



New Perspectives

Where the Money Goes:

NAD Use of Funds in 2016

Presented by Mike Jamieson
NAD Year-end Meeting
Oct. 26 to Oct. 31, 2017





Important Facts About this Report:

Meant to help understand how NAD handles the funds entrusted to it —based on only 3 functions: Tithe, Non-Tithe, and Projects. (appropriations and transfers are combined/netted in a practical way hoping to make it easier to understand while remaining totally transparent).

Though from our audited statement, this is not meant to be a complete audited picture-it is important to go to the audited statement for that.

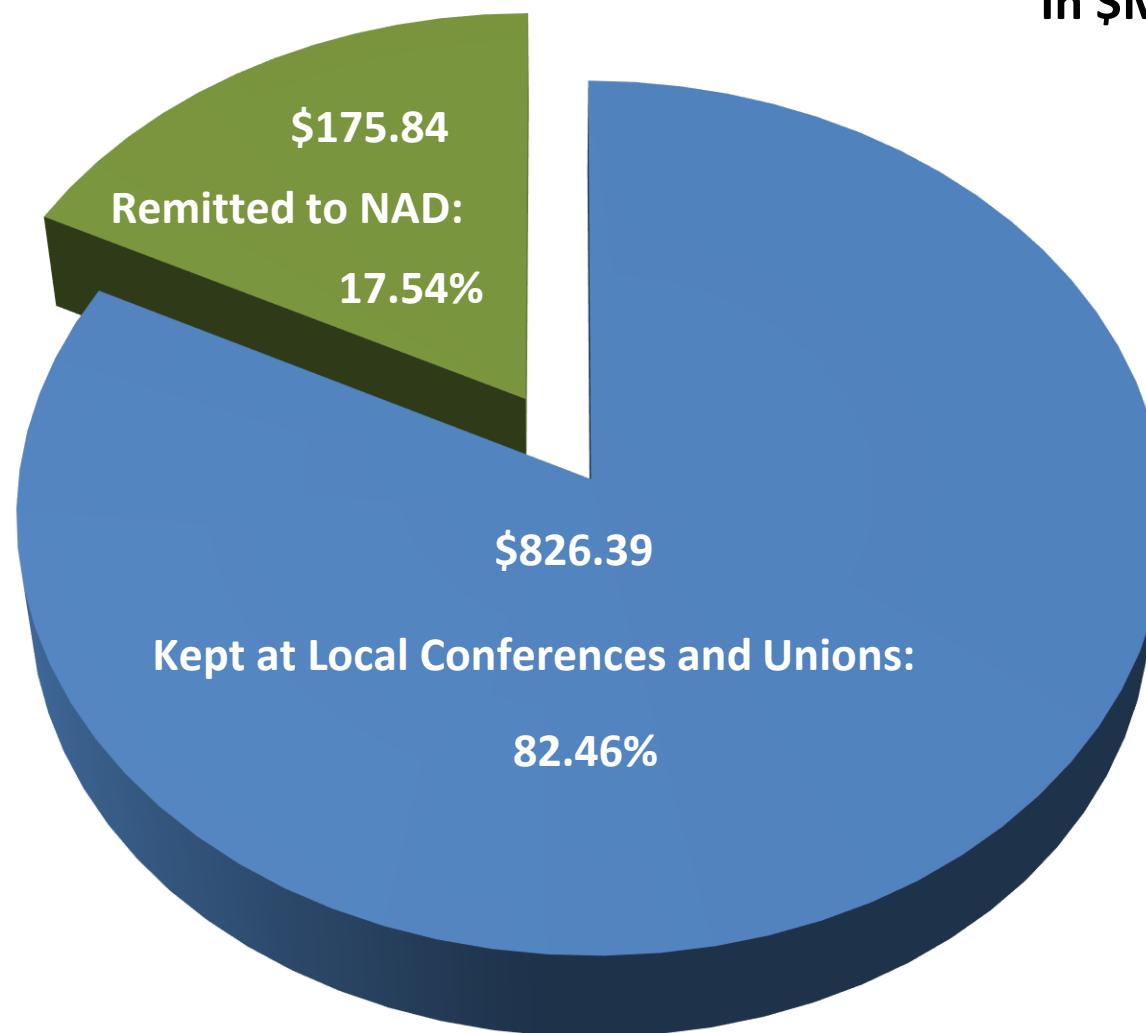
2016 North American Division Tithe: \$1,002.23 Million



