

Treasurer's Report

2013

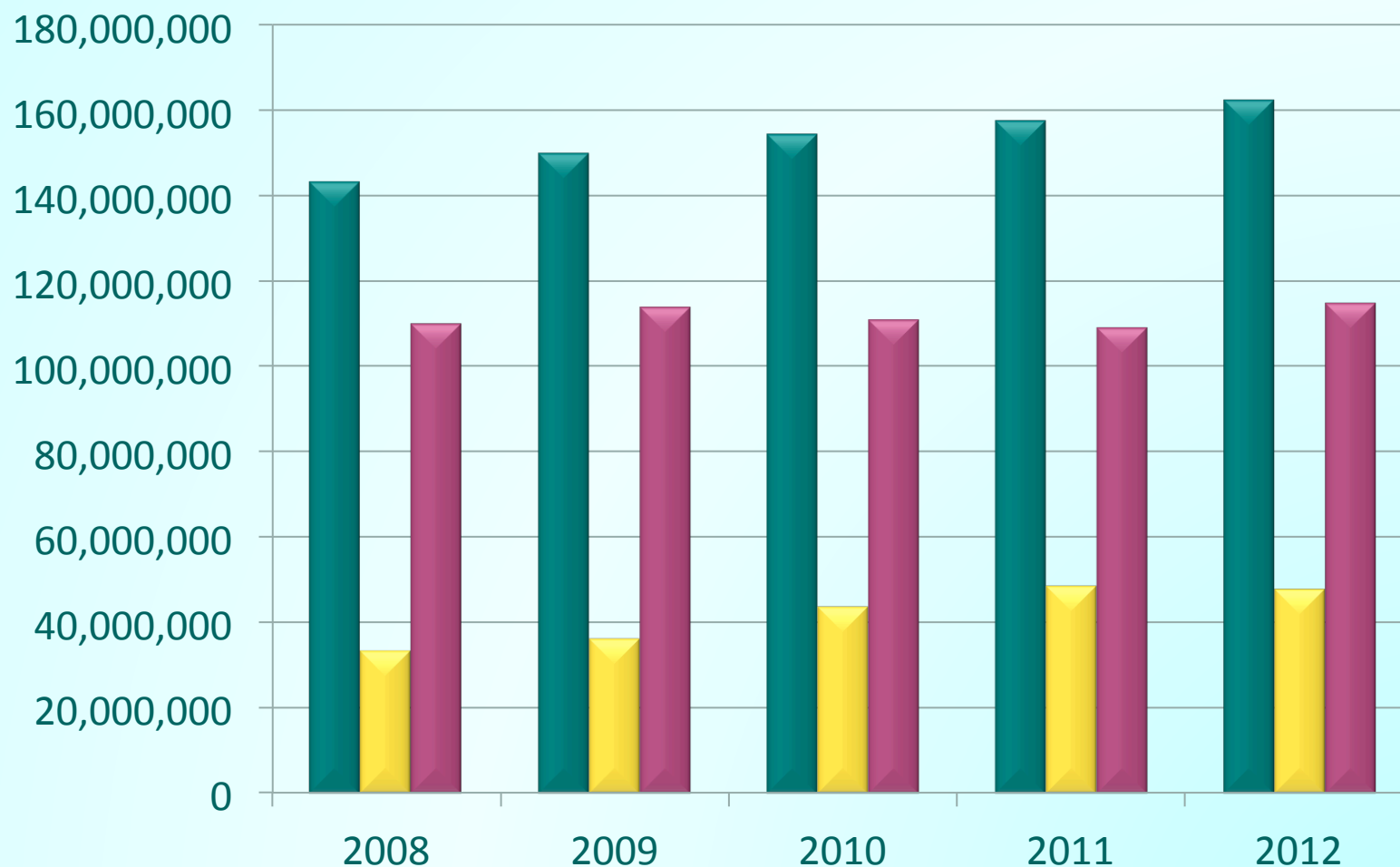
Year-End Meeting



North American Division

NAD Consolidated Financial Statement

2008 - 2012



North American Division

NAD Consolidated Financial Statement

North American Division

- Operations
- Plant Funds

Other Funds and Subsidiaries

- NAD Evangelism (NADEI)
- Adventist Media Center, Inc. (AMC)
- Adventist Community Services (ACS)
- Seminars Unlimited (SU)
- Adventist Information Ministries (AIM)



NAD Consolidated Financial Statement

Adventist Media Center

- Adventist Media Center Operations
- Breath of Life
- Faith for Today
- It is Written
- Jesus 101
- La Voz de la Esperanza
- Life Talk Radio
- Voice of Prophecy



North American Division

2012 Consolidated Net Assets

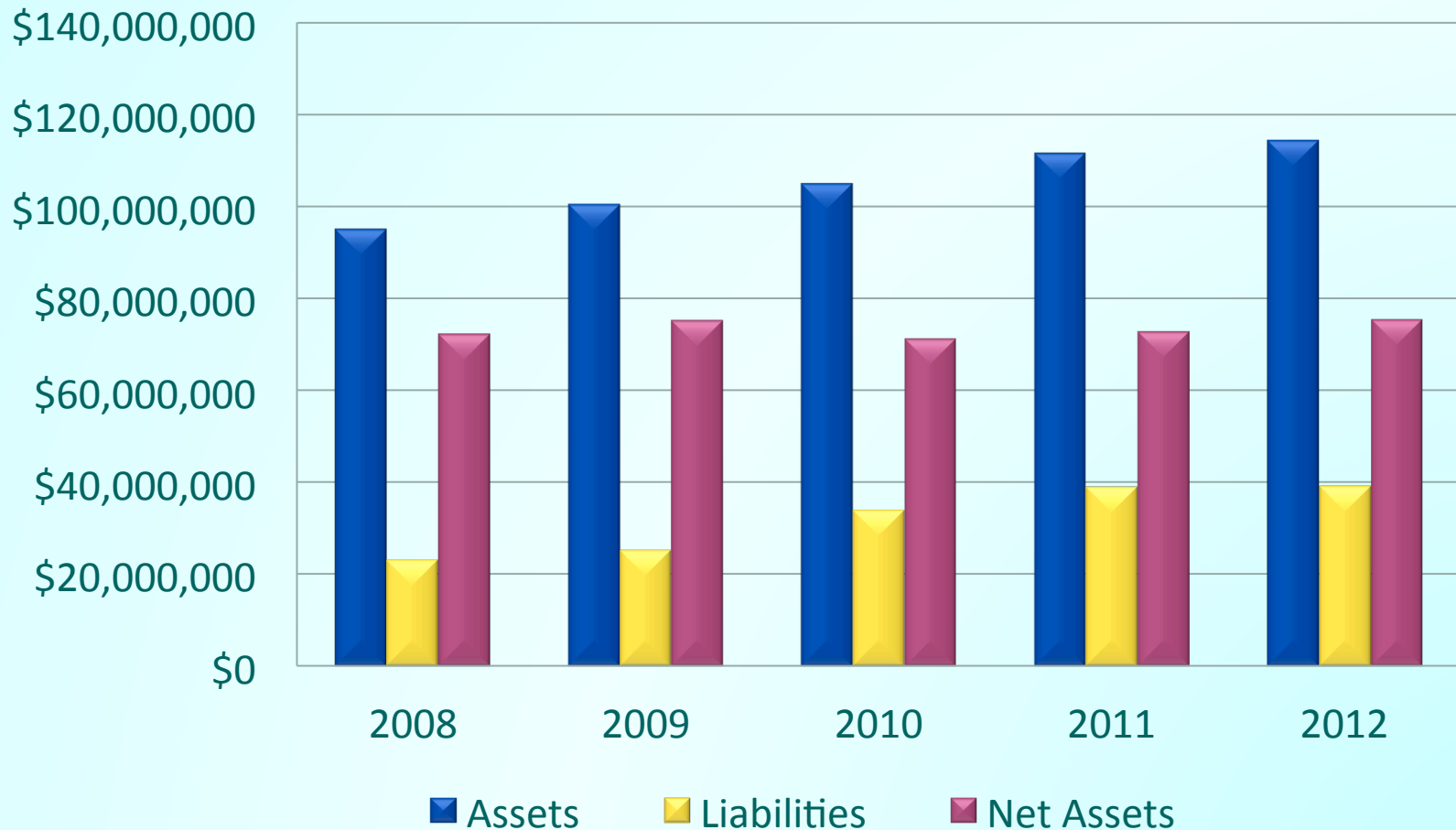
Net Assets by Organization	Amount	Percent
North American Division Operating	\$74,880,545	65.30%
North American Division Plant	\$376,115	0.33%
Adventist Information Ministry	\$99,991	0.09%
Adventist Community Services	\$3,120,102	2.72%
Adventist Media Center	\$27,783,027	24.33%
NAD Evangelism Institute	\$1,271,675	1.11%
Seminars Unlimited	\$7,145,519	6.23%
Totals	\$114,676,974	100.00%



