

# THE METHODIST CHURCH OF SOUTHERN AFRICA



## CONNEXIONAL EXECUTIVE

8 SEPTEMBER 2021

TOPIC: ADMINISTRATION AND FINANCE

**RANNOI SEDUMO – GENERAL TREASURER**



# INTRODUCTION

- To the Presiding Bishop Rev Malinga, General Secretary Rev Hansrod, the Lay President Mr Nkosi, Bishops and Lay leaders of all synods in the connexion, Leaders of connexional units, members of the Connexional Executive I greet you all in the wonderful name of our Lord Jesus Christ.
- Madam PB, I am very conscious of the fact that this is my first address to the Connexional Executive Committee and therefore it is not an easy task for me but I believe that with God's grace I will manage.
- I table this report in the second year that the world, Africa, South Africa and indeed ourselves as the MCSA have been battling to cope with the negative impact of the Covid-19 pandemic. The pandemic has infiltrated the various aspects of our lives to the extent that it will take us sometime to recover from its impact and in some cases we are now talking about the new norm (meaning that the old is gone for ever). The following are examples of the areas of our lives that have been impacted:
  - 1) The economy.
  - 2) Education.
  - 3) World of work, etc.



## 5.2 Financial Statements 2020

#	Component	2020 Audit status	Comments on any backlog
1	Methodist Connexional office	Signed off	
2	Millenium Mission Resource Fund	Signed off	
3	The Communications Unit	Outstanding	Estimated to be completed by end Dec
4	Ecumenical Affairs Unit	Outstanding	Same as above
5	Education for Ministry and Mission Unit	Outstanding	Same as above
6	The Youth Unit	Outstanding	Same as above
7	The Mission Unit	Outstanding	The last audit was for 2014. A catch up plan is yet to be put in place to bring compliance up to date.
8	Methodist Publishing House	Outstanding	The last audit was for 2014. A process is in place to bring compliance up to date.
9	Supernumerary Fund	Signed off	
10	MCO Provident Fund	Signed off	
11	MCO Lay Staff Pension Fund	Signed off	



# Submission of 4C,4S,4U&4D

- All 4C, 4S, 4U and 4D schedules must be submitted to the MCO by the Synod Treasurer.
- The instruction is that 2 (two) copies are to be sent to the synod treasurer who retains one copy for the synod records and submits one original to the MCO 2 weeks after Synod rising. It is their responsibility to ensure that this happens. The MCO Compliance office unit has not received **58%** of Schedules in **2019** and in **2020** it has increased to **78%** of Outstanding Schedules.



# Financial highlights

	2016	2017	2018	2019	2020	Movement from 2019	GREEN = Highest balance while RED indicates the lowest balance over the 5 year period.
	R	R	R	R	R		
<b>ASSETS</b>							
<b>NON-CURRENT ASSETS</b>							
Tangible assets	3 825 795	4 256 127	4 089 955	3 839 177	3 700 774	(138 403)	
Investments	319 336 958	356 202 587	318 097 357	348 283 213	348 635 837	352 624	
Loans to related parties	0	0	36 835 758	39 447 941	43 543 040	4 095 099	
	<b>323 162 753</b>	<b>360 458 714</b>	<b>359 023 070</b>	<b>391 570 331</b>	<b>395 879 651</b>	4 309 320	
<b>CURRENT ASSETS</b>							
accounts receivable and Prepayments	20 263 324	41 960 398	44 562 296	55 555 269	63 610 890	8 055 621	
Call deposits and bank accounts	85 806 748	86 129 640	79 385 121	58 335 602	42 151 712	(16 183 890)	
	<b>106 070 072</b>	<b>128 090 038</b>	<b>123 947 417</b>	<b>113 890 871</b>	<b>105 762 602</b>	(8 128 269)	
<b>TOTAL ASSETS</b>	<b>429 232 825</b>	<b>488 548 752</b>	<b>482 970 487</b>	<b>505 461 202</b>	<b>501 642 253</b>	(3 818 949)	



# Financial highlights

	2016	2017	2018	2019	2020	Movement	GREEN = Highest balance while RED indicates the lowest balance over the 5 year period.
	R	R	R	R	R	from 2019	
<b>EQUITY AND LIABILITIES</b>							
<b>FUNDS AND RESERVES</b>							
MCO Capital Fund - Capital account	3 607 812	3 793 989	3 956 592	4 112 441	4 241 983	129 542	
Circuit assessment account	10 245 636	12 183 193	8 266 715	2 177 059	8 935 897	6 758 838	
Property protection fund	30 304 029	35 552 884	39 773 692	43 401 851	39 027 886	(4 373 965)	
Stipend account	(3 790 640)	(4 615 513)	(5 344 973)	(4 691 129)	2 956 839	7 647 968	
General fund	15 525 587	17 591 695	15 254 818	14 964 179	13 062 263	(1 901 916)	
Bequests, trusts and other funds	2 825 637	4 835 746	4 690 102	5 036 666	5 173 596	136 930	
Seth Mokitimi seminary fund	51 635	209 987	616 858	932 265	1 079 429	147 164	
Church reserve fund	93 177 863	94 585 072	88 426 563	88 342 619	72 324 745	(16 017 874)	
Jubilee fund	322 340	322 340	0	0	0	0	
Stipend augmentation fund	4 415 865	4 901 448	7 026 861	7 354 162	(1 073 969)	(8 428 131)	
Supernumerary reserve fund	227 507 762	252 577 025	252 986 749	279 958 810	282 300 177	2 341 367	
Lay staff reserve fund	2 295 462	2 465 731	2 009 492	1 791 387	1 830 604	39 217	
Mission resource fund	1 358 886	1 998 039	2 257 949	3 006 285	2 723 455	(282 830)	
	<b>387 847 874</b>	<b>426 401 636</b>	<b>419 921 418</b>	<b>446 386 595</b>	<b>432 582 905</b>	(13 803 690)	



