

Pacific Yearly Meeting
66th Annual Gathering (2012)
Treasurer's Report

PYM has two accounts; the General account for all economic activity outside of the Session, and the Session account. The fiscal year for PYM, for both accounts, is October 1 to September 30.

General Account

For the General account, this is an interim report for Fiscal Year 2011-2012 (October 1, 2011 through September 30, 2012). The actual amounts are as of July 31, 2012.

Monthly Meeting Revenue of \$115,515 is very close to the budget of \$118,001. Thank you! The per-member assessment, for the current year, is \$87. Total income, through July 31st, is \$127,163.

Revenue from Return on Invested Capital (\$536) continues to be poor because of low interest rates.

We received \$90.12 in dividends from our GuideOne Insurance, this is the first time in a few years.

So far this year, I have not, as yet, drawn from our Uncommitted Reserve to meet operational expenses.

Last fiscal year, actual budgeted expenses exceeded budgeted income by \$4,863. This amount was therefore taken from Uncommitted Reserves (#4105) to cover the shortfall.

For the current year, \$8,000 was moved from the Youth Program Reserve (#4106) to the general account. This \$8,000 was not used in calculating assessment numbers for Guatemala, Hawaii, or Mexico City, since those Meetings did not contribute to this Reserve. Someone from Hawaii asked me at the end of last year's Session why Hawaii's assessment had an increase (\$41 from \$40) whereas California and Nevada has a decrease (\$87 from \$90); this is why.

So far this year, expenses have totaled \$98,276. Out of this amount, the Youth Program has spent \$52,596. As of July 31st, income has exceeded expenses by \$28,887.

Assets and Liabilities/Reserves

Our total Assets stand at \$177,467.

Uncommitted Reserves are \$110,103. This is money that is unrestricted.

FGC Scholarship (#2735) is used to support Young Friends to attend FGC. This account now has a balance of \$2,501, down from \$20,460 in 2000.

We have made a loan of \$20,000 to Friends House. We receive 3% interest on this loan.

Session Account

For last year's Session, income exceeded expenses by \$14,898.

Items of Note

Donations to Reserves

Several Monthly Meetings and individuals contributed to our reserves, specifically to Fund for Concerns, the Sharing Fund, the Youth Program Coordinator Reserve and the Unity with Nature Project. Thank you!

Banks

We are no longer doing business with Bank of America. Our accounts are with Wells Fargo, and we hope to move our funds from Wells Fargo to another financial institution, but have not, as yet, found an institution that meets all our needs.

Inventory of Faith and Practice

The value of the inventory has been reduced by \$2,134. We now receive \$4 for each copy sold, and currently we have about 820 copies. Most of the inventory is housed in San Francisco.

Insurance

We have lowered the amount of liability insurance we carry from \$4 million to \$1 million, and thereby reduced our premium by \$1,500. We applied for "sexual misconduct" coverage and our application was rejected:

GuideOne's denial of adding sexual misconduct coverage is due to the church not obtaining background checks on volunteers and employees who work with minors. If the church is willing to implement background checks as part of your procedures, then this coverage can be added once GuideOne receives evidence that this procedure has been put into place.

Cash to Accrual

A financial review was conducted. Paul Diamond, a resident at Friends House and retired CPA, conducted the Review. He made several recommendations, including moving from cash accounting to accrual accounting. Please see me if you require more information about this.

Respectfully submitted,

Ed Flowers,
Treasurer

[See next 8 pages for spreadsheet data and charts]