In \$Millions

How Tithe Received:

Direct-ACM	\$ 0.19
From Conf.	\$160.37
From Unions	\$ 9.00
Special Assist.	\$ <u>6.28</u>
Total	\$175.84



North American Division 2016 Use of Funds:

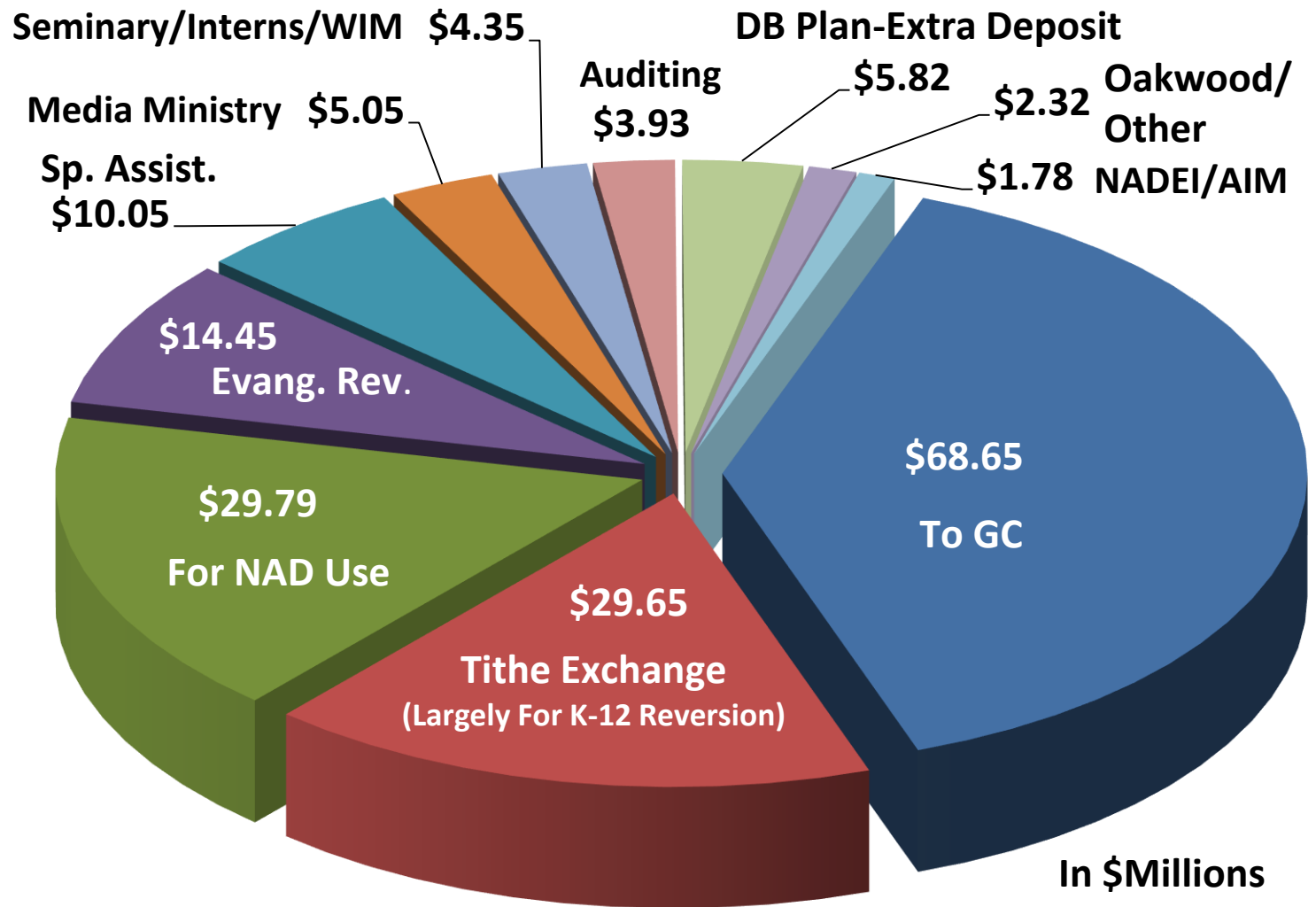


Tithe Income		\$175,839,902
Sent on to GC	\$68,655,889	
Tithe Exchange—(See Non-Tithe Graph Later)	\$29,654,047	
Evangelism Reversion	\$14,447,952	
Special Assistance	\$10,047,591	
Retirement-(Defined Benefit Plan Extra Appr.)	\$5,816,458	
Adventist Media Ministry	\$5,051,980	
Seminary--Min/Bus/Com/WIM Apprpr.	\$4,349,596	
Auditing Services (pay ½ of Conferences fees)	\$3,927,299	
Oakwood/Other Appropriations	\$2,316,808	
NADEI/AIM	\$1,784,142	\$146,051,762
Left for North American Division Use		\$29,788,140