# Financial highlights

	2016	2017	2018	2019	2020	Movement from 2019	GREEN = Highest balance while RED indicates the lowest balance over the 5 year period.
	R	R	R	R	R		
<b>NON-CURRENT LIABILITIES</b>							
Mission unit reserves	(2 767 007)	(3 953 293)	0	0	0		
	<b>(2 767 007)</b>	<b>(3 953 293)</b>	<b>0</b>	<b>0</b>	<b>0</b>		
<b>CURRENT LIABILITIES</b>							
Accounts payable and provisions	21 855 906	43 212 866	41 550 576	38 386 649	51 387 904	13 001 255	
Shor-term deposits received from church organisations	18 431 915	20 700 190	19 464 692	19 055 164	16 511 350	(2 543 814)	
Loan - Circuits interest account	2 281 007	637 516	502 743	397 602	656 444	258 842	
Mission unit - short term portion	1 583 130	1 549 836	1 531 058	1 235 192	503 652	(731 540)	
	<b>44 151 958</b>	<b>66 100 408</b>	<b>63 049 069</b>	<b>59 074 607</b>	<b>69 059 350</b>	<b>9 984 743</b>	
<b>TOTAL EQUITIES AND LIABILITIES</b>	<b>429 232 825</b>	<b>488 548 751</b>	<b>482 970 487</b>	<b>505 461 202</b>	<b>501 642 255</b>	<b>(3 818 947)</b>	



# Financial highlights

		2017	2017	2018	2019	2020			GREEN = Highest balance while RED indicates the lowest balance over the 5 year period.
		R	R	R	R	R	Movement from 2019		
<b>REVENUE</b>									
Capital Fund - capital account	A	150 751	186 177	162 603	159 614	129 542	(30 072)		
Circuit Assessment Account	C	60 186 961	63 622 744	66 838 581	73 653 883	83 483 293	9 829 410		
Property Protection Fund	D	13 741 665	14 857 636	15 693 842	17 073 008	6 789 691	(10 283 317)		
Stipend Account	E	143 590 242	153 281 120	163 592 757	172 644 194	165 908 328	(6 735 866)		
General Fund	F	3 235 216	4 385 282	2 209 159	3 342 522	2 490 889	(851 633)		
Bequest, Trusts and other Funds	G	199 074	3 333 729	481 030	1 218 401	562 254	(656 147)		
Seth Mokitimi Seminary Fund	H	52 867	161 669	411 223	318 317	149 979	(168 338)		
Church Reserve Fund	J	2 555 343	6 681 346	3 661 493	6 620 375	12 393 136	5 772 761		
Stipend Augmentation Fund	L	2 384 350	1 934 092	3 864 430	3 496 381	10 136 390	6 640 009		
Supernumerary Reserve Fund	M	35 731 568	37 689 651	24 766 083	42 055 315	28 819 188	(13 236 127)		
Laystaff Reserve Fund	N	66 190	214 691	54 279	195 554	110 694	(84 860)		
Mission Resource Fund	O	5 250 000	5 000 000	5 250 000	5 000 000	3 000 000	(2 000 000)		
Flats Rental Income	P	-	7 455 808	3 467 802	2 226 542	3 151 387	924 845		
<b>TOTAL</b>		<b>267 144 227</b>	<b>298 803 945</b>	<b>290 453 282</b>	<b>328 004 106</b>	<b>317 124 771</b>	<b>(10 879 335)</b>		





