

COVID updates and April Financials

In mid-April as we were just settling into the first month of the pandemic and we reviewed our financial status looking at the short term and long term with limited information on the future.

We said at the time there were a few factors that would be in our favor:

1. **Cash Reserves**-We had in place about 40 days of cash which could help support a decline in income.
2. **Online giving**- We are very fortunate to have a high percentage of people who give online with physical services unavailable. Our congregation is at 72% online giving.
3. **Conservative budget**-For the calendar year 2020, we had budgeted zero increase in our operating budget.
4. **Debt Free**-One Life does not have any long term debt.
5. **Leases**-We have experienced a very favorable relationship with our landlords, and we were able to work with them to obtain about \$57,000 in reduced lease expenses for 2020.
6. **Payroll Protection Act**-Since nonprofits were included in the federal Payroll Protection Act in response to the pandemic, we were able to receive and are funding 2 ½ months of payroll for May and June through this option.
7. **Cost Savings**- We projected about \$50,000 in operating cost savings through reduced expenses with closed facilities and reduced physical activities.

Furthermore, we projected a budget out in the future based on as much as 20%-30% decline in income and we determined we could weather 2020 with the above resources and by using about half of our reserves.

Update: June 1, 2020

We are very grateful for the faithfulness of those who have supported One Life during this COVID pandemic. Our income YTD through May 31st is:

<u>Campus</u>	<u>2020</u>	<u>2019</u>	<u>+/-</u>
Henderson	\$249,793	\$266,965	-6%
West	\$125,062	\$138,319	-10%
East	\$382,957	\$401,166	-5%
Total	\$757,812	\$806,450	-6%

Again, we budgeted for 2020 to be flat, so basically we are running 6% behind our projections preCOVID. But the good news is that through April we were seeing some of the reduced costs and we are running 6% behind 2019 in expenses which seems to balance out our income for the first couple of months.

So we have not lost ground financially even without physical services for several weeks. And in fact, we have improved our reserves going into the rest of 2020 with availability of Payroll Protection Funds to fund our May and June Payroll.

But with that good news, there is still caution. Restarting our campuses post COVID is going to be a journey. We are experiencing about 10% of our preCOVID physical attendance which we know will be ultimately affected when Kids Ministry is able to open up again and everybody gets comfortable with the situation. All of that to say, the greatest financial effects of COVID could be the 3rd and 4th quarters as we all seek to return to normal or what has been coined “the new normal”.

In addition to the general income we have received \$39,332 for Local/COVID support and \$32,485 for Digital Missions to help us deepen our online engagement.

Thanks for your faithfulness and commitment to generosity.

One Life Network, Inc.
Profit and Loss
January - April, 2020

	Total
Income	
40000 Tithes & Offerings	613,396
42000 Uncharted-Global Missions	5,621
43000 Engage-Local Missions	11,273
44000 Next Generation	15,575
45000 Church Planting	929
47000 Digital Missions	31,641
48000 Leadership Development	8,608
49000 Miscellaneous Income	620
Total Income	\$ 687,662
Gross Profit	\$ 687,662
Expenses	
60000 Communications	5,604
61000 Administration	59,513
62000 Groups\Teams	1,926
62500 Spiritual Formation	99
63000 Next Generation-	12,232
70000 Wages and Benefits	355,534
71000 Technology	11,801
72000 Worship Services	959
73000 Leadership Development Expenses	17,106
74000 Guest Services	9,636
75000 Facilities	137,276
80000 Global Missions	43,663
82000 Digital Missions Expense	6,577
85000 Engage Local Missions	10,562
PayPal Fees	153
Unapplied Cash Bill Payment Expense	-9,717
Total Expenses	\$ 662,925
Net Operating Income	\$ 24,737
Other Income	
49100 Interest Earned	5
Total Other Income	\$ 5
Other Expenses	
91000 Gain or Loss	-6
Other Miscellaneous Expense	20
Total Other Expenses	\$ 14
Net Other Income	-\$ 9
Net Income	\$ 24,729

One Life Network, Inc.
Balance Sheet
As of April 30, 2020

	Total
ASSETS	
Current Assets	
Bank Accounts	
10200 Checking	11,611
10300 ONB Operating Account	800
10350 ONB PPP Account	181,000
10380 ONB Reserves Account	100
10400 Checking-Debit	1,629
10600 Checking-Debit #2	1,813
10650 Checking-Debit #3	5,647
10700 Savings #2	80,015
10800 Savings	205,225
10850 Hilliard Lyons	0
10900 PayPal	4,626
Total Bank Accounts	\$ 492,465
Other Current Assets	
10905 Undeposited Funds	0
10910 Employee Cash Advances	12,092
11000 Prepaid Rent	0
Total Other Current Assets	\$ 12,092
Total Current Assets	\$ 504,557
Fixed Assets	
15300 Equipment	543,552
15400 Furniture & Fixtures	91,597
15450 Accumulated Depreciation	-1,226,103
15500 Improvements	433,928
1550001 Engineering Costs	25,700
1550002 Construction Costs	938,473
Total 15500 Improvements	\$ 1,398,101
15600 Vehicles	38,897
Total Fixed Assets	\$ 846,044
TOTAL ASSETS	\$ 1,350,600
LIABILITIES AND EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	0
Total Accounts Payable	\$ 0
Other Current Liabilities	
22000 Payroll Tax Liabilities	2,616
2300 Health Insurance W/H	0
23000 Simple IRA Withholding	0
25000 Note Payable	0

Total Other Current Liabilities	\$	2,616
Total Current Liabilities	\$	2,616
Long-Term Liabilities		
25100 PPP Loan		180,900
29000 Loans		0
Total Long-Term Liabilities	\$	180,900
Total Liabilities	\$	183,516
Equity		
30000 Unrestricted Assets		308,653
35000 Retained Earnings		833,703
Net Income		24,729
Total Equity	\$	1,167,084
TOTAL LIABILITIES AND EQUITY	\$	1,350,600