**This \$29.79 million is 2.97% of the \$1,002.23 million gross Tithe
(a little less than 3 cents per gross tithe dollar)**



NAD 2016 Distribution of the \$175.84 Million Remitted:



How We Used the \$29.79 Million NAD Pie Slice in 2016:

All Admin. Functions/Expenses	\$21,584,311
Strategic Initiatives-Building Blocks	\$1,799,304
Projects-(Broken out later)	\$1,397,408
Evangelism	\$1,233,874
Adventist Church Treasury Solutions	\$906,049
Adv. Giving/Schl Pay/ACC/eAdventist	\$886,678
Guam Micronesia—Our Mission	\$512,468
Adventist Rev./El Centinela/Message	\$342,009
Plusline-AdventSource	\$307,405
Title VII Cases/Other/Misc	\$251,458
GC Session	\$250,000
Esperanza TV	\$180,477
Miscellaneous	<u>\$136,699</u>
	\$29,788,140



Admin Functions Breakdown-2016:



Adventist Chaplaincy Ministry	\$1,030,365	Media Administration	94,371
Adult Ministries Administration	\$305,982	Ministerial Administration	\$1,481,556
ASI Administration	\$316,539	In House Operations and Misc	\$336,551
Employee benefits	\$522,020	Office of Strategic Planning/Assessm.	\$333,905
Children's Ministries Administration	\$382,562	Office of Volunteer Ministries	\$632,271
Church Resources Ctr Administration	\$197,395	OGC Legal Costs - Court Cases	\$521,651
Communications & PR Administration	\$1,229,438	PARL Administration	\$460,559
Community Service Administration	\$875,732	Prayer Ministries Administration	\$34,700
Contingencies	\$225,000	Presidential	\$2,076,144
Deaf Ministries Administration	\$90,016	PSI Administration	\$791,145
Disability Ministries Administration	\$31,500	Publishing Administration	\$4,660
Family Ministries Administration	\$429,222	Secretariat	\$1,050,094
General Educational Administration	\$1,675,747	Stewardship Administration	\$300,061
Health Ministries Administration	\$250,248	Treasury	\$1,152,994
Human Resource Services	\$564,315	Women's Ministries Administration	\$378,940
Insurance and Depreciation	\$1,128,882	Youth Administration	\$874,460
IT and related Costs	\$1,805,287	Total Admin Functions	<u>\$21,584,311</u>

This \$21.58M represents 2.15% of Gross Tithe



2016 Building Blocks Funding:

Adventist Learning Community	\$799,590
Emerging Immigrant	\$250,000
Retention of Young Adults	\$250,000
Social Media	\$249,714
Transformational Evangelism	<u>\$250,000</u>
Total to Building Blocks	\$1,799,304

2016 Projects Distribution:

Adult Ministries	\$147,000
Children's Ministries	\$108,134
Church Resource Projects	\$270,000
ETV Special Projects	\$49,665
Family Ministries	\$31,000
Health Ministries	\$98,000
Ministries Convention	\$15,000
Public Affairs and Religious Liberty	\$50,000
Publishing	\$14,538
SonScreen	\$65,000
Strategic Planning /Assessment	\$100,000
Stewardship	\$150,000
Volunteer Ministries	\$110,000
Women's Ministries	\$5,000
Youth Projects	\$184,071
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	\$1,397,408