# Financial highlights

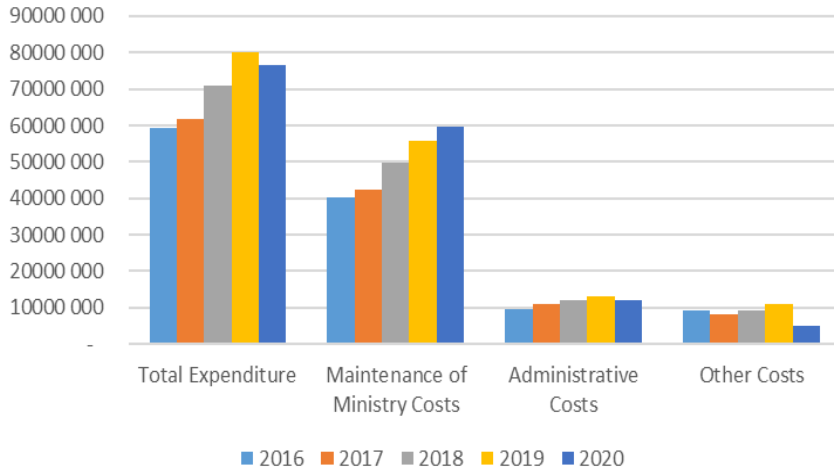


		2017	2017	2018	2019	2020	Movement	GREEN = Highest balance while RED indicates the lowest balance over the 5 year period.
		R	R	R	R	R	from 2019	
<b>EXPENDITURE</b>								
Capital Fund - capital account	A	-	-	-	-	-		
Circuit Assessment Account	C	59 226 145	61 685 187	70 755 059	79 743 539	76 724 455	(3 019 084)	
Property Protection Fund	D	9 724 577	9 608 781	11 795 374	13 444 849	11 163 656	(2 281 193)	
Stipend Account	E	145 169 136	154 105 993	164 322 217	171 990 350	158 260 360	(13 729 990)	
General Fund	F	3 232 415	2 319 174	4 546 035	3 633 161	4 392 805	759 644	
Bequest, Trusts and other Funds	G	389 724	1 323 620	626 674	871 837	425 325	(446 512)	
Seth Mokitimi Seminary Fund	H	2 807	3 317	4 353	2 910	2 816	(94)	
Church Reserve Fund	J	6 492 122	5 274 137	9 820 001	6 704 319	28 411 011	21 706 692	
Stipend Augmentation Fund	L	1 090 585	1 448 509	1 739 017	3 169 080	18 564 521	15 395 441	
Supernumerary Reserve Fund	M	11 085 271	12 620 388	24 356 359	15 083 254	26 477 821	11 394 567	
Laystaff Reserve Fund	N	39 934	44 422	510 518	413 659	71 475	(342 184)	
Mission Resource Fund	O	3 891 114	4 360 847	4 990 090	4 251 664	3 282 830	(968 834)	
Flats Rental Expenditure	P	-	7 455 808	3 467 802	2 226 542	3 151 387	924 845	
<b>TOTAL</b>		<b>240 343 830</b>	<b>260 250 183</b>	<b>296 933 499</b>	<b>301 535 164</b>	<b>330 928 462</b>		
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		<b>26 800 397</b>	<b>38 553 762</b>	<b>(6 480 217)</b>	<b>26 468 942</b>	<b>(13 803 691)</b>	<b>(40 272 633)</b>	

