

2020 FINANCIAL REPORT

DIRECTION AND CONTROL

The Finance Department, with a staff of four, is led by Lorie Bradshaw, who reports to Don McMinn, senior associate pastor of arts and administration. Lorie has more than 20 years of experience in church accounting and has served at Stonebriar since 2003.

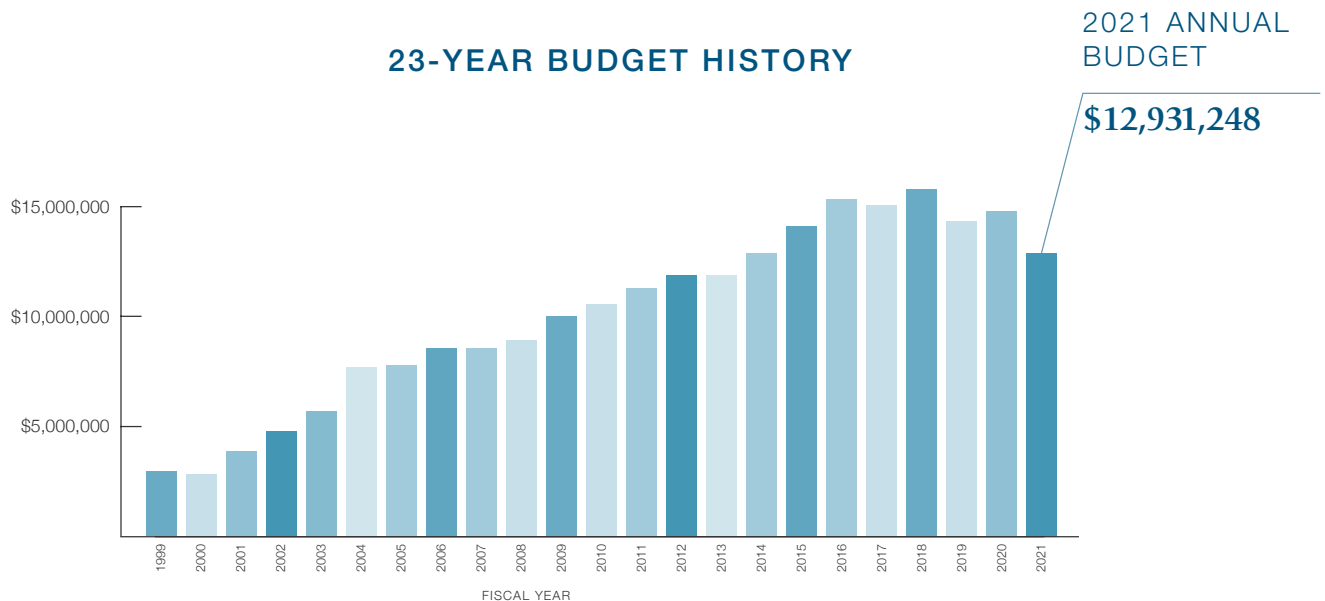
Our Finance Committee, composed of Treasurer of the Elders, senior associate pastors, Director of Finance, and lay persons approved by the elders, meets quarterly to review financial reports and recommend financial direction and actions to the elders.

An annual audit is performed by an independent audit firm, PSK. The audited financial statement for 2020 is available upon request. Our auditors consistently affirm the integrity with which we handle our finances.

The annual budget is composed by the staff, submitted to the Finance Committee for review, and approved by the elders.

Our fiscal year is July 1–June 30.

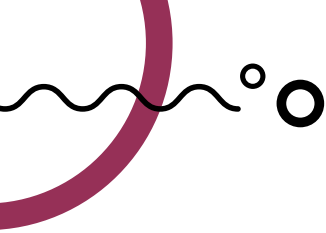
23-YEAR BUDGET HISTORY



AUDITOR'