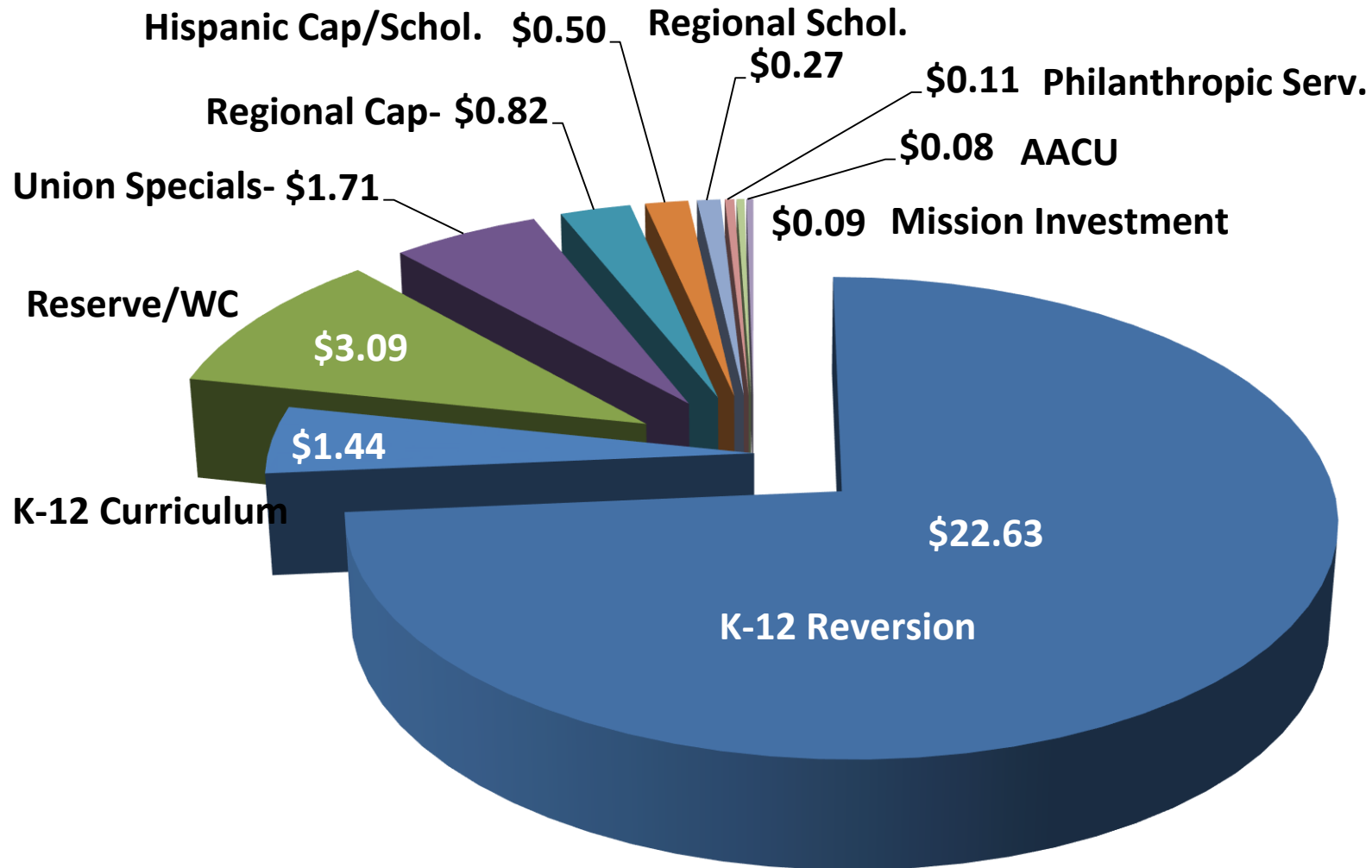


2016 Non-Tithe Distribution:



Tithe Exchanged, (\$29.65 million), & Interest Income		\$30,743,024
K-12/Reversion	\$22,635,025	
 K-12 Curriculum/Board of Ed./Textbooks	\$1,440,956	
Allocated Reserve—Working Capital	\$3,089,260	
Special Appropriations to Unions—Non-Tithe	\$1,710,000	
Regional Capital Reversion	\$815,038	
Hispanic Church Buildings and Scholarship	\$498,099	
Regional Scholarships	\$271,679	
PSI Awards/Appropriations	\$110,000	
Mission Investment	\$87,967	
AACU/Guam/Other	<u>\$85,000</u>	\$30,743,024