North American Division

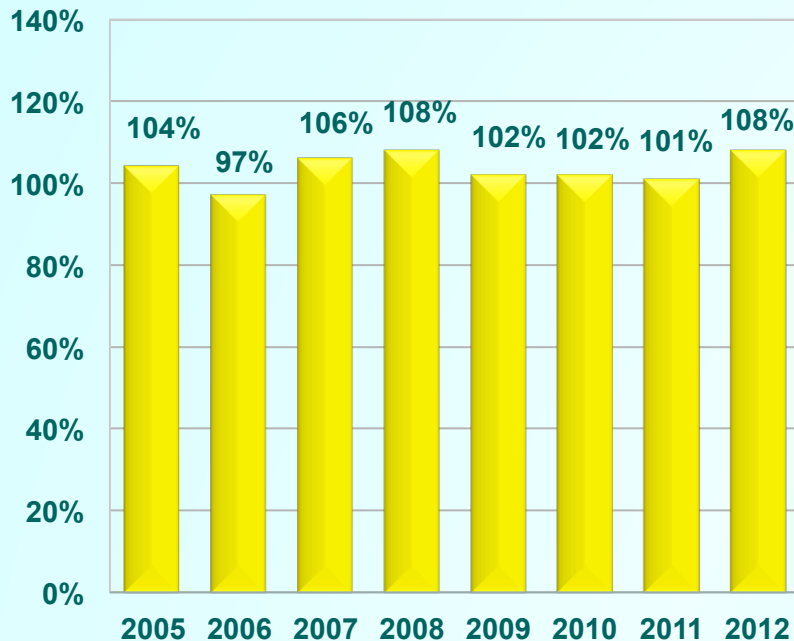
NAD Financial Statement Operating

2008 - 2012

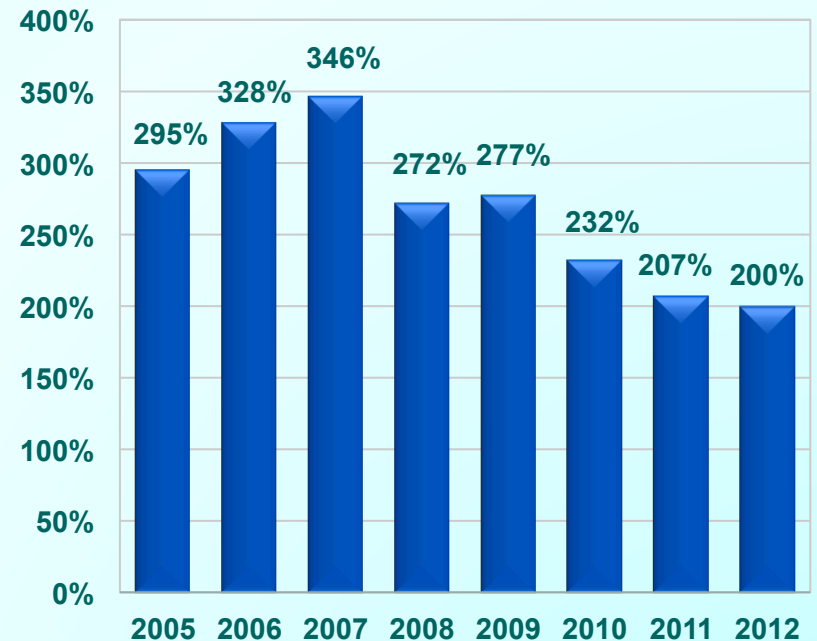


Division Office Finances

Working Capital and Liquidity



■ Recommended Working Capital



■ Liquidity

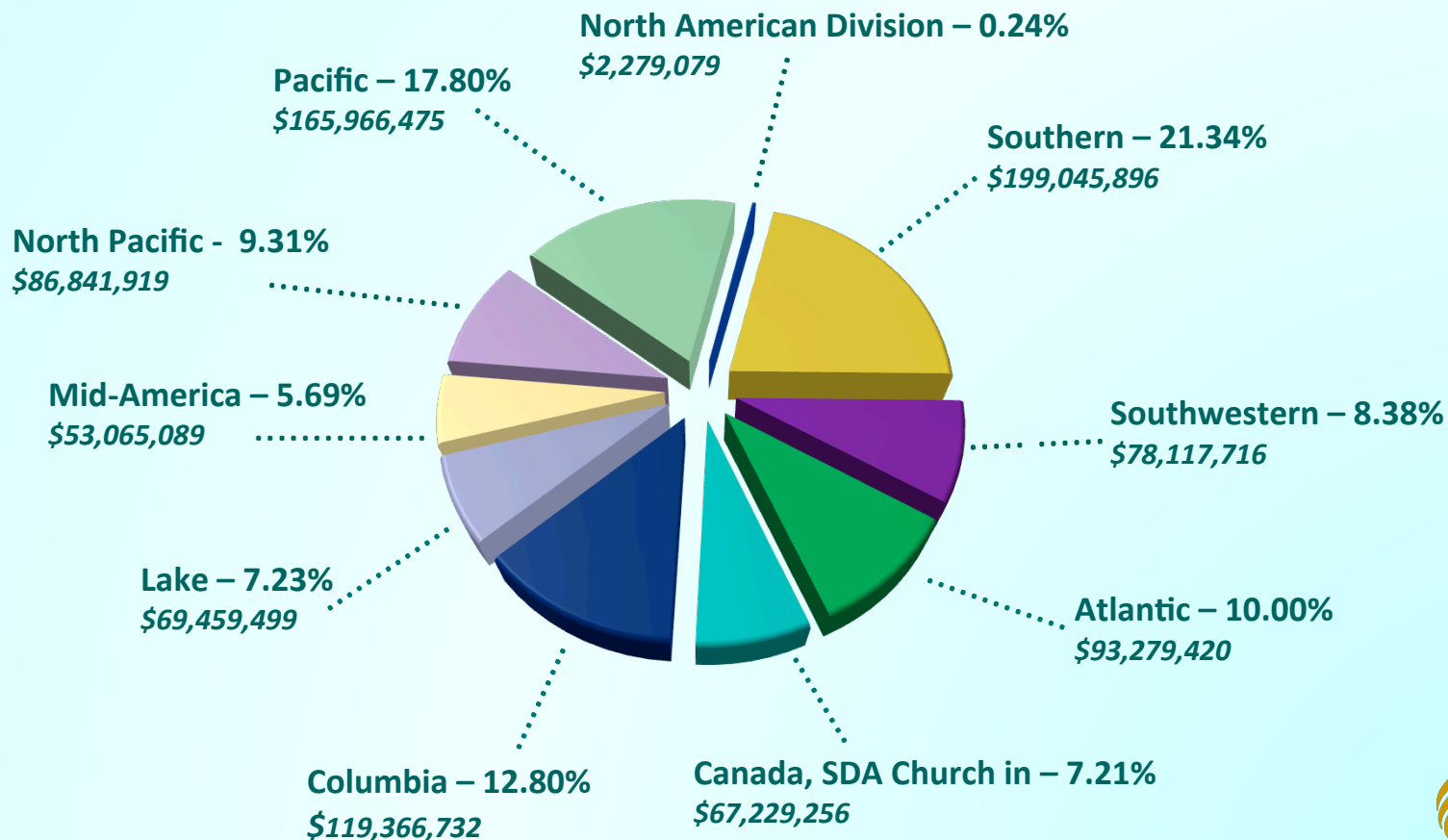
Some Additional Facts

Year	Expenses per day <i>for 365 days</i>	Days Cash on Hand
2005	\$229,977	192
2006	\$246,678	221
2007	\$258,785	243
2008	\$265,675	197
2009	\$270,869	204
2010	\$266,222	223
2011	\$261,296	229
2012	\$275,589	208