Pacific Yearly Meeting of the Religious Society of Friends
August, 2012

PYM GENERAL ACCOUNT - INCOME AND EXPENSE

	FY 2009-10 (ending 9/30/2010)			FY 2010-11 (ending 9/30/2011)			FY 2011-12 as of 07/31/2012	
	Budget (Note 1)	Actual YTD	Transfer to Reserves	Budget (Note 2)	Actual YTD	Transfer to Reserves	Budget (Note 3)	Actual YTD
REVENUE								
4100 — Miscellaneous Contributions to PYM	500	647		500	2,349		2,000	3,002
4101 — Contributions from Member Meetings	55,100	54,758		125,000	122,892		118,001	115,515
4102 — Miscellaneous Income	0	135		0	87		0	110
4104 — Return on Invested Capital	1,500	1,128		750	941		1,000	536
4105 — Transfer from (to) Reserve	15,425			21,827	4,863		18,150	
4106 — Transfer from (to) YPC Reserve							8,000	8,000
3151 - Sale of Faith & Practice					948			
4200 — Youth Program (restricted contributions)	0	49,437		0			0	
TOTAL REVENUE	72,525	106,105		148,077	132,080		147,151	127,163
Assessment per member (Calif and Nev., Guatemala and Hawaii, Mexico City)	\$38, \$38, \$10			\$90, \$40, \$10			\$87, \$41, \$15	
EXPENSES								
GENERAL EXPENSES								
5202 — Clerk's Travel & Discretionary R2713	500	0	500.00	500	500	0	500	0
5203 — Expenses of the Officers	750	378		750	556		750	113
5204 — Website Hosting	250	0		250	179		250	0
5206 — Young Friends PYM Attendance Assistance	3,000	0		2,000	825		2,000	0
5207 — Equipment Purchase R2722	250	0		0	0		0	0
5208 — Travel-Repcom - Mar. & Ann. Sess.	10,300	9,548		9,000	8,532		9,000	5,495
5209 — Young Friends Officers' Expense	100	0		100	0		100	0
5210 — Audit Account R2723	500	0	500.00	500	0	500	500	500
5212 — Latin America Concerns Outreach R2749	0	0	-	250	0	250	250	0
5213 — PYM Attendance Assistance Fund (M&O)	7,000	5,796		7,000	6,093		7,000	0
5214 — Holding Corporation Expenses	25	0		25	0		25	0
5215 — Western Friend	11,000	11,000		11,000	11,000		11,000	11,000
5216 — Misc. Operating Expenses	0	0		0	0		200	24
SUBTOTAL GENERAL EXPENSES	33,675	26,722	1,000.00	31,375	27,685	750	31,575	17,132
COMMITTEE EXPENSES								
5221 — Ad Hoc Committees	0	0		0			50	3
5222 — Children's Program	500	125		500	126		500	199
5224 — Discipline	600	0		1,550	994		1,550	0
5225 — Finance	1,000	293		1,000	966		1,000	1,083
5227 — Junior Yearly Meeting	500	314		800	630		800	99
5228 — Ministry & Oversight	4,250	2,879		3,500	3,496		4,950	3,983