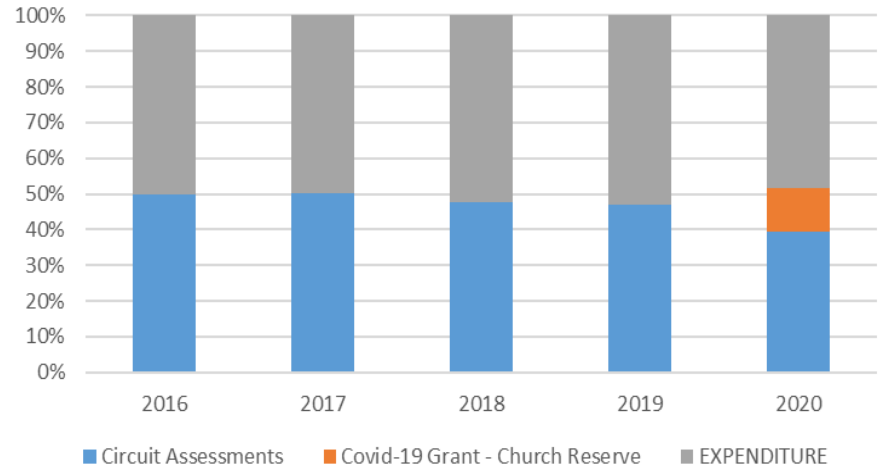


# Financial highlights

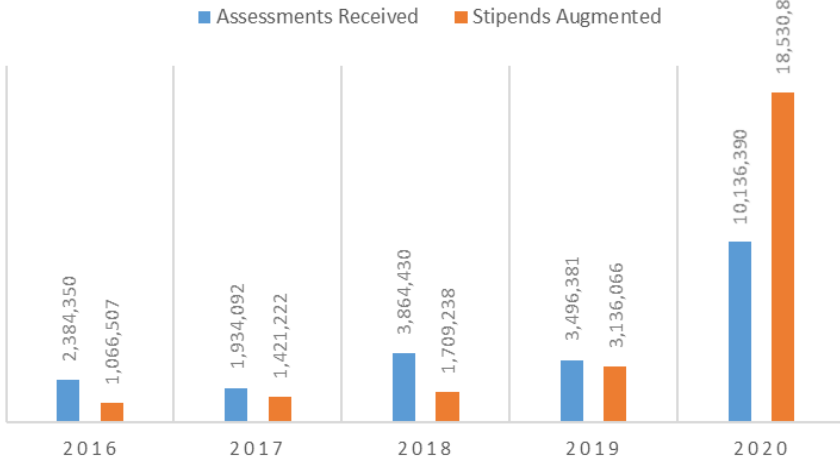
### Expenditure Trend Analysis



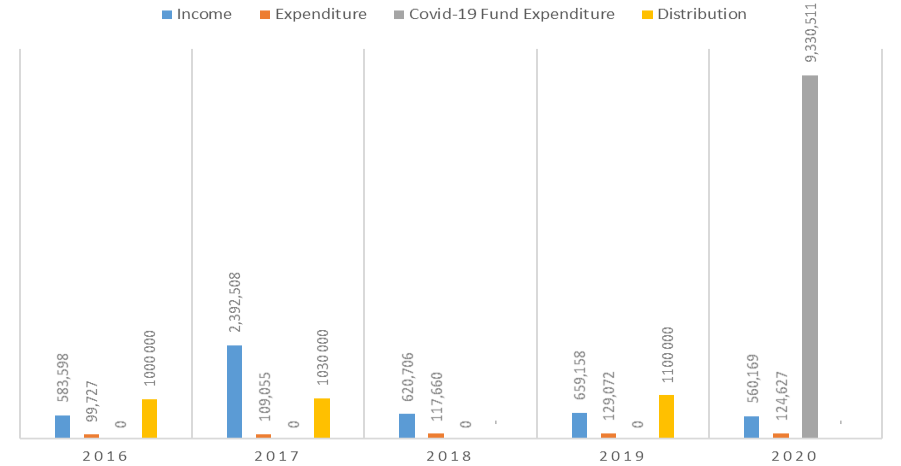
### Circuit Assessments vs Expenditure



### STIPEND AUGMENTATION FUND



### MILLENIUM MISSION RESOURCE FUND





# BUDGET 2022

	ACTUAL				BUDGET	BUDGET	Expressed as % Total Exp
	2017 R	2018 R	2019 R	2020 R	2021 R	2022 R	
<b>INCOME</b>	<b>63 622 744</b>	<b>66 838 581</b>	<b>73 653 884</b>	<b>83 483 293</b>	<b>73 956 996</b>	<b>75 510 840</b>	<b>100,0%</b>
Circuit Assessments	61 902 968	64 816 862	70 617 654	62 472 002	72 002 196	68 402 086	90,6%
Allocation from Church Reserve - Boundries Enabler	-	-	1 000 000	-	-	-	
Covid-19 Grant - Church Reserve	-	-	-	19 100 000	-	5 153 954	6,8%
Administration cost recoveries from pension funds	1 719 776	2 021 719	2 036 230	1 911 291	1 954 800	1 954 800	2,6%
<b>EXPENDITURE</b>	<b>61 685 187</b>	<b>70 755 062</b>	<b>80 078 950</b>	<b>76 724 453</b>	<b>70 665 375</b>	<b>75 510 840</b>	<b>100,0%</b>
<b>MAINTENANCE OF MINISTRY</b>	<b>42 529 279</b>	<b>49 597 785</b>	<b>55 800 687</b>	<b>59 467 565</b>	<b>54 567 965</b>	<b>59 805 807</b>	<b>79,2%</b>
Childrens' Education Grant	16 480	12 500	17 550	15 600	16 000	16 000	0,0%
Bursaries	40 000	45 000	45 000	45 000	45 000	45 000	0,1%
Long Leave Grants	1 226 306	1 259 434	1 571 814	1 074 249	1 400 000	1 400 000	1,9%
Exigencies of Station	110 000	110 000	110 000	110 000	50 000	50 000	0,1%
Childrens Funeral Grant	5 000	-	-	-	-	-	0,0%
Extraordinary Affliction Grants (Net of ministers contributions)	28 510 698	34 579 313	40 647 914	47 969 704	42 411 965	46 824 807	62,0%
Removals	3 030 012	2 803 826	2 686 590	2 984 071	2 500 000	2 500 000	3,3%
Namibia Travelling	12 000	12 000	34 663	-	-	-	0,0%
Bursary Fund Grant	1 000	1 000	1 000	1 000	-	-	0,0%
Funeral Grants	519 977	675 023	684 733	705 000	-	705 000	0,9%
Work Permits	3 040	2 790	5 360	2 500	22 000	22 000	0,0%
Holiday Travel for Ministers Stationed outside RSA	-	-	-	-	-	120 000	0,2%
Ministerail Training - net after donations and admin fee	9 054 766	10 096 899	9 996 063	6 560 441	8 123 000	8 123 000	10,8%



# BUDGET 2022

<b>CONFERENCE EXPENSES</b>	<b>559 282</b>	<b>1 080 861</b>	<b>857 978</b>	<b>235 019</b>	<b>986 000</b>	<b>523 000</b>	<b>0,7%</b>
Travelling	186 235	675 693	567 678	100 691	200 000	200 000	0,3%
Printing & Stationery	79 122	19 962	269 915	-	53 000	53 000	0,1%
Minutes of Conference	293 925	385 206	20 385	134 328	150 000	150 000	0,2%
Connexional Executive and Conference Planning	-	-	-	-	583 000	120 000	0,2%
<b>CONNEXIONAL COMMITTEES</b>	<b>1 887 322</b>	<b>1 993 656</b>	<b>3 357 510</b>	<b>653 431</b>	<b>1 267 472</b>	<b>1 217 472</b>	<b>1,6%</b>
Committee Meetings	1 631 030	1 756 484	1 730 475	415 953	1 000 000	950 000	1,3%
Connexional Boundaries Enabler	-	-	1 380 446	17 478	-	-	0,0%
Supernumeraries Attending Synod	36 292	17 172	26 589	-	17 472	17 472	0,0%
Oversees Conferences	220 000	220 000	220 000	220 000	250 000	250 000	0,3%
<b>EXECUTIVE ACCOUNTS</b>	<b>3 396 161</b>	<b>3 852 822</b>	<b>4 114 871</b>	<b>2 608 522</b>	<b>3 169 081</b>	<b>3 169 081</b>	<b>4,2%</b>
Office of the Presiding Bishop	1 504 921	1 786 876	1 671 268	1 056 551	1 152 000	1 152 000	1,5%
Presiding Bishop's Travel costs			-	-	300 000	300 000	0,4%
Office of the Executive Secretary	1 086 563	1 218 904	1 941 835	1 339 127	1 124 781	1 124 781	1,5%
Bishops Administration Allowances	259 000	246 417	220 838	84 735	160 000	160 000	0,2%
Human Resources	413 707	441 408	31 215	42 673	300 000	300 000	0,4%
Lay President's Expenses	131 970	159 217	249 715	85 436	132 300	132 300	0,2%