North American Division Tithe

2011 Total Tithe - \$923,139,207

2012 Total Tithe - \$932,651,081 – Avg. \$17,935,597 per/wk



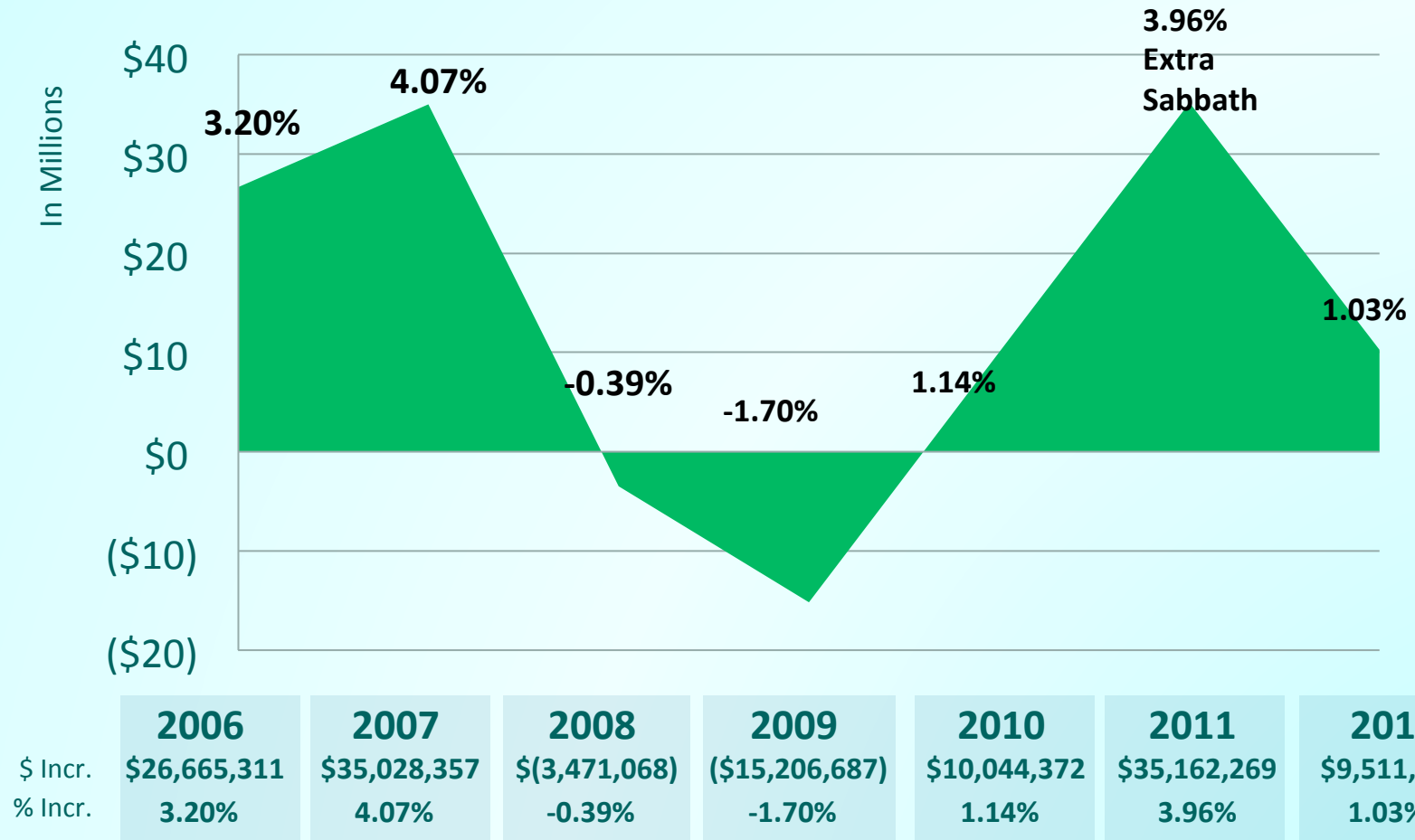
North American Division Tithe

For Past 10 Years



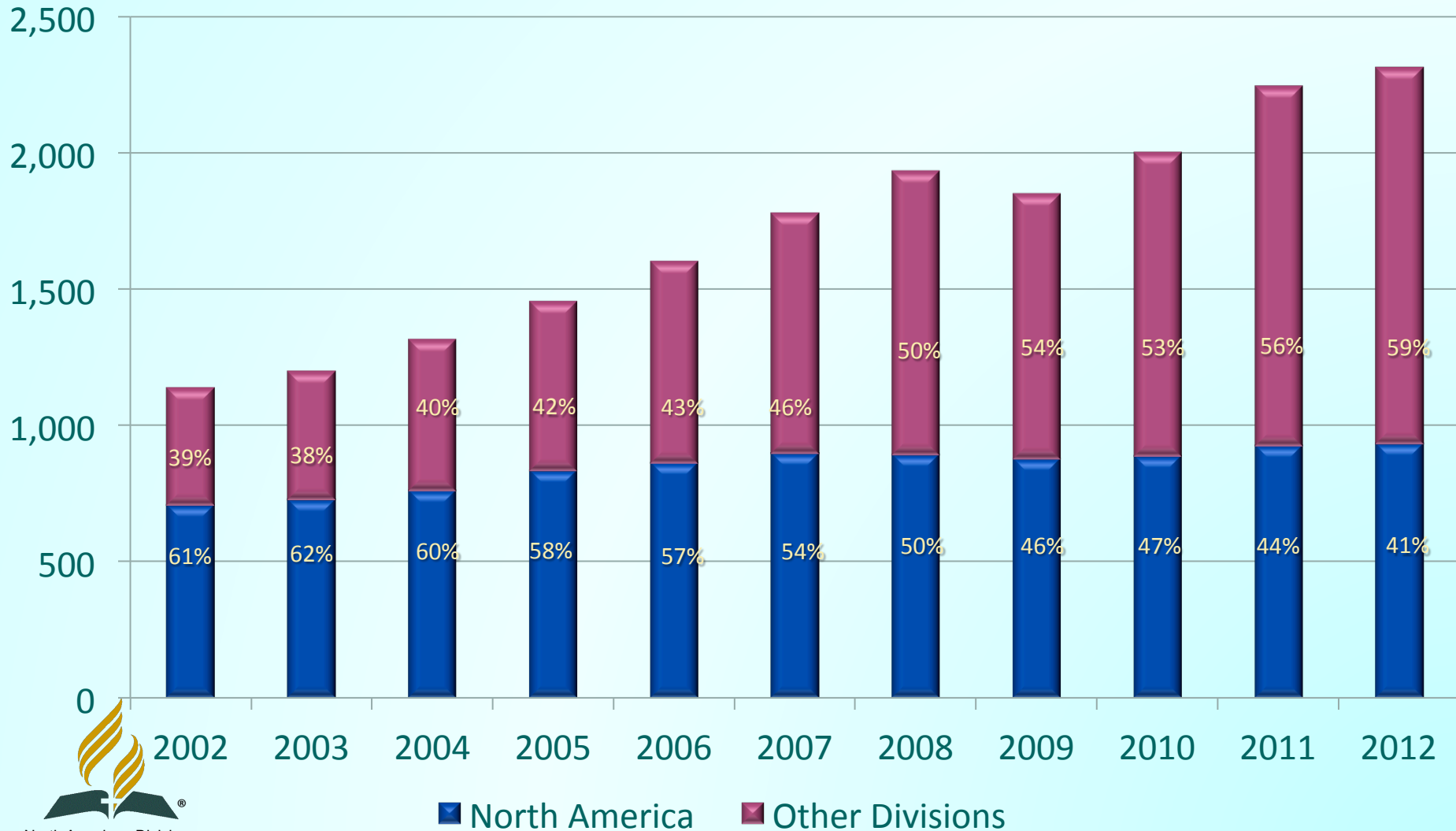
Increase (Decrease) in Tithe

2005 - 2012



Worldwide Tithe

2002 through 2012 in Millions



Tithe Percentage from NAD to GC

- **Background**

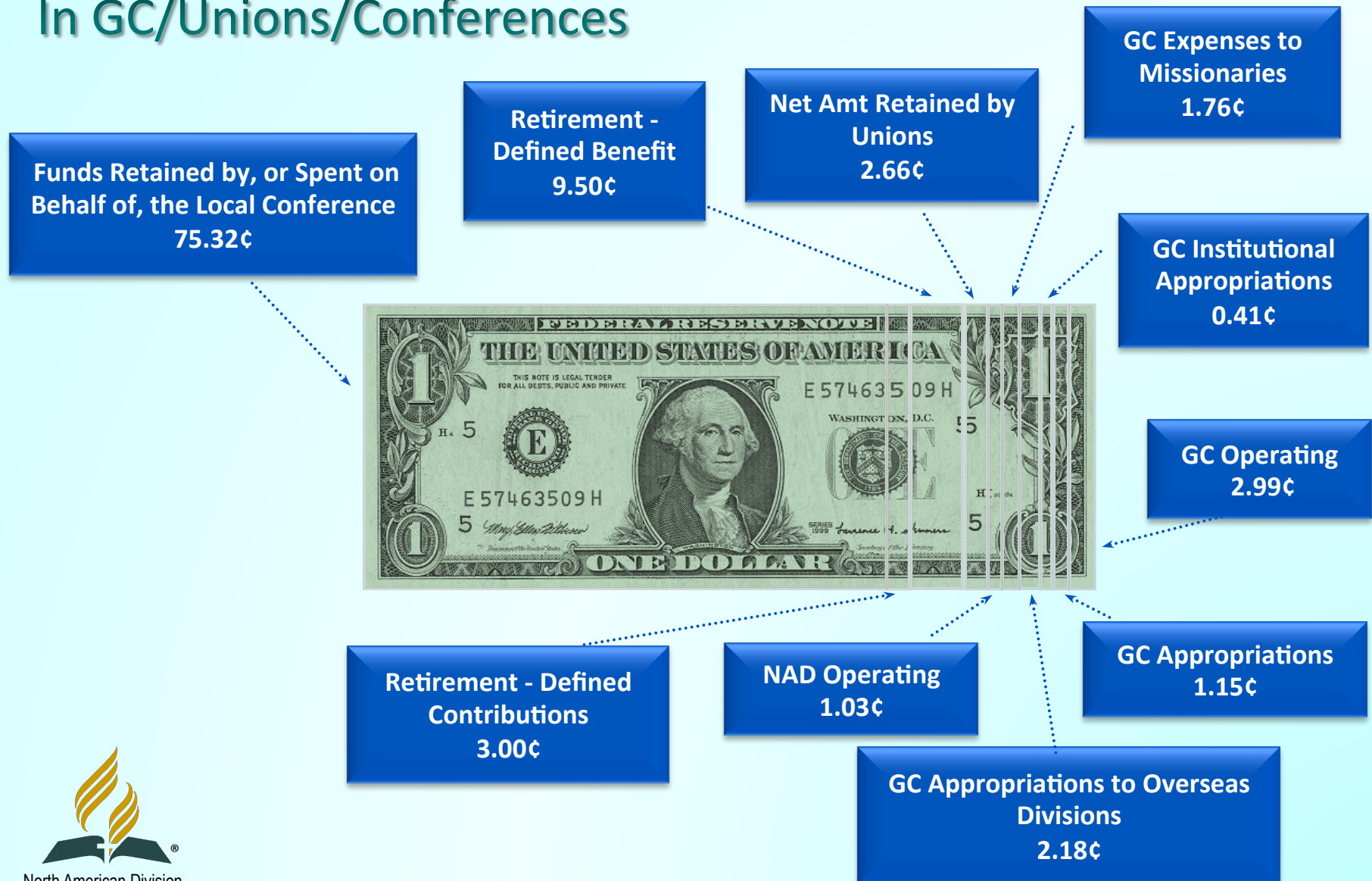
- 2000–2005 Phase in of Adjustment
 - 10.72% to 8.00% of Tithe

- **Voted % Action by GC – Estimated Tithe Dollars**

- 2012 8.00%
- 2013 7.50% .50 \$4.50 million
- 2014 7.00% .50 9.00 million
- 2015 7.00% .00 9.00 million
- 2016 7.00% .00 9.00 million
- 2017 6.75% .25 11.25 million
- 2018 6.50% .25 13.50 million
- 2019 6.25% .25 15.75 million
- 2020 6.00% .25 18.00 million