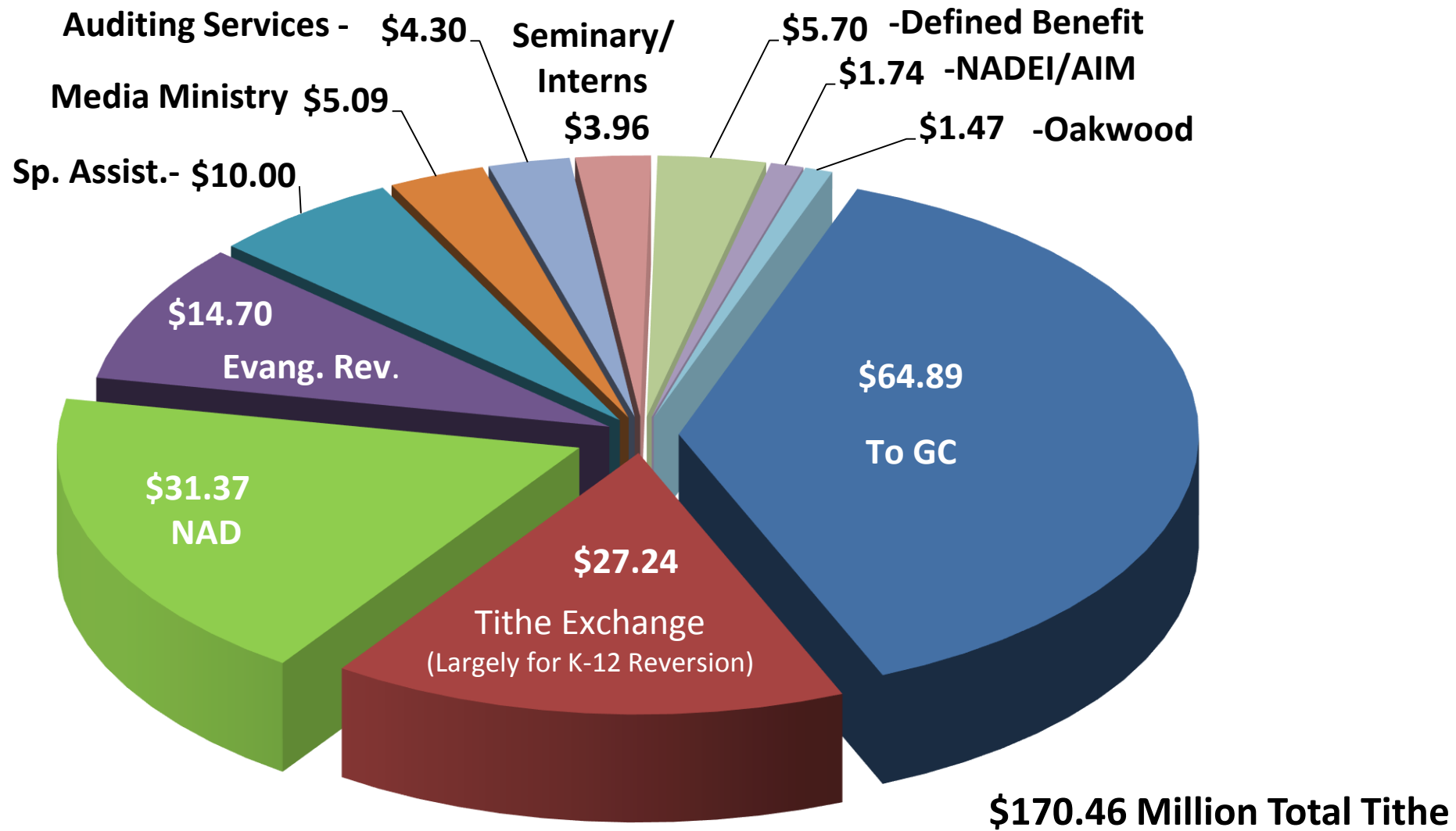
2016 Non-Tithe Funds Graphed:



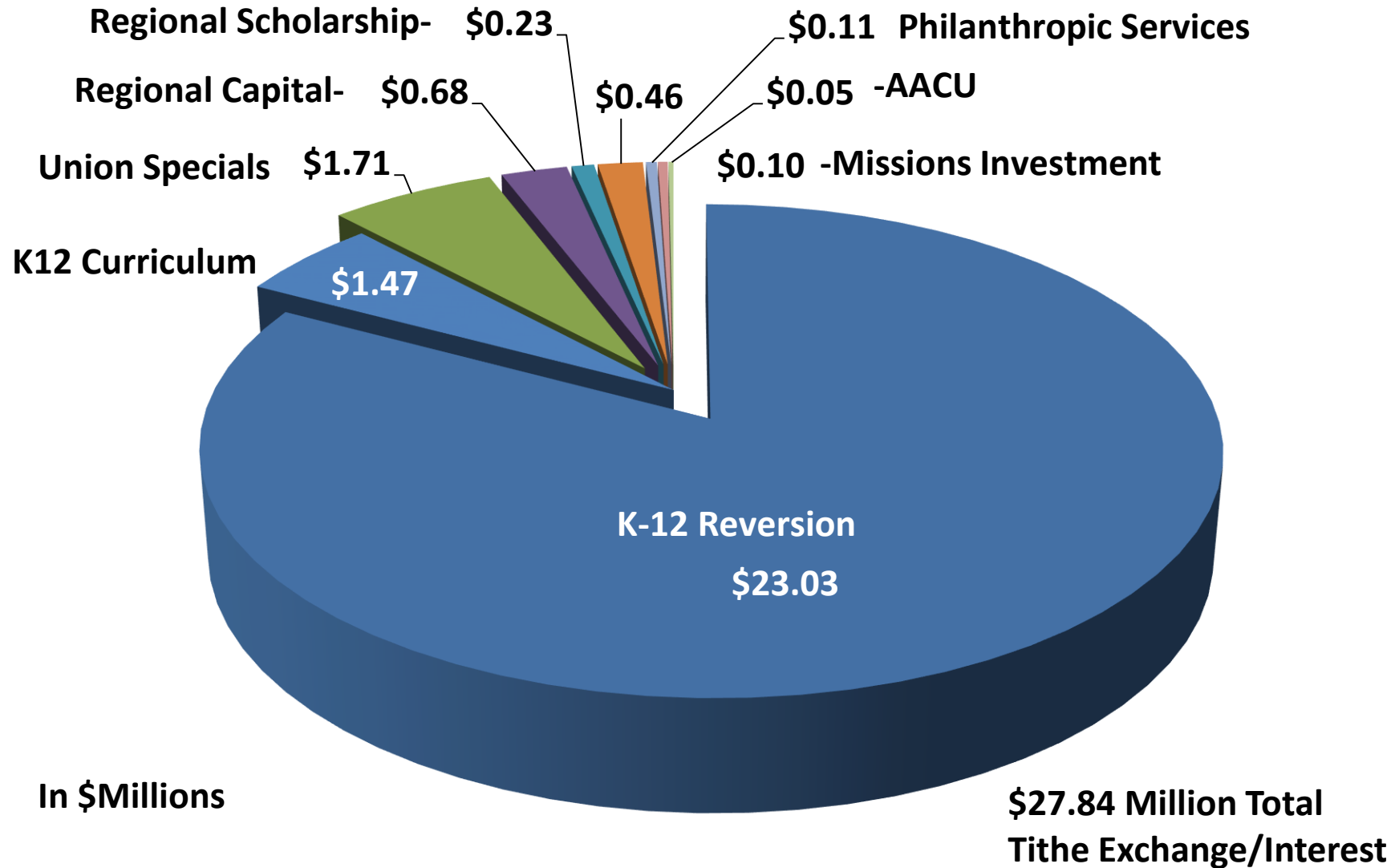
\$30.74 Million Total
Tithe Exchange & Interest Inc.