# BUDGET 2022

<b>GRANTS</b>	<b>1 369 144</b>	<b>1 377 579</b>	<b>1 790 147</b>	<b>441 394</b>	<b>1 839 970</b>	<b>1 781 120</b>	<b>2,4%</b>
Auxiliary Grants	3 000	3 000	3 000	3 000	3 000	3 000	0,0%
Church Unity Commission	60 000	60 000	62 500	2 958	63 000	63 000	0,1%
World Council of Churches	237 441	240 853	516 045	112 875	334 000	334 000	0,4%
Connexional Chaplaincy Committee	50 000	53 000	53 000	53 000	53 000	53 000	0,1%
Childrens' Desk	250 000	252 000	262 080	-	265 000	265 000	0,4%
Information Technology	50 000	50 000	70 734	54 000	59 400	59 400	0,1%
Council of Churches Swaziland	5 000	-	-	-	63 000	3 150	0,0%
Council of Churches Namibia	7 300	-	-	1 364	3 150	3 150	0,0%
Council of Churches Lesotho	-	-	-	-	3 150	3 150	0,0%
Council of Churches Mozambique	-	-	-	-	3 150	3 150	0,0%
Council of Churches Botswana	-	-	-	-	3 570	3 570	0,0%
Africa Methodist Council	-	-	43 218	-	21 000	21 000	0,0%
SA Institute of Race Relations	-	-	-	-	3 090	3 090	0,0%
School of Chaplaincy	-	-	-	-	10 000	10 000	0,0%
Heritage Desk	-	-	-	-	50 000	50 000	0,1%
Doctrine Committee	80 000	80 000	42 000	42 000	87 360	87 360	0,1%
Ecumenical Affairs	165 000	175 000	183 750	-	194 250	194 250	0,3%
Department of Public Relations & Communication	300 000	320 000	350 000	-	367 500	367 500	0,5%
World Methodist Council	111 926	128 443	130 564	135 141	154 000	154 000	0,2%
SA Council of Churches	36 628	-	73 256	36 628	87 550	87 550	0,1%
All Africa Conference of Churches	12 849	14 867	-	-	11 800	11 800	0,0%
Other Expenses	-	416	-	428	-	1 000	0,0%

