August, 2020 Miscellaneous Financial Executive Limitation Monitoring

Policy C: Financial Planning
4. Deviate Materially from Board-stated Priorities and requirements (see Ends policies) in its allocations among competing fiscal needs.

Interpretation: The Executive Team is accountable to the Ends in making allocations among competing fiscal needs. When the Executive Team, in proposing a budget, makes allocation decisions among competing fiscal needs and requests, the Executive Team must discuss the choices and decisions with the appropriate stakeholders and must note those decisions in the budget plan narrative, giving the Ends-based rationales. If during the year the Executive Team makes decisions that differ from written expectations (including the operating budget), those decisions must also be based on the Ends.

Monitoring: The Executive Team must inform the Board each month of any decision that resulted in an allocation of financial resources that differed from written expectations, requests, or needs, along with a rationale linking the specific Ends that governed each decision.

We report **COMPLIANCE.**

EVIDENCE: No such decision was made this month.

Policy E: Asset Protection
8. Invest operating capital in accounts not insured by the FDIC or FSLIC.

Interpretation: The Executive Team must maintain the cash required and used for daily operations of the church in accounts that are insured by the FDIC or FSLIC.

Monitoring: In the monthly financial report, the Executive Team must confirm that all operating capital is in accounts insured by the FDIC or FSLIC, and upon request must make documentation available to the Board's Financial Oversight Committee.

We report **COMPLIANCE.**

EVIDENCE: Our operating cash is held in a commercial checking account and a savings account, both at Bankers Trust, which is an institution insured by the FDIC.