In \$Millions

2017 Budgeted NAD Use of Tithe Funds:

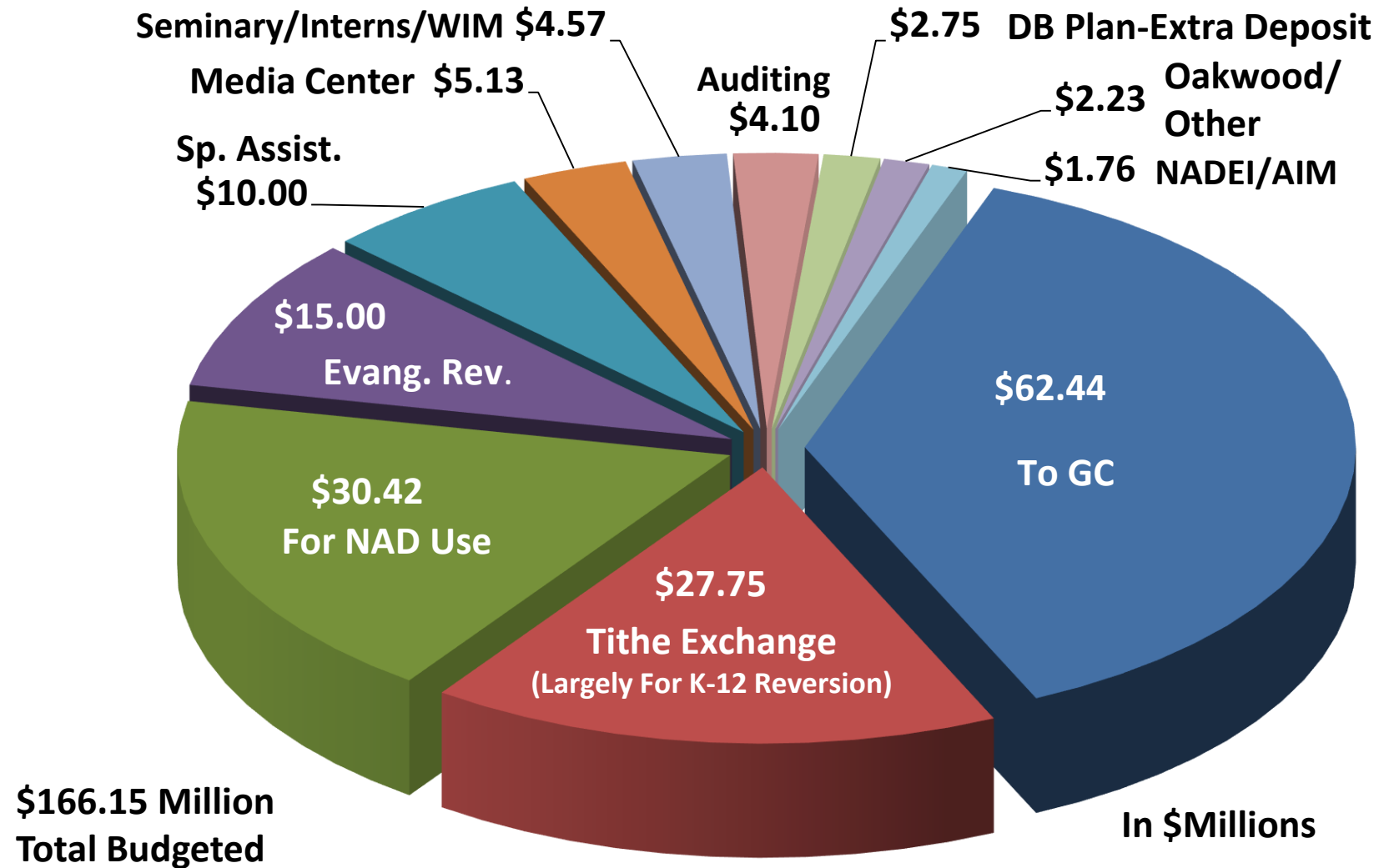


2017 Budgeted NAD Use of Non-Tithe Funds:

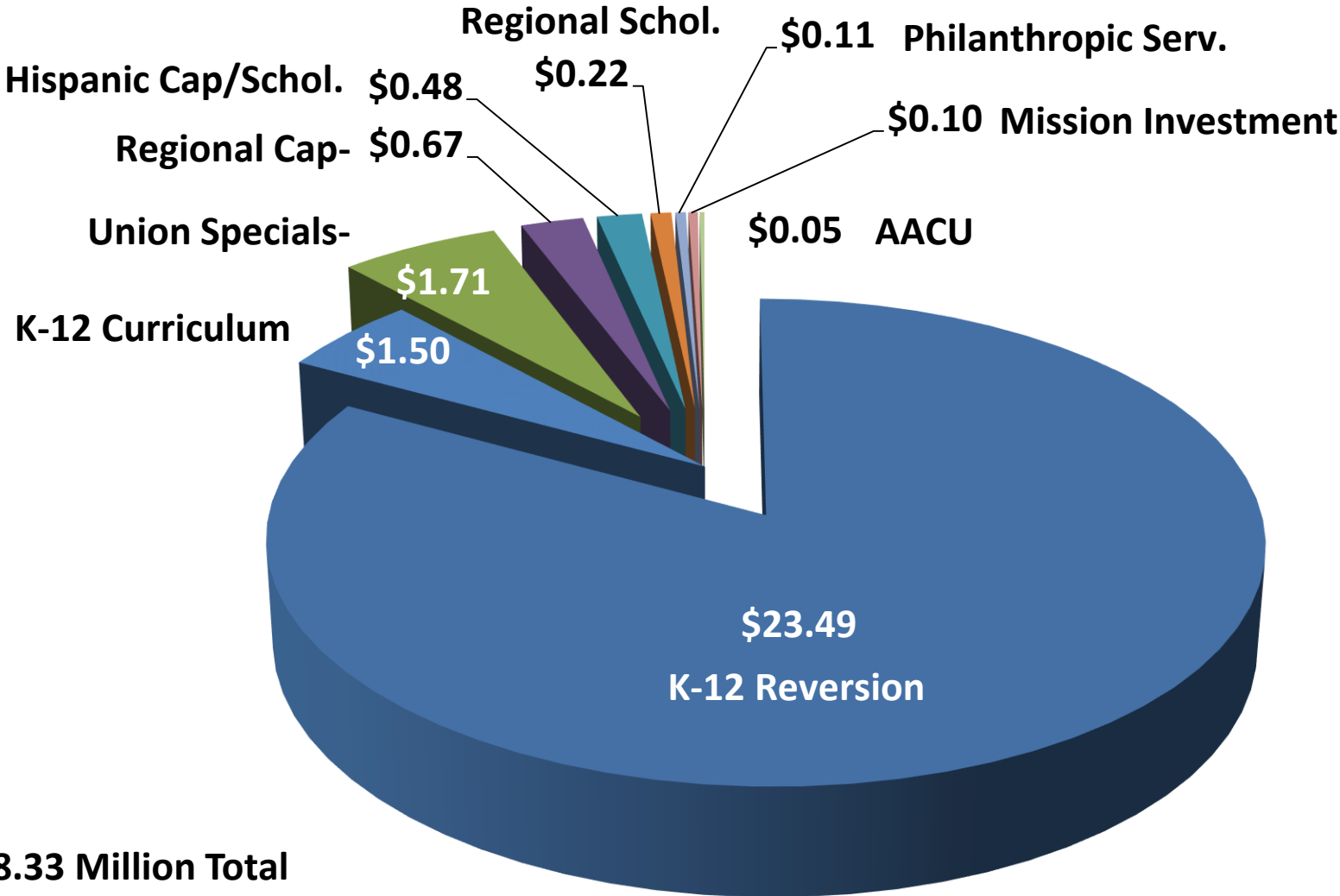




2018 Budgeted NAD Use of Tithe Funds:



2018 Budgeted NAD Use of Non-Tithe Funds:



\$28.33 Million Total
(Tithe Exchange/Interest)

In \$Millions

History of Remittances:

	Remitt'd/Union	Remitt'd/NAD	NAD on to GC
2000	10.00%	20.00%	10.72%
2001	9.75%	18.00%	10.00%
2002	9.50%	17.50%	9.50%
2003	9.25%	17.00%	9.00%
2004	9.00%	16.50%	8.50%
2005	9.00%	16.00%	8.00%
2006	9.00%	16.00%	8.00%
2007	9.00%	16.00%	8.00%
2008	9.00%	16.00%	8.00%
2009	9.00%	16.00%	8.00%
2010	9.00%	16.00%	8.00%

Note: The NAD retained Tithe was reduced to 8%, but it continued to pay out the same % for Evang, Education, Special Assistance, Scholarships, etc. Soon, budget wasn't balanced.





History & Scheduled Remittances:

	Remitt/Union	Remitt/NAD	NAD on to GC
2011	9.00%	16.00%	8.00%
2012	9.00%	16.00%	8.00%
2013	9.00%	16.00%	7.50%
2014	9.00%	16.00%	7.00%
2015	9.00%	16.00%	*6.85%
2016	9.00%	16.00%	*6.85%
2017	9.00%	15.50%	*6.60%
2018	9.00%	15.35%	*6.35%
2019	9.00%	15.15%	*6.10%
2020	9.00%	15.00%	*5.85%

***Note: The 15 basis point reduction in 2015 was to allow us to continue to support Oakwood University at the same rate as when it was with the GC.**



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