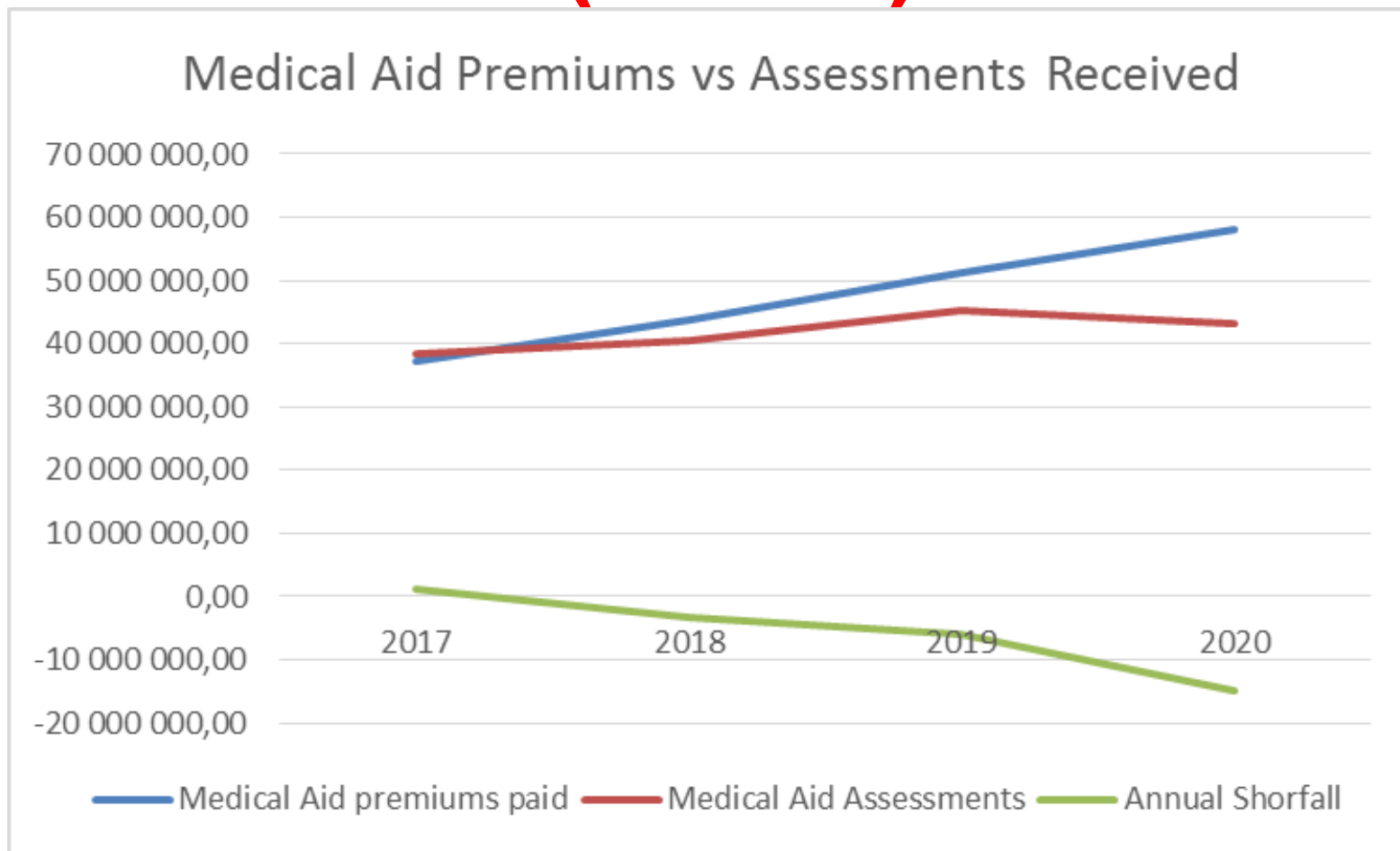


# BUDGET 2022

<b>ADMINISTRATION EXPENSES</b>	10 880 696	11 999 537	13 097 786	12 208 661	7 792 160	7 792 160	<b>10,3%</b>
Administration - Supernumerary Fund	1 373 760	1 623 744	1 631 631	1 546 617	987 027	987 027	<b>1,3%</b>
- Methodist Connexional Office	4 579 460	4 987 909	5 529 698	5 147 605	3 285 122	3 285 122	<b>4,4%</b>
- Lay Staff Pension Fund	90 153	93 713	90 612	79 127	50 498	50 498	<b>0,1%</b>
- Providend Fund	255 863	304 262	313 987	285 547	182 232	182 232	<b>0,2%</b>
- Stipend Administration	4 579 460	4 987 909	5 529 698	5 147 605	3 285 122	3 285 122	<b>4,4%</b>
Connexional Marriage Registrar	2 000	2 000	2 160	2 160	2 160	2 160	<b>0,0%</b>
<b>Other Costs</b>	<b>1 063 303</b>	<b>852 822</b>	<b>1 059 971</b>	<b>1 109 861</b>	<b>1 042 727</b>	<b>1 222 200</b>	<b>1,6%</b>
Legal expenses	1 063 303	852 822	1 059 971	1 109 861	1 020 527	1 200 000	<b>1,6%</b>
Christian Copyright Licensing	-	-	-	-	5 130	5 130	<b>0,0%</b>
Connexional Schedules	-	-	-	-	10 800	10 800	<b>0,0%</b>
Alcohol and Drug Abuse Concerns	-	-	-	-	2 700	2 700	<b>0,0%</b>
Bursary Fund Assessments	-	-	-	-	3 570	3 570	<b>0,0%</b>
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>	<b>1 937 557</b>	<b>(3 916 481)</b>	<b>(6 425 066)</b>	<b>6 758 840</b>	<b>3 291 621</b>	<b>0</b>	



# MEDICAL AID MATTERS (5.3.1.3)



The deficit grew from R3,2 mil in 2018, R5,9 mil in 2019 and R14,9 in 2020



# Stipend Matters (5.4)

Categories	2021		2022		Implication	
	Monthly	Annual	Monthly	Annual	Monthly	Annual
<b>Ministers</b>						
Ordained	12 023,00	144 276,00	12 383,69	148 604,28	360,69	4 328,28
Probationers	10 219,55	122 634,60	10 526,14	126 313,64	306,59	3 679,04
<b>Deacons</b>						
Ordained	9 017,25	108 207,00	9 287,77	111 453,21	270,52	3 246,21
Probationers	7 665,00	91 980,00	7 894,95	94 739,40	229,95	2 759,40
<b>Evangelists &amp; Biblewomen</b>						
Commissioned	5 861,21	70 334,52	6 037,05	72 444,56	175,84	2 110,04
Probationers	4 982,00	59 784,00	5 131,46	61 577,52	149,46	1 793,52

Evangelists & Biblewomen	2021		2022		Total pm	Annual
			Stipend	Transport		
Commissioned	0,00	0,00	1 750,00	1 181,00	<b>2 931,00</b>	<b>35 172,00</b>
Probationers	0,00	0,00	1 487,00	1 004,00	<b>2 491,00</b>	<b>29 892,00</b>





# Pension Matters (5.7)



## Methodist Supernumerary Fund

- The market value of the Methodist Supernumerary Fund (the “Fund”) has increased from R1.647 billion in 2019 to R1.704 billion as at 31 December 2020 with a year to date return on investment of 6.57%.
- The results of the actuarial statutory valuation of the Fund as at 31 December 2020 was submitted to the Board of Trustees of the Methodist Supernumerary Fund and duly approved. The actuary has also submitted this report as required to the FSCA by end June 2021.
- The Fund is 100% funded and is in a financially sound condition at the valuation date, 31 December 2020. The Pensioner’s Fund is 115.4% funded and is therefore in a financially sound condition at the valuation date, 31 December 2020.



# Pension Matters (5.7)

## – Pension Increase Policy

- This Policy is to be reviewed each year. No review of the policy is recommended for 2021/2022 by the actuary. The Pension Increase Policy states that increases should be based on 90% of the increase in the CPI for the prior calendar year, which suggests an increase equal to 3.96% (inflation was 4.4% for 2020).
- 
- We are pleased to announce that the pension increase that was awarded to pensioners as from 1<sup>st</sup> July 2021 was 5%.



# Pension Matters (5.8)



## MCSA Lay Staff Pension Fund

- The market value of the Lay Staff Pension Fund (the “Fund”) has decreased from R39 million in 2019 to R36.7 million as at 31 December 2020 with a year to date return on investment of 6.68%. The decrease is as a result of large benefit payment withdrawals that occurred during the year.
- The conclusion and recommendations by the actuary following the valuation report as at 31 December 2020 were as follows:
- On this basis the Fund Reserve shows a deficit of R2 581 000, with the funding level improving slightly from 45% to 47.6% over the valuation period. Based on these results and our projections, the Fund Reserve will run out after 9 years if no further action is taken, as illustrated in the graph in Appendix C.
- According to our projections, if annual contributions of about R240 000 (about 2.3% of pensionable salaries) are made for the next 30 years, or alternatively about R375 000 (about 3.7% of salaries) for the next 10 years, this should eliminate the deficit shown above.
- We recommend that this deficit be closely monitored in future to ensure that it does not reach an unmanageable level which would prevent the Fund Reserve from meeting its liabilities.