Sample Use of Tithe Dollar

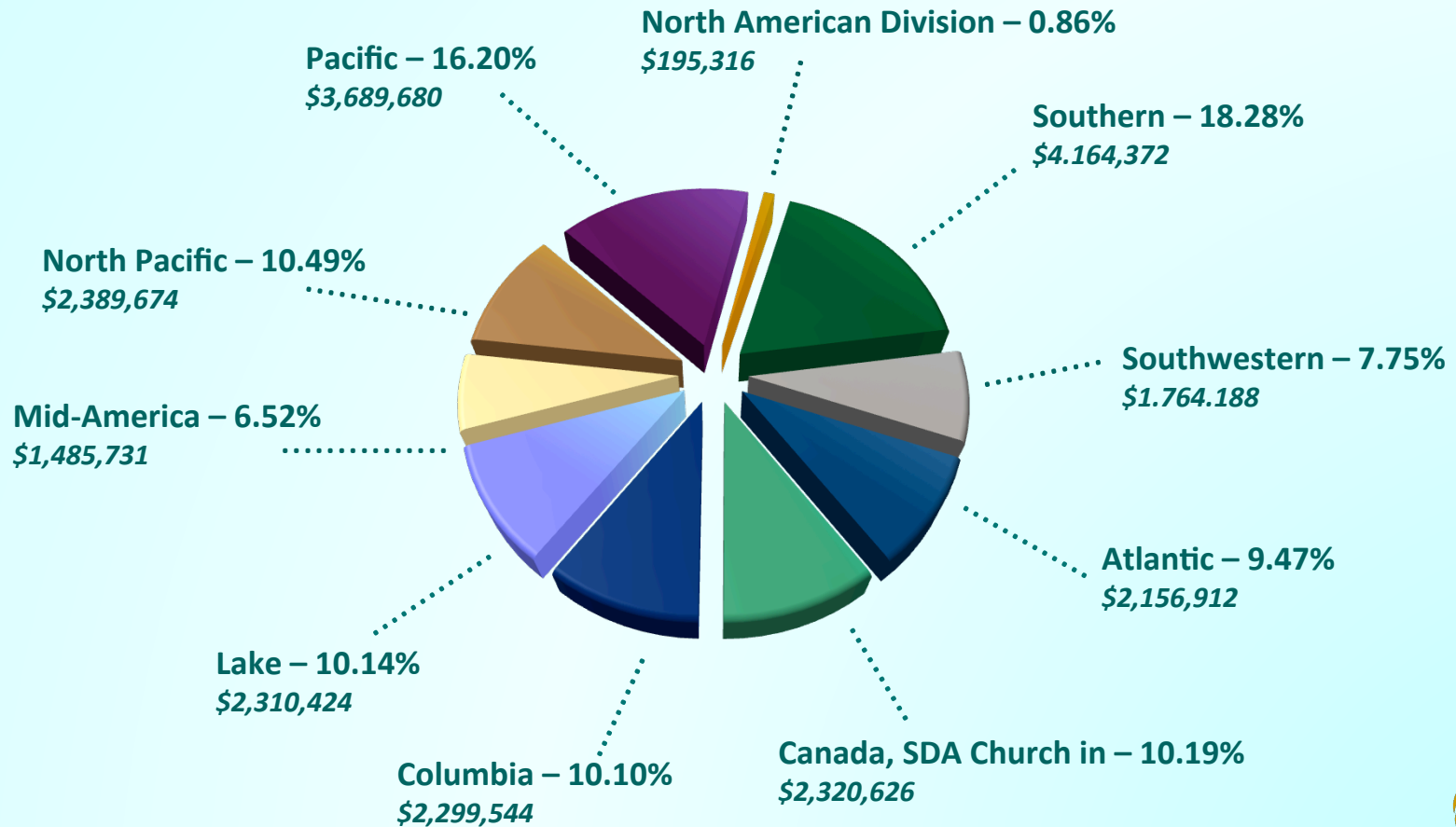
In GC/Unions/Conferences



North American Division Missions

2011 Total Missions - \$23,392,746

2012 Total Missions - \$22,776,467



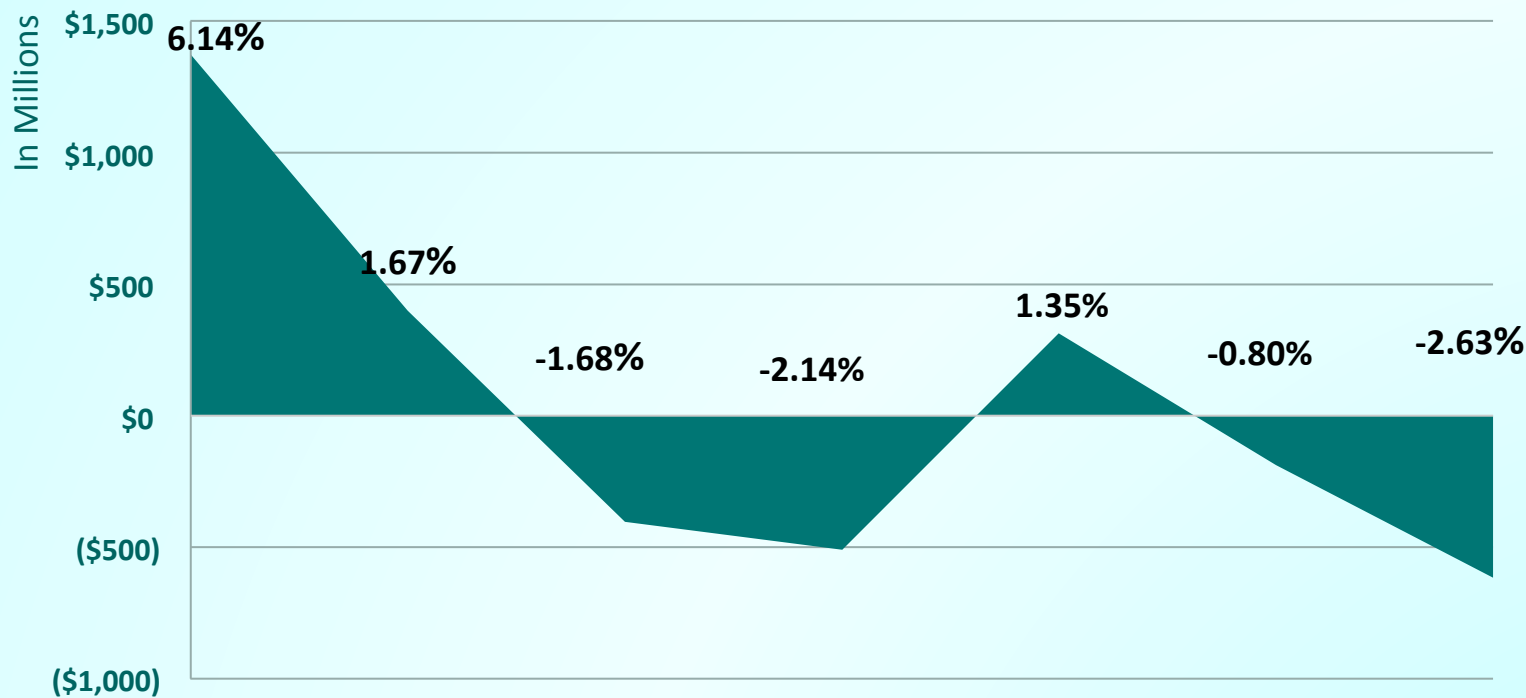
North American Division Missions

For Past 10 Years



Increase (Decrease) in Missions

2006 - 2012



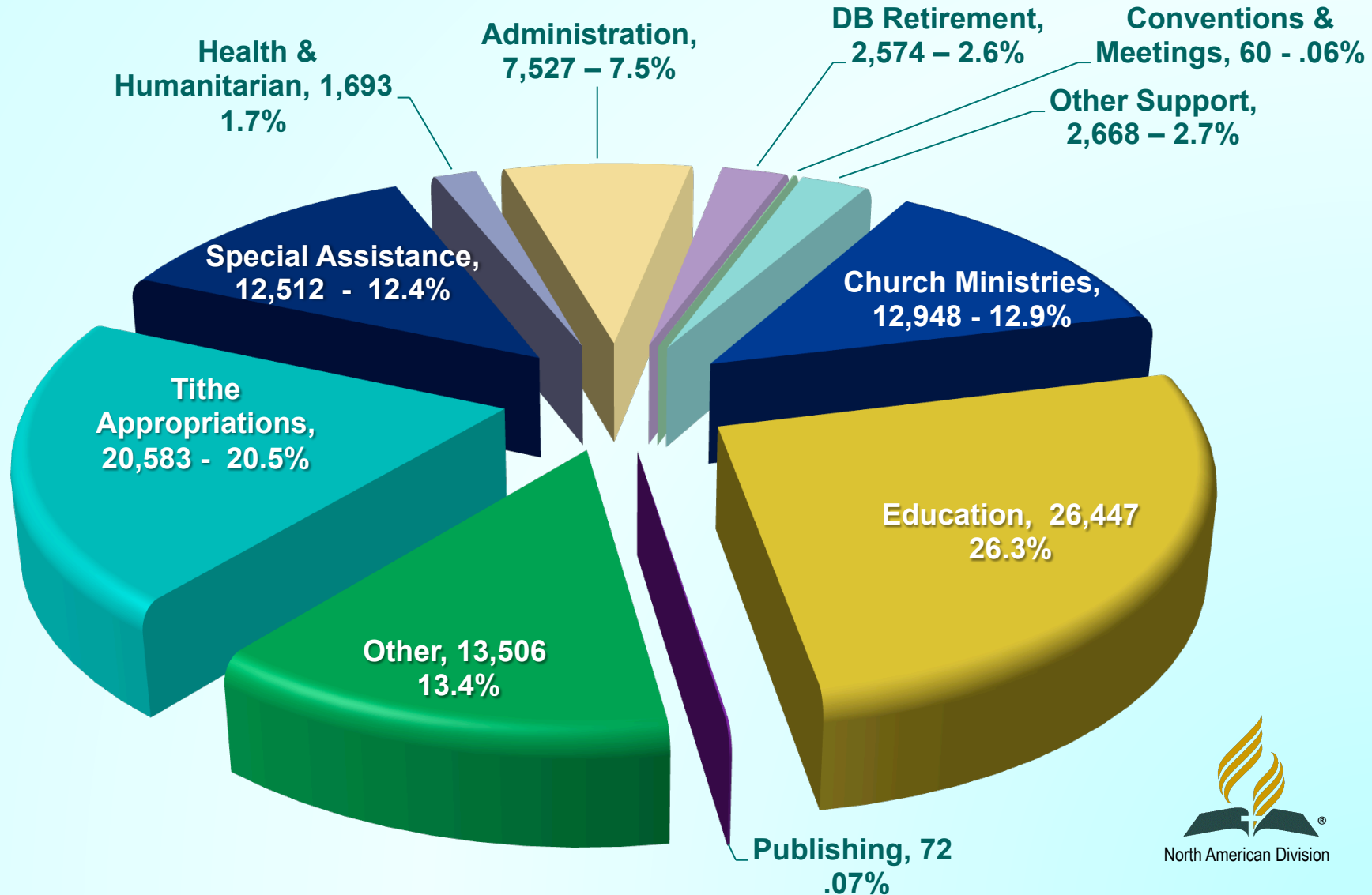
	2006	2007	2008	2009	2010	2011	2012
\$ Incr.	\$1,375,787	\$398,131	(\$405,098)	(\$508,466)	\$314,236	(\$187,864)	(\$616,278)
% Incr.	6.14%	1.67%	-1.68%	-2.14%	1.35%	-0.80%	-2.63%

Worldwide Mission Offering

2002 through 2012 in Millions



NAD 2012 Expenses - \$100,590,019



Relevant Events

Of the Past Year

Economy

Jobs

Volatility in
currency
worldwide

Housing Market
Slowly coming
back

Foreclosures in
housing

Politics – Gridlock

Continued to
bring NAD budget
into line

Six Building
Blocks voted

Gearing Up for
NY13

Ongoing Development

NAD Membership
Growth

AASI.NET rollout
continued

eAdventist
Membership and
Personnel rewrite

eAdventist
Registrar –
blessing for
education

Adventist Church
and School
Connect

NAD Strategic
Planning and six
building blocks

Adventist Giving
and Adventist
School Pay
continues to grow

NAD Cloud -
Technology and
Media

We Must Give an Account.--If our own people would only put into the cause of God the money that has been lent them in trust, that portion which they spend in selfish gratification, in idolatry, they would lay up treasure in heaven, and would be doing the very work God requires them to do. But like the rich man in the parable, they live sumptuously. The money God has lent them in trust, to be used to His name's glory, they spend extravagantly. They do not stop to consider their accountability to God. They do not stop to consider that there is to be a reckoning day not far hence, when they must give an account of their stewardship.
