

WORKSHEET ONLY -- PRT Dismissal Due Diligence FINANCIAL – WORKSHEET ONLY

This document is solely for the purposes to begin an analysis of the individual church situation. This is simply a worksheet for due diligence. It might not reflect the final agreed upon amounts or terms.

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| 1. The Church's last verified congregational membership as of 10/17/2017 | 179 |
| 2. Presbytery-wide membership as of 12/31/2016 | 4642 |
| 3. El Montecito's percentage of presbytery membership (line 1 divided by line 2) | 3.9% |

PROPERTY DEBT CALCULATIONS

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|---|---------------|
| 4. Current presbytery long-term debt liability | = \$2,335,945 |
| 5. Current presbytery long-term debt liability per person (line 4 div line 2) | \$503.22 |
| 6. Montecito share of presbytery long-term debt liability (line 5 x line 1) | \$90,037 |

Ministry Share

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|--|------------|
| 7. 2016 unpaid presbytery ministry share | pd in full |
| 8. 2017 unpaid presbytery ministry share | pd in full |
| 9. Presbytery ministry share \$70 x 179 members as of 10/31/2017 | \$12,530 |
| 10. Total annual ministry share due | \$12,530 |
| 11. Future Annual ministry share x 5 years | \$62,650 |

Property Considerations

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|---|--|
| 12. Current appraised Value | \$8,200,000 |
| 13. Current tax assessor value of property | \$8,200,000 |
| 14. Current Insurance replacement costs of buildings/contents | = \$7,103,907 |
| 15. Current value of all net cash position (not including endowments) | <u>\$776,269</u> \$7,880,176 |
| a. Endowment amount is \$1.4 mil and considered as part other bank accounts, HOWEVER being asked of Presbytery to waive as per previous dismissals. | |
| 16. Known original investment by denomination for this church development | \$1,000,000 |
| a. PILP or other loan(s) on subject property (stated above) - \$404,000 | |
| b. Other liabilities: Early School = - \$252,224 | |
| 17. Total based on debt reduction, property, other considerations | \$7,223,952 |
| 18. Presbytery processing costs (staff time, travel, legal, financial expense) | \$3,000 |
| 20. Total due from church on dismissal (lines 6+11+18) = \$155,687 | <u>Dismissal is \$1,522,594</u> |
| a. NOTES: PILP Loan to be paid in full at time of Dismissal: \$404,000 and Down Payment \$350,000. To reduce the mortgage balance and to secure funds for the required Down Payment, the church did fundraising called "Legacy", utilized funds in the Building Fund account, and a loan account with Montecito Bank and Trust (secured by personal accounts and management of the endowment fund). | |

9/28/2017