# Pension Matters (5.8)



## MCSA Provident Fund

- The market value of the Provident Fund has increased from R35 million in 2019 to R37 million as at 31 December 2020 with a year to date return on investment of 7.01%.
- The conclusion and recommendations by the actuary following the annual review of the Fund as at 31 December 2020 were as follows:
- The Fund is 100% funded and is in a financially sound condition at the review date, 31 December 2020
- The Fund's asset allocation as at the review date is not considered inappropriate compared to the liabilities and the matching of the assets with the liabilities is adequate
- The Employer currently contributes an additional 2.0% towards risk and administration expenses, which is not provided for in the rules of the Fund. The rules should therefore be amended to bring this in line with the practice of the Fund
- We recommend that the expense provision be recalculated at the start of each year based on the risk premiums rates and the budgeted administration expenses for the year ahead.



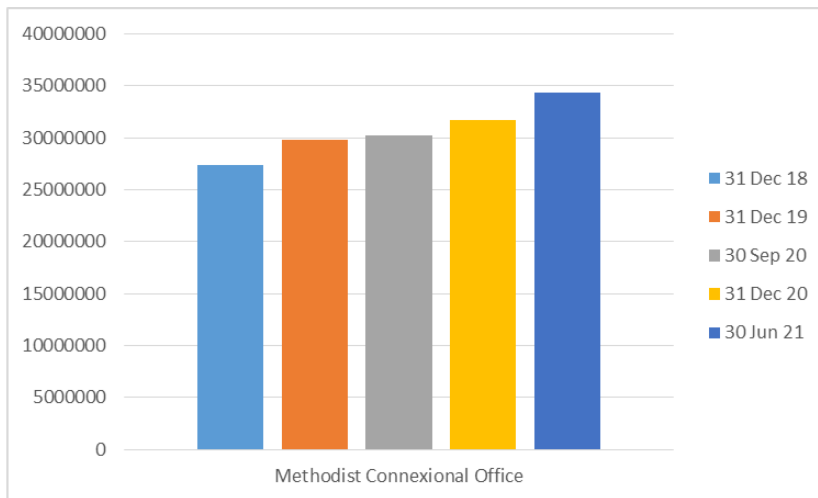
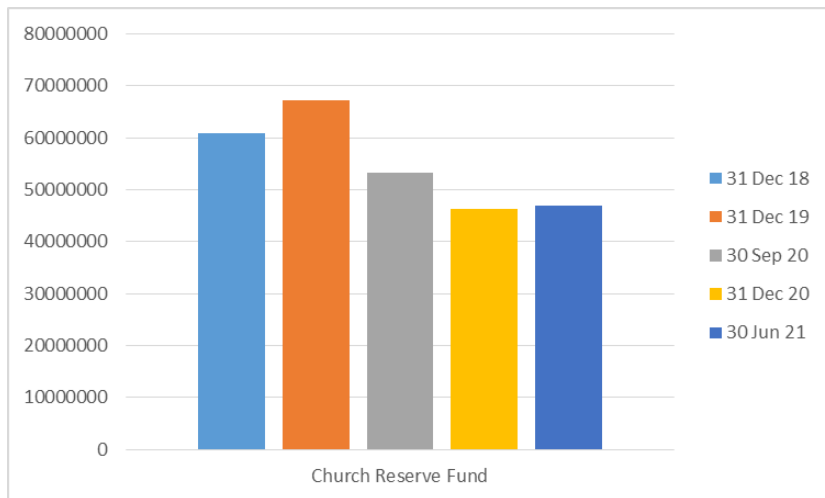
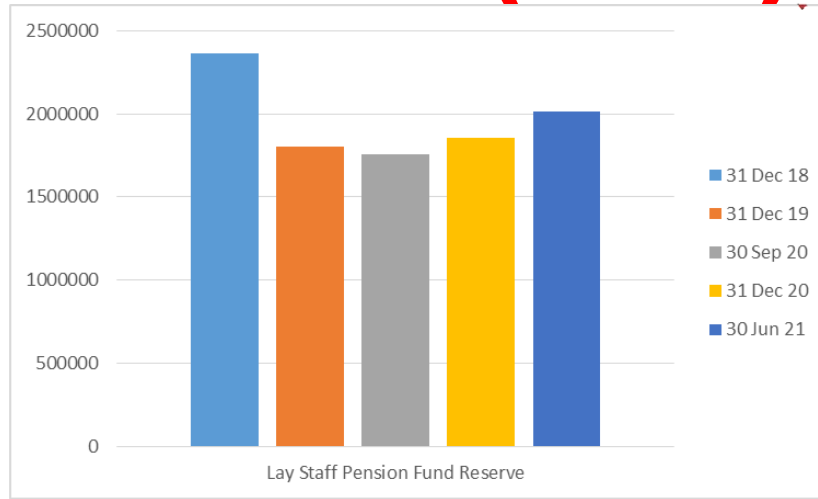
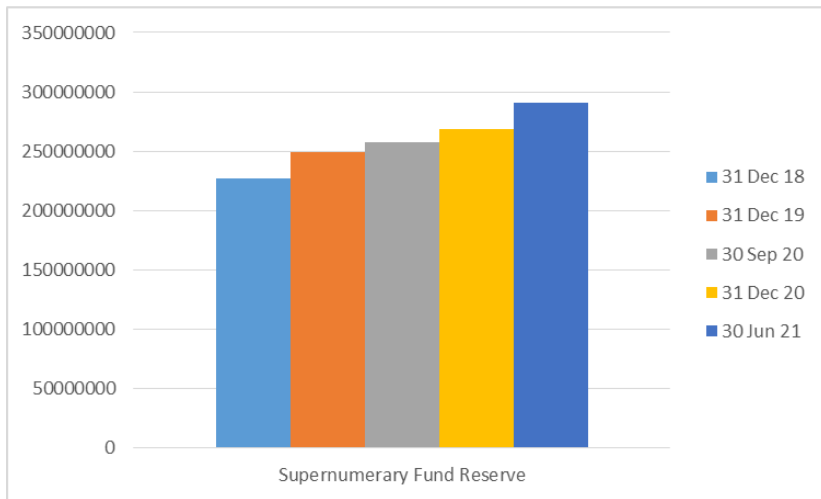
# Insurance Matters (5.9)