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	FY 2009-10 (ending 9/30/2010)			FY 2010-11 (ending 9/30/2011)			FY 2011-12 as of 07/31/2012	
	Budget (Note 1)	Actual YTD	Transfer to Reserves	Budget (Note 2)	Actual YTD	Transfer to Reserves	Budget (Note 3)	Actual YTD
5229 — Nominating	4,500	3,871		3,000	2,968		3,000	1,336
5230 — Peace & Social Order	500	0		500			500	
5231 — Religious Education for Children	1,000	10		1,000	276		1,000	0
5232 — Secretariat	50	0		50			25	
5233 — Sites	300	0		300			300	
5235 — Unity with Nature	800	646		800	322		1,100	1,087
5237 — Committee Supplemental Expense R2714	500	49		0	0		900	317
5238 — Latin American Concerns	50	43		250	197		250	77
SUBTOTAL COMMITTEE EXPENSES	14,550	8,230	0	13,250	9,975	0	15,925	8,183
SUPPORT OF FRIENDS ORGANIZATIONS								
5251 — Friends Committee on National Legislation	1,000	1,000		1,000	1,000		1,000	1,000
5252 — Friends Committee on Legislation of California	500	500		500	500		500	500
5254 — FWCC	1,500	1,500		1,500	1,500		1,500	1,500
5255 — Quaker United Nations Office NY	500	500		500	500		500	500
5256 — William Penn House, Washington	200	200		200	200		200	200
5260 — AFSC (LA & SF)	2,500	2,500		2,500	2,500		2,500	2,500
5261 — Friends House Moscow	1,000	1,000		1,000	1,000		1,000	1,000
5263 — Right Sharing of World Resources	800	800		800	800		800	800
5264 — Friends General Conference	500	500		500	500		500	500
5266 — Quaker Earthcare Witness	500	500		500	500		500	500
SUBTOTAL SUPPORT OF FRIENDS ORGS.	9,000	9,000	0	9,000	9,000	0	9,000	9,000
CONFERENCE TRAVEL/PYM DELEGATES								
5271 — Western Friend Board R2748 (3)	1,500	718	0	1,800	1,800	0	1,500	1,135
5275 — AFSC (5)	1,200	400		1,200	769		2,000	1,540
5277 — FCNL (6) & William Penn House (1)	3,600	3,217		5,900	5,868		6,200	3,560
5278 — FGC Central Committee R2744 (1)	600	600	-128	1,000	976	24	1,000	801
5279 — FWCC, Section of the Americas R2743 (5)	3,500	2,536	568	5,000	4,162	0	4,000	
5280 — Friends United Mtg. (Triennial) R2745 (1)	100	0	100	0	0	0	0	
5281 — Gen. Reunion of Friends Mexico R2746 (1)	700	606	94	700	430	270	0	
5282 — Friends House Moscow (2)	2,400	0		2,400	0		0	
5283 — Evangelical Friends Church Southwest (1)	150	0		150	0		150	
5286 — Quaker Earthcare Witness (2)	1,600	681		1,600	1,600		2,500	1,329
5287 — FWCC World Gathering R2747 (4)	1,500	0	1,500	3,500	3,500	0	3,000	3,000
5288 — Young Friends Travel R2742	600	500	100	500	276	224	500	
5289 — Friends Peace Team Board (1)	2,400	653		2,400	616		1,500	0

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PYM GENERAL ACCOUNT - INCOME AND EXPENSE

	FY 2009-10 (ending 9/30/2010)			FY 2010-11 (ending 9/30/2011)			FY 2011-12 as of 07/31/2012	
	Budget (Note 1)	Actual YTD	Transfer to Reserves	Budget (Note 2)	Actual YTD	Transfer to Reserves	Budget (Note 3)	Actual YTD
SUBTOTAL CONFERENCE TRAVEL/PYM DEL.	19,850	9,912	2,234	26,150	19,996	518	22,350	11,364
YOUTH PROGRAM								
6105 — Youth Program Supervisory Committee	3,004	2,676	■	1,550	1,531	■	2,300	981
6110 — Personnel Costs	25,128	20,088	■	50,341	48,900	■	55,293	44,029
6140 — Insurance	408	0	■	408	614	■	408	
6150 — Professional Development	1,200	528	■	1,200	290	■	950	494
6160 — Office	5,500	1,776	■	6,553	6,315	■	2,000	1,561
6170 — Events		35	■			■		
6190 — Administration & Travel	3,750	2,216	■	8,250	5,641	■	7,350	5,531
SUBTOTAL PROGRAMS	38,990	27,319	0	68,302	63,291	0	68,301	52,596
8000 - Write-off					2,134			
TOTAL EXPENSES	116,065	81,183	3,234	148,077	132,080	1,268	147,151	98,276
							Net:	28,887

Expense accounts with a bold face **R27XX** following the account name have that associated reserve fund on the following page. Transfers from these special reserves are negative (-) in the Transfers column. A positive transfer means that funds remaining in the expense account at the end of the year were transferred to the associated reserve. A negative transfer indicates transfers from the reserve. In Conference Travel, (n) is the number of representatives/delegates now appointed.