{AH 367.4}

Influence Measured--Heaven is watching to see how those occupying positions of influence fulfill their stewardship. The demands upon them as stewards are measured by the extent of their influence. In their treatment of their fellowman, they should be as fathers,--just, tender, true. They should be Christ-like in character, uniting with their brethren in the closest bonds of unity and fellowship.--Gospel Workers, p. 495. {ChL 21.1}

*Every man according as he purposeth in his heart,
[so let him give]; not grudgingly, or of necessity:
for God loveth a cheerful giver. 2 Corinthians 9:7*



*Rejoice in the Lord always:
and again I say, Rejoice.*

Philippians 4:4

COME AND SEE



Palau for
Jesus

Airai SDA Church — Bailechesau Wtg. Hse. — Koror SDA Church
September 7, 2013 at 7:00pm

VOTED: To recommend the acceptance of the Financial Statements of the General Conference of Seventh-day Adventists North American Division (special purpose unconsolidated statements).

VOTED: To request General Conference Auditing Service clarify the last paragraph of their opinion regarding Emphasis of Matter before the report is released.

VOTED: To recommend the acceptance of the Consolidated Financial Statements of the General Conference of Seventh-day Adventists North American Division with the clarification noted.

VOTED: To recommend the acceptance of the Policy Compliance Report.

VOTED: To record the receipt of the Audit Communication Letter and management's responses to the items noted in the letter.

The audit committee met with the auditor without management to evaluate the Division's internal control.