1. Due to the negative impact of covid-19 on church finances a 100% premium payment holiday was provided from June 2020 to June 2021 as a relief to circuits.
2. Total relief as at 31 December 2020 is R9 834 997,34.
3. This relieve must have been financed by Property Protection Fund. The report I have is that the fund does have cash or investments

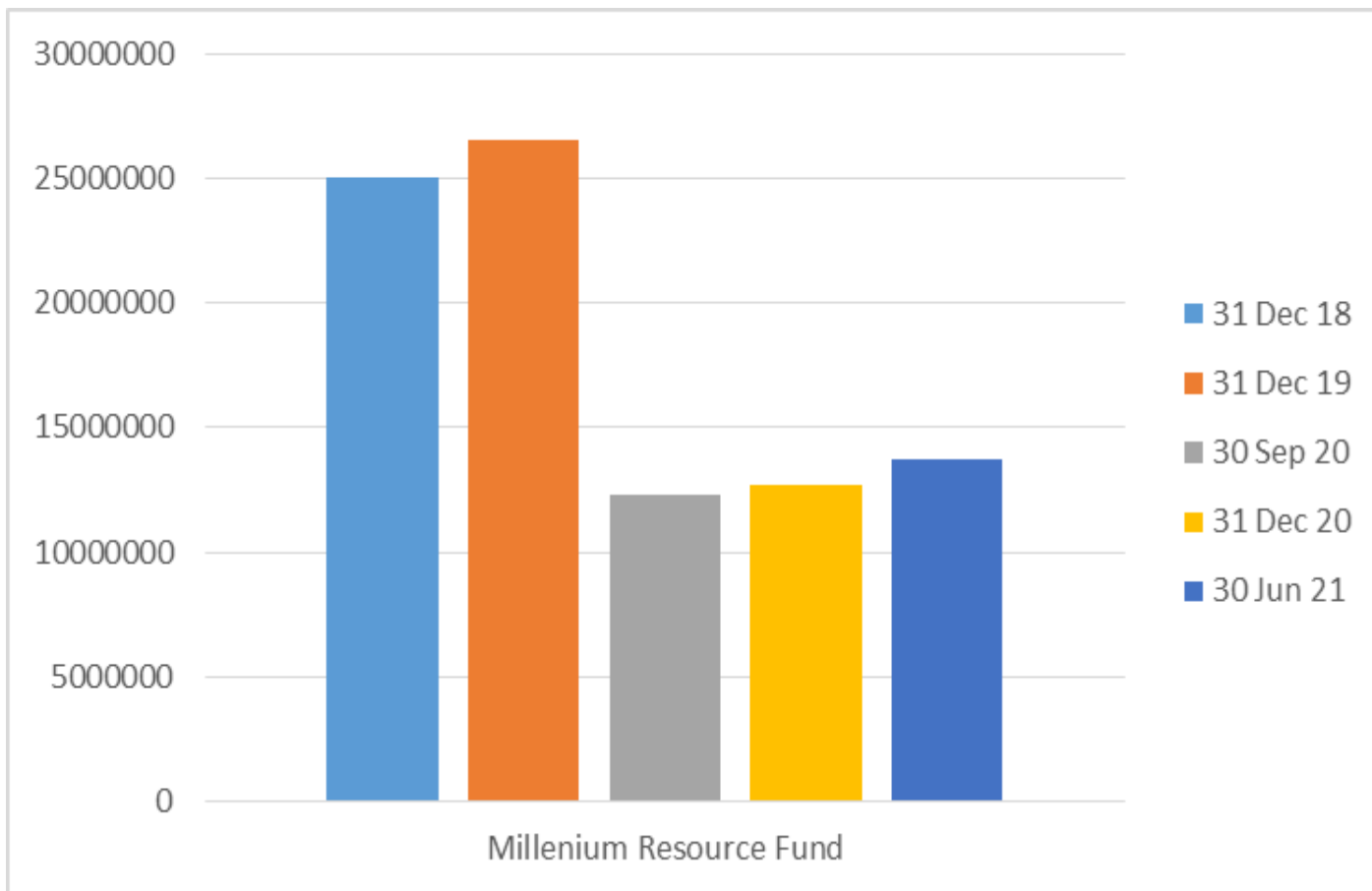


# Investments of Funds (5.13)





# Investments of Funds (5.13)





# Recommendations

1. Approval of the 5 sets of annual financial statements (AFS)
2. Note the backlog in the 2020 audits and in particular the two units the were last audited in 2014.
3. Approval of the 2022 Budget.
4. Approval of a 3% increase in stipends while keeping the allowances the same as prior year.
5. Approval of implementation of stipends for part time evangelists.
6. Approval of the parameters set for the annual holiday costs for ministers stationed outside of their home country.





**THANK YOU**