

TBC Debt History

Loan for \$1,169,491.00 was made to the church to refinance current debt of \$500,383.47 and additional funds for church remodeling and improvements. The church made "draws" on the line of credit portion totaling \$636,500 from that date thru November 2000. Maximum debt incurred by the church was \$1,131,883.47. The church began paying this debt down in January 2001.

	<u>Date</u>		<u>Balance</u>		<u>Yearly Princ. Reduction</u>
Where we were:	12/31/2000	\$	1,131,883.47	\$	-
	12/31/2001	\$	1,106,087.95	\$	25,795.52
	12/31/2002	\$	1,070,085.35	\$	36,002.60
	12/31/2003	\$	1,027,612.47	\$	42,472.88
	12/31/2004	\$	972,256.82	\$	55,355.65
	12/31/2005	\$	916,403.75	\$	55,853.07
	12/31/2006	\$	859,443.77	\$	56,959.98
Where we've been:	12/31/2007	\$	788,500.31	\$	70,943.46
	12/31/2008	\$	726,977.40	\$	61,522.91
	12/31/2009	\$	677,805.43	\$	49,171.97
	12/31/2010	\$	638,758.18	\$	39,047.25
	12/31/2011	\$	597,092.67	\$	41,665.51
	12/31/2012	\$	558,499.00	\$	38,593.67
	12/31/2013	\$	500,517.17	\$	57,981.83
Where we are:	10/27/2014	\$	439,109.71	\$	61,407.46
Where we're going:	12/31/2016	\$	75,000.00	\$	364,109.71 needed!

Vision 2016!

As of October 17, 2014 our debt was \$439,877.19. Based on our average payments we would pay a total of \$112,124.18 in interest over the remaining life of the loan. If we apply the approximate \$46,000 from the General Fund and General Fund Reserve accounts, we will save just under \$60,000 in interest payments. Our checking account is earning 0.05% interest while our loan is accruing 5.00% interest.

In order to achieve our vision of paying this debt off by the end of 2016, we are looking for a monthly increase in giving of \$6,261.65. That means that we need 100 people willing to give an extra \$62 per month, 150 people to give an extra \$42 per month, or 200 people to give an extra \$31 per month!

(Continued on reverse side)

Tabernacle Baptist Church

Why do we need to be debt free?

1. We are being good stewards of our resources.
2. We can become involved in more ministries.
3. We can make renovations and repairs to our current facilities.
 - a. Build playground area for investment in children
 - b. Replace carpet in sanctuary
4. We will save thousands of dollars in interest.
5. We will be able to give more to missions.
 - a. We can increase our Cooperative Program giving back to where it was or more!
 - b. We could form a disaster relief team.
 - c. We could offer more financial support to missions from TBC serving overseas.
6. We will be able to increase our staff.
 - a. We can have a full time music leader
 - b. We can have a full time children's pastor
 - c. We can have a full time senior adult pastor
7. Paying off our debt can bring glory to God.

General Fund/Reserve Account Recommendation

As part of an emphasis to significantly reduce and eventually eliminate the church's outstanding debt, the Deacons, Finance Committee and Debt Reduction Committee jointly recommend that we reduce the amount in the **general fund reserve** from \$75,000.00 to \$50,000.00 and that this reduction of \$25,000.00 be applied to our debt. We further recommend that at the end of each quarter (beginning with September 2014), we apply the amount in excess of \$50,000.00, if any, from the **general fund** to our debt as well. If approved, based on figures from the previous quarter, we will be able to apply \$46,343.42 to our outstanding debt immediately.

Every Dollar Counts – Debt Fundraiser

How do we do it?

- 1st Sunday of the Month – Give \$1 extra
- 2nd Sunday of the Month – Give \$2 extra
- 3rd Sunday of the Month – Give \$3 extra
- 4th Sunday of the Month – Give \$4 extra
- 5th Sunday of the Month – Give \$5 extra

What will it cost you?

- Cup of coffee / Bottled Water
- Biscuit
- Gallon of gas
- Gallon of milk
- Lil Caesar's Pizza