annual Giving ■ Other Receipts ■ Grants/Credits



# WECC REVENUES

■ WECC Revenues ■ Grants/Credits