PYM GENERAL ACCOUNT - BALANCE SHEET

Notes	Account Number and Title	Balance on 9/30/10	FY 2010-11		Balance on 9/30/11	Balances on 7/31/12	
			Additions	Reductions			
ASSETS							
	1701 — General Account Checking (Wells Fargo)	12,494	197,615	176,987	33,122	12,051	
	1702 — Checking/Payroll Account (Bank of America)	871	55,600	51,197	5,274	0	
1	1704 — Invested Capital (Pax World)	113,167	541	5,000	108,708	109,003	
2	1705-1710 — Accounts Receivable	31,728	66,710	98,138	300	22,974	
	1724 — Investment: FGC Meeting House Fund	10,000	0	0	10,000	10,000	
	1751 - Friends House Note					20,000	
	1706 - Prepaid Expenses	0	3,900	1,950	1,950	0	
3	1720 — Inventory of Faith & Practice	8,785	0	3,793	4,992	3,440	
	TOTAL ASSETS	177,044	324,366	337,065	164,346	177,467	
LIABILITIES AND RESERVES							
							Reserve Caps
*	2400 — Payroll Withholdings	934	9,280	8,879	1,336	0	
	2500 — Payroll Taxes Payable	0	0		0	0	
	2704 - Credit Cards	0	998	356	642	225	
	2712 — Student Conscience Fund	17,843	0	0	17,843	17,843	
7	2713 — Clerk's Travel & Discretion (5202) Reserve	1,398	0	36	1,362	1,362	2,000
7	2714 — Committee Supplemental (5237) Reserve	2,000	0	938	1,062	1,062	2,000
5	2721.1 — Pre-Publishing Reserve (F&P)	5,727	0	1,659	4,068	4,068	
7	2722 — Equipment Purchase (5207) Reserve	1,500	0	0	1,500	1,500	1,500
7	2723 — Account Audit (5210) Reserve	3,090	500	0	3,590	2,590	4,000
4	2731 — Brinton Visitor Reserve (M&O)	4,374		3,474	900	0	
4	2732 - PYM Traveling Friend Fund (M&O)	0	3,474	0	3,474	3,924	
	2733 — Fund for Concerns (M&O)	4,855	410	0	5,265	4,715	
	2734 — Sharing Fund (M&O)	1,266	125	0	1,391	1,516	
6	2735 — FGC Scholarship	5,648	0	2,696	2,952	2,501	
	2736 — Unity with Nature Project Reserve	1,740	509	1,016	1,233	50	
7	2742 — Young Friends Travel (5288) Reserve	1,967	224	0	2,191	1,691	2,500
7	2743 — FWCC, Sect of Amer Travel (5279) Reserve	1,500		0	1,500	1,500	1,500
7	2744 — FGC Travel (5278) Reserve	232	24	232	24	24	500
7	2745 — FUM Travel (5280) Reserve	2,500	0	1,095	1,405	1,405	2,500
7	2746 — Gen. Reunion Fr. Mex. Travel (5281) Reserve	638	270	0	908	908	1,000
7	2747 — FWCC World Gathering Travel (5287) Res.	4,000		1,796	2,204	0	
7	2748 — Western Friend Board Travel (5271) Reserve	1,000	0	760	240	240	1,000
7	2749 — Latin Amer. Concerns Outreach (5212) Res.	446	250	0	696	696	1,500
	2750 — PYM Attendance Assistance Fund (M&O)	1,166	0	0	1,166	1,166	
	2780 — Youth Program Coordinator Reserve	25,794	384	0	26,178	18,378	
8	3900 — Uncommitted Reserves	87,427	0	6,211	81,216	110,103	
	TOTAL LIABILITIES AND RESERVES	177,044	16,448	29,147	164,346	177,467	

PYM GENERAL ACCOUNT - EXPLANATORY NOTES

1. Investment with Friends Fiduciary has not taken place due to volatile market conditions. Finance Committee authorized up to \$80,000 to be invested with Friends Fiduciary. See minute PYM 2007-4 authorizing investments in Friends Fiduciary.

2. Accounts receivable is money owed by the Session acct.

3. *Faith and Practice* Inventory, valued at \$4 per book.

4. Not used.

5. Reserve for pre-publication expenses of next *PYM Faith and Practice*, per PYM 2004-09.

6. Reserve fund for young people to participate in FGC; it began in 2000 at \$20,460.

7) Reserve Fund accounts are tied to current year expense accounts that are shown in parenthesis as "(52xx)". These Reserve Fund accounts have "caps" so that they do not accumulate more money than is required:

2713-Clerks Travel & Discretionary cap is \$2,000 (reference PYM 2004-10).

2714-Committee Supplemental Expense cap is \$2,000 (reference PYM 2004-10).

2722-Equipment Purchase cap is \$1,500 (reference PYM 2004-10).

2723-Audit Account cap is \$4,000 (reference PYM 2004-10).

2741-Wider Fellowship Travel Reserve was eliminated (reference PYM 92-5).

2742-Young Friends Travel Reserve cap is \$2,500 (reference PYM 92-4).

2743-FWCC Section of the Americas Travel Reserve cap is \$1,500 (reference PYM 2008-4).

2744-FGC Central Committee Travel Reserve cap is \$500 (reference PYM 2005-06).

2745-FUM Travel Reserve cap is \$2,500 (reference PYM 2008-4). FUM meets every three years.

2746-General Reunion of Friends, Mexico Travel Reserve cap is \$1,000 (reference PYM 2008-4).

2747-FWCC Triennial Reserve cap is eliminated (reference PYM 2010, Plenary III)

2748-Western Friend Travel has a cap of \$1,000.

2749-Latin American Concerns cap is \$1,500 (reference PYM 2004-10).

8. These are the only funds available for general PYM use. Beginning FY 1994-1995, the Session Account, including expenses and income connected with the annual sessions, is reported separately.

9. Pursuant to Repcom 2011, PYM Traveling Friend Fund was created (managed by M&O). \$3,473 was transferred from #2732.

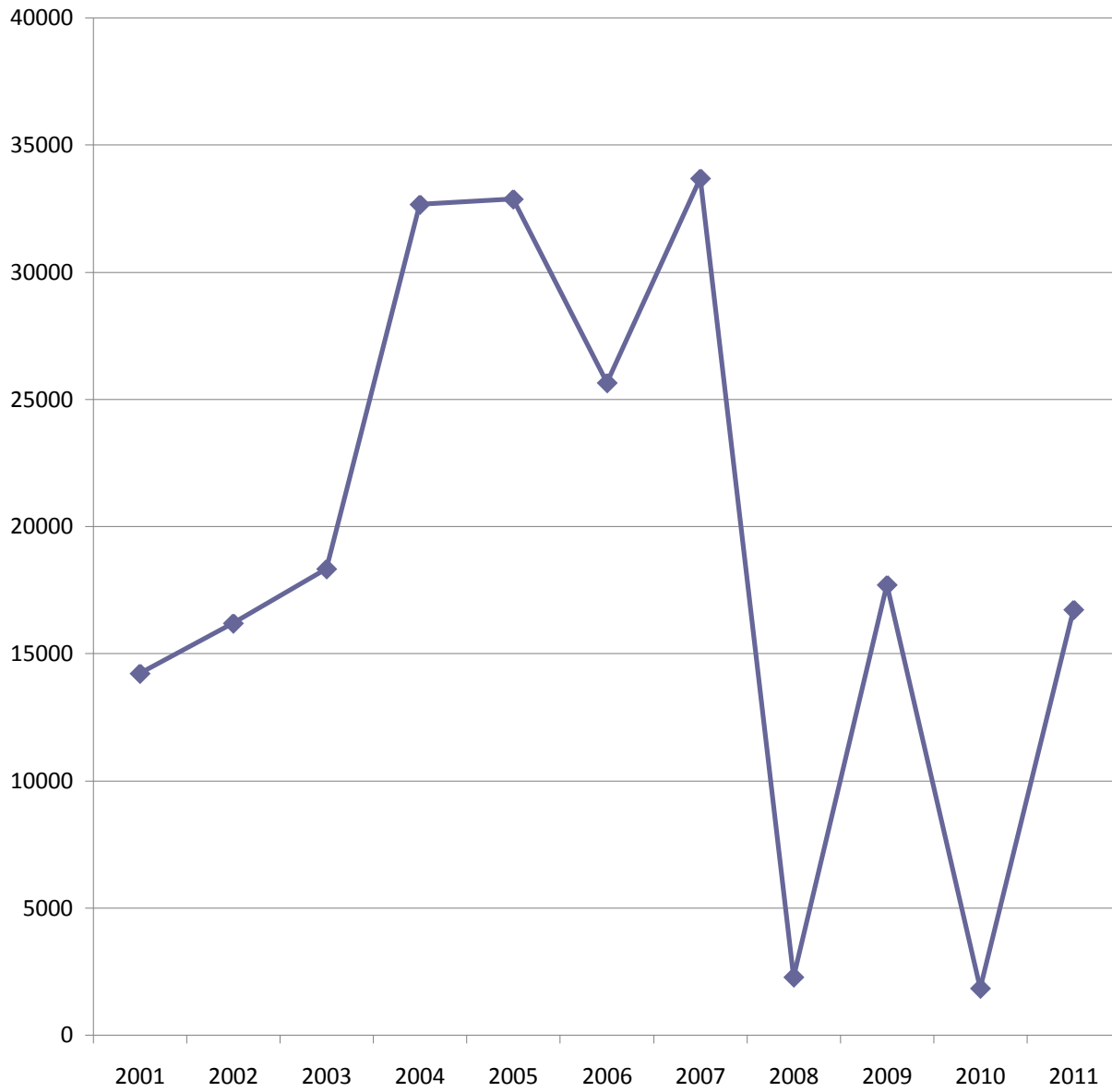
PYM SESSION ACCOUNT - INCOME AND EXPENSE