■ Budget



North American Division

North American Division of Seventh-day Adventists

2014 Operating Budget
Assumptions

Budget e-mailed to Executive Committee



North American Division

2012 Gross Tithe used for the 2014 Tithe Budget

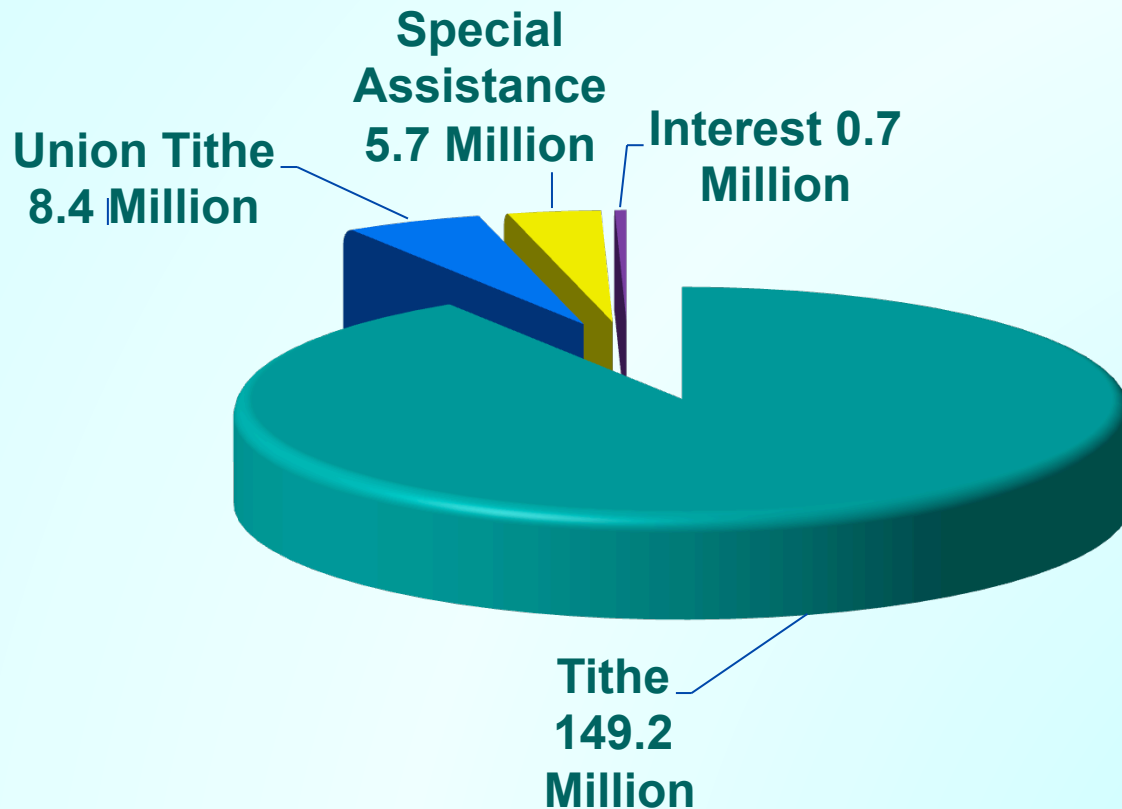
\$932,651,081



North American Division

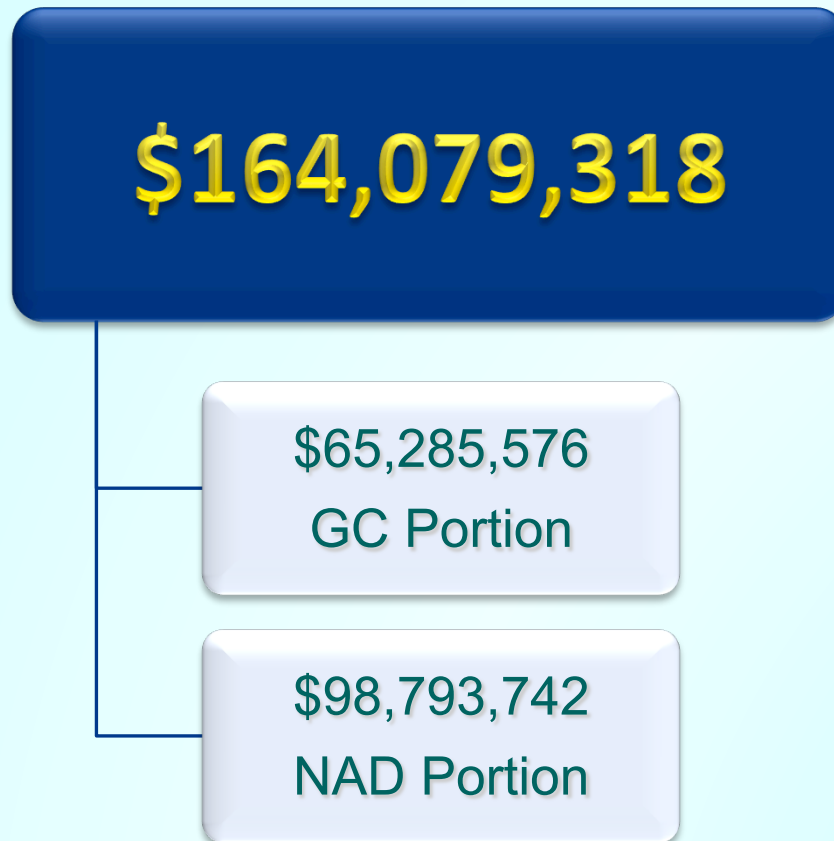
Income – Unallocated Tithe and Non-Tithe

\$164,079,318



2013 GC/NAD Tithe Income

Projected Distribution



2014 NAD Fixed Allocations - \$75,985,727

AMC
Appropriation
\$6,060,000

Tithe Reversion
(Evangelism)
\$13,955,580

Education
Reversion
\$23,259,300

Special
Assistance
\$10,000,000

Regional &
Hispanic
Reversions
\$1,811,518

Auditing
Subsidy
\$4,500,000

Seminary and
NADEI & AIM
Subsidy
\$5,573,430

Retirement
Employer DB
Share
\$5,147,943

Other Field
Appropriations
\$5,677,956

2013 Operations and Projects

Projected Distribution



2014 Payroll Assumptions

Remuneration Factor

January – June
2014

\$4,210

RF Actual

July – December
2014

\$4,252

RF Proposed – 1.0%



North American Division

Complete 2014 Budget
posted on the treasury web
site when final tweaking
completed

<http://www.nadadventist.org>

Directory → Administration → Treasury → Resources



North American Division

**This is the slide between the
budget and investment report**

Questions



North American Division

North America Division Year-End Meetings

Investments

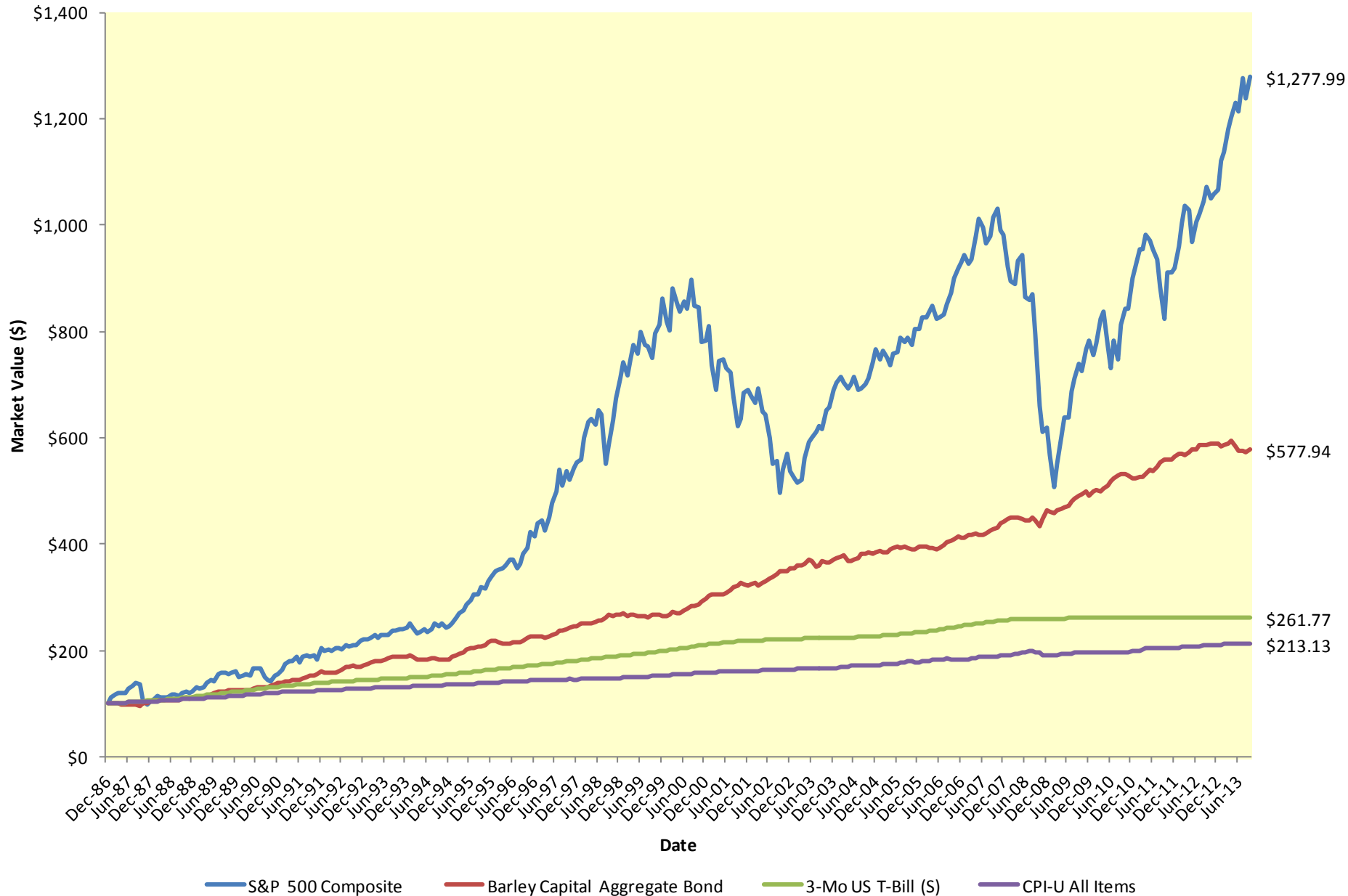
2013



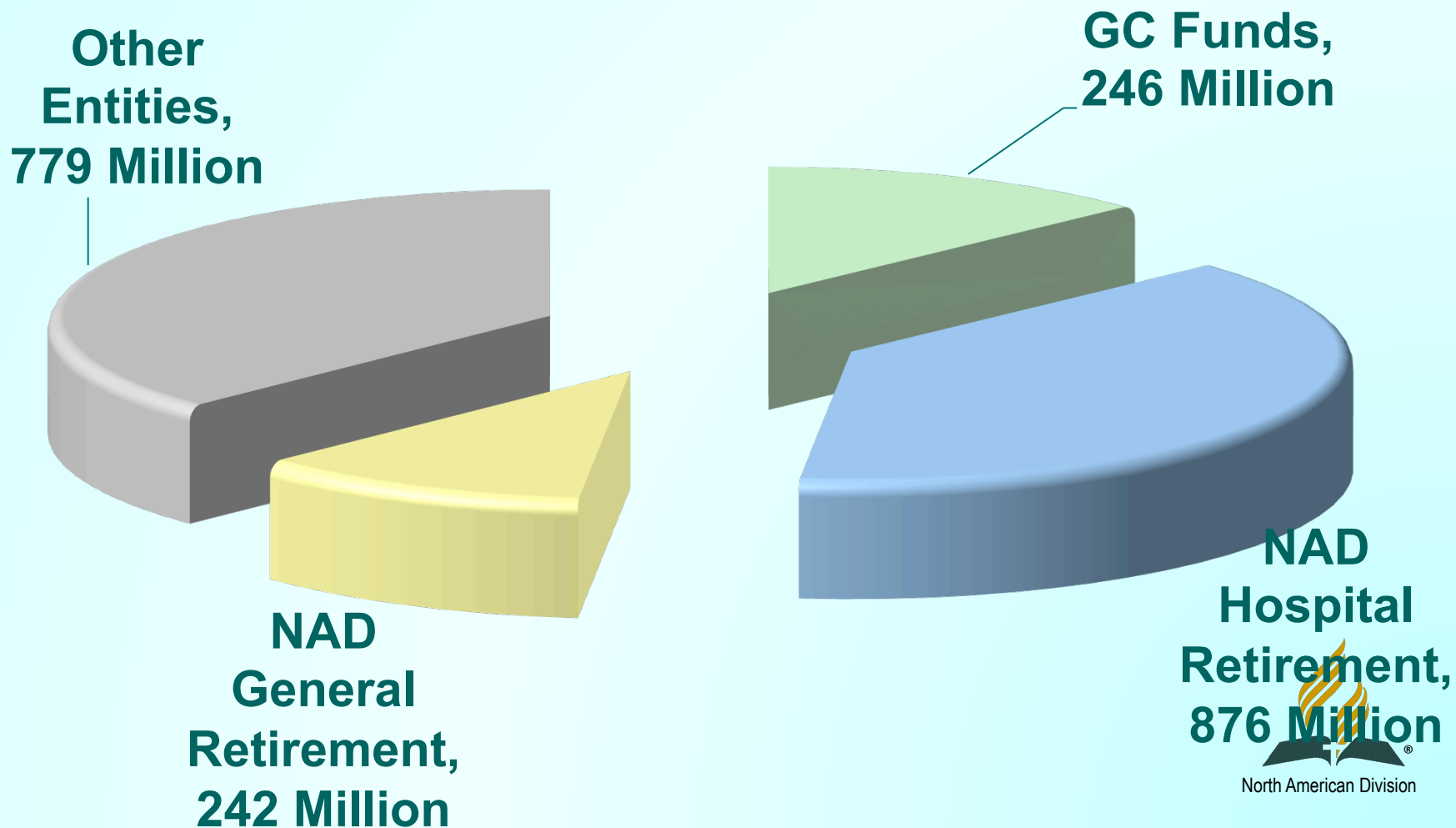
North American Division

Growth of \$100 Invested In Various Indexes

For the Period December 31, 1986 to September 30, 2013



August 2013 Investments Managed by the General Conference



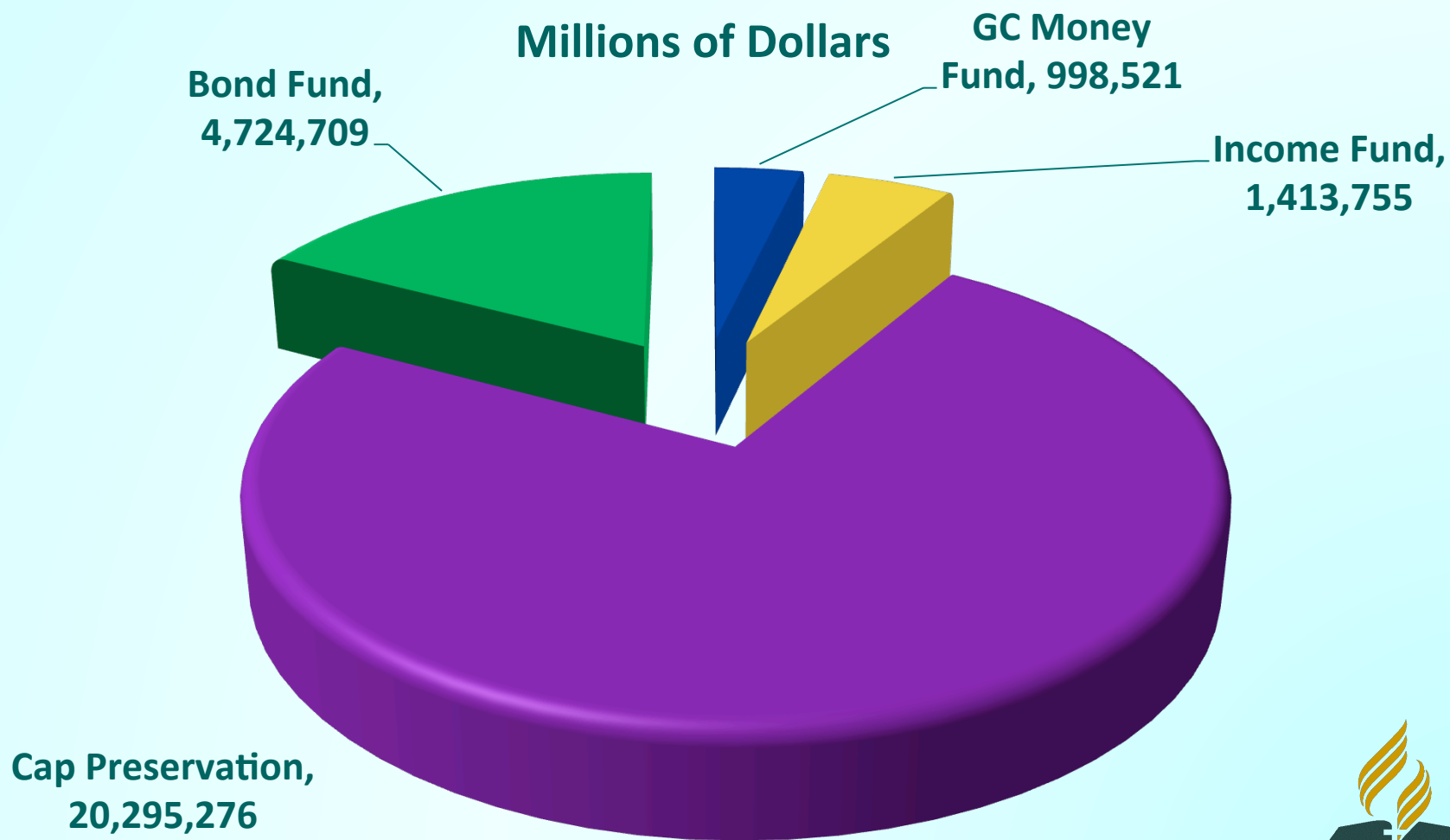
S&P 500

Feb 1 to Oct 1, 2013



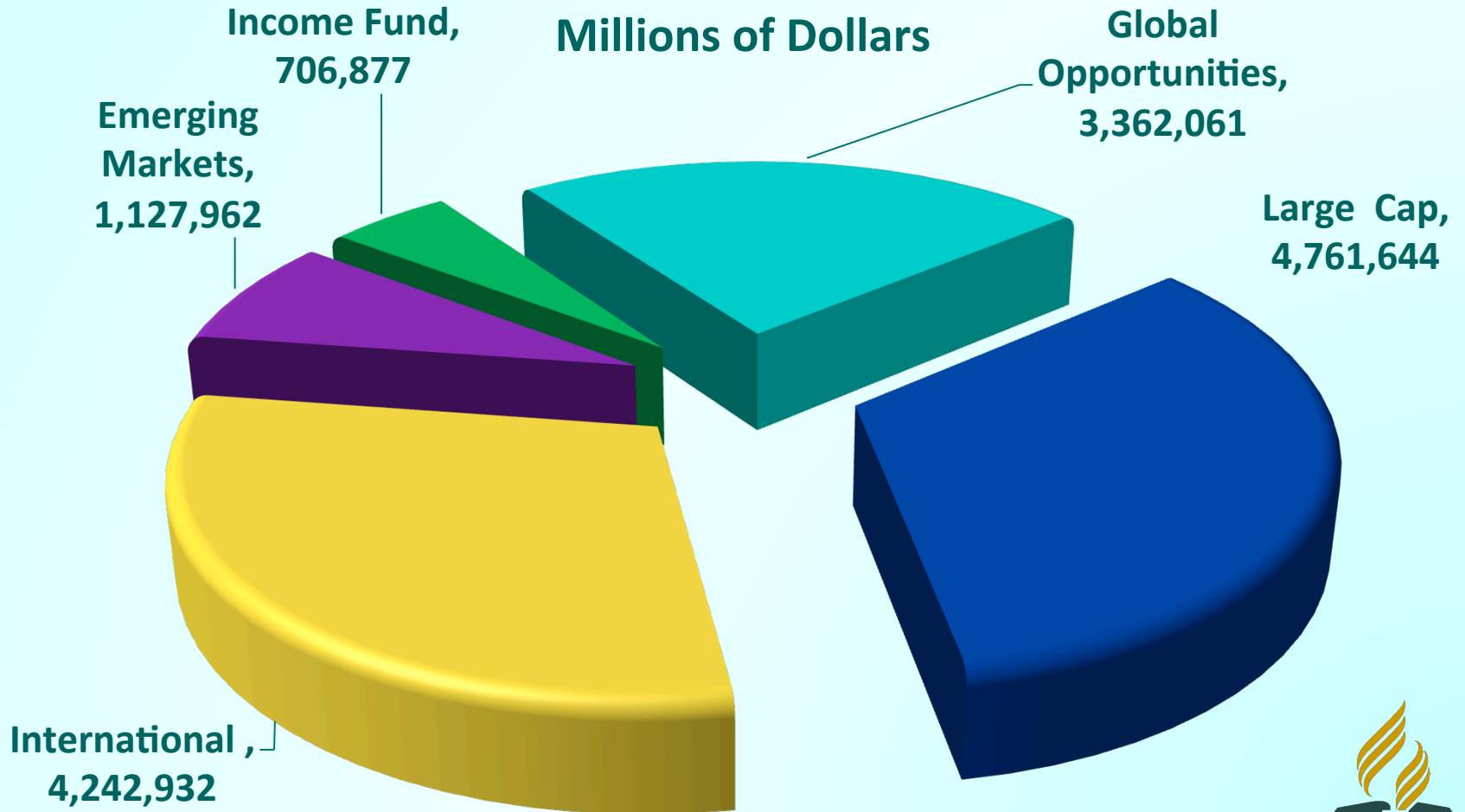
NAD Fixed Investments – \$27,432,261

September 30, 2013



NAD Equity Investments - \$14,201,476

September 30, 2013



**This is the slide between the
investment report and GMM**