	2010 (ending 9/30/2010)		2011 (ending 9/30/2011)	
	Budget	Actual	Budget	Actual
PYM SESSION REVENUE				
6110 — Miscellaneous Contributions	1,000	600	-	1,120
6111 — Fees from Attendees	154,100	95,794	116,830	85,704
6112 — Fees from Session Accts.	-	-		12,090
6113 — Fees from PYM General Funds				7,555
6114 — Interest on PYM Sessions Accts	-	13		2
TOTAL PYM SESSION REVENUE	<u>155,100</u>	<u>96,407</u>	<u>116,830</u>	<u>106,471</u>
 PYM SESSION EXPENSES				
6220 — Registrar's Expenses	100	404	450	0
6221 — Secretariat's Expenses	1,000	589	650	679
6222 — Arrangement Clerk Expenses	1,000	140	400	0
6223 — Children's Program	12,500	10,271	12,500	10,272
6224 — Cost of Facilities	119,650	81,907	77,854	67,888
6225 — Junior Yearly Meeting	6,000	5,116	5,300	4,782
6226 — Young Friends	200	196	200	196
6227 — Breakage and Equipment	200		200	0
6228 — PYM Clerk's Invited Guests	2,000	1,008	1,500	625
6229 — Insurance	2,250	2,630	2,800	2,000
6230 — M&O Mental Health Professional	200		1,000	0
6232 — Bank fees	-	9		54
6233 - Miscellaneous		11		76
6234 - Fee for registration	10,000	10,000	5,000	5,000
6235 - Contingency Expenses			8,050	
TOTAL PYM SESSION EXPENSES	<u>155,100</u>	<u>112,280</u>	<u>115,904</u>	<u>91,573</u>
 NET:		<u><u>-15,873</u></u>		<u><u>14,898</u></u>

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PYM SESSION ACCOUNT - BALANCE SHEET				
	Balance as of 9/30/2008	Balance as of 9/30/2009	Balance as of 9/30/10	Balance as of 9/30/11
ASSETS				
1001 — Session Checking Account	19,267	7,705	16,571	13,639
1100 — Accounts Receivable	0	0	17,246	3,090
1200 — Loan Receivable from General Acct	0	10,000	0	0
1500 — Deposit Refundable	3,000	0	0	0
TOTAL ASSETS	22,267	17,705	33,817	16,729
LIABILITIES AND RESERVES				
2800 — Accounts Payable	0	0	558	0
2900 — Loan Payable to General Acct	20,000	0	31,428	0
3900 — PYM Session Reserves	2,267	17,705	1,832	16,729
TOTAL LIABILITIES AND RESERVES	22,267	17,705	33,817	16,729

Session Balances as of Sep. 30



◆ Session Balances as of Sep. 30