Questions



North American Division

North American Division Year-End Meetings

Guam-Micronesia Mission
2014



North American Division

2014 Remuneration Factor – GMM

January 1, 2014

\$3,360

Guam/Saipan

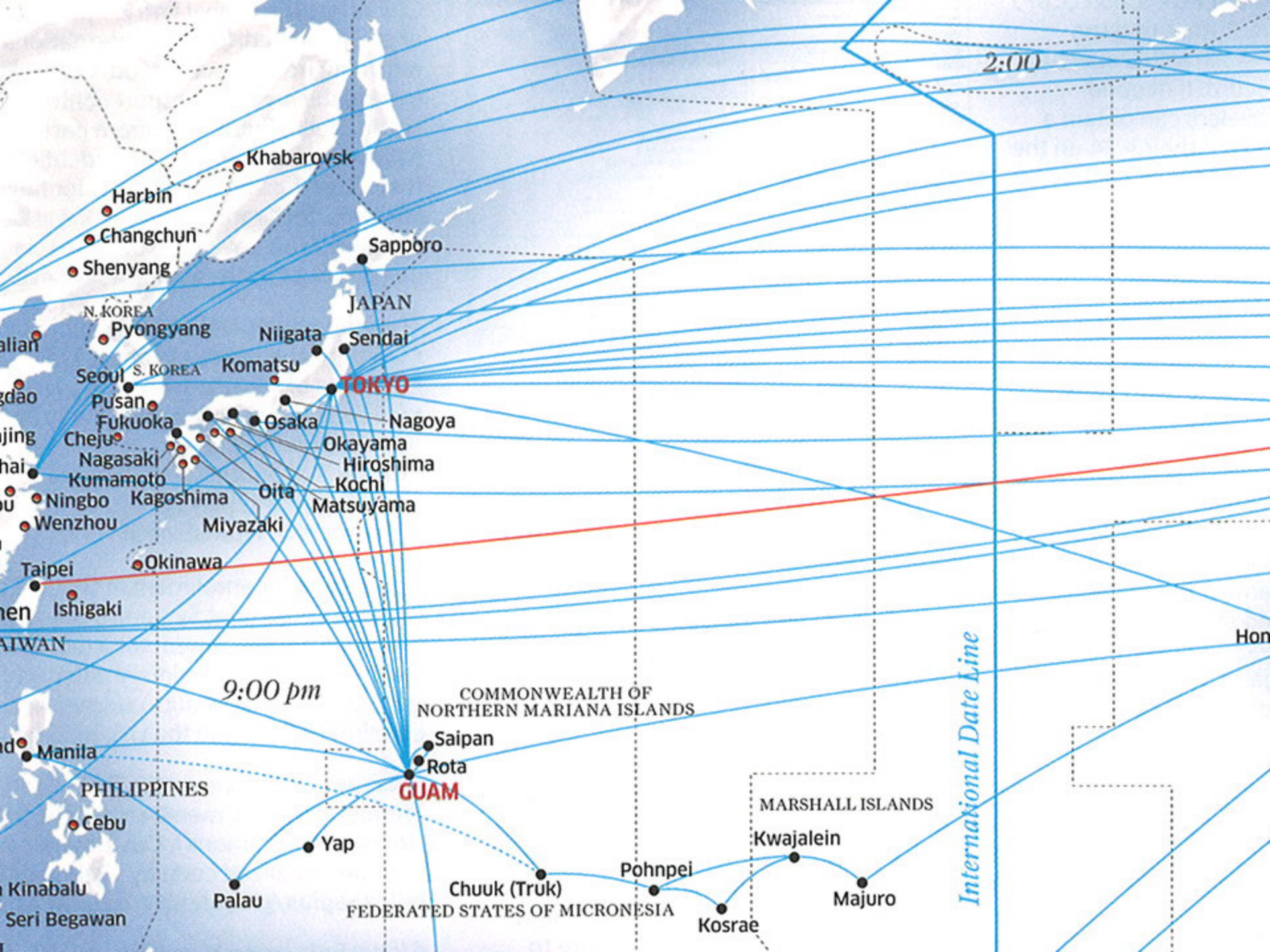
January 1, 2014

\$1,680

USD Micronesia



North American Division







RECOMMEND:

1. – Recommend the wage factor for Guam/Saipan and the USD Micronesia beginning January 1, 2014 as presented. These amounts will be used for the retirement basis as well.
2. Recommend the approval of the printed remuneration percentage rates established by the North American Division and the GMM Executive Committee be used for Guam-Micronesia Mission, Guam Adventist Clinic, and Guam K-12 Institutions for 2014.



The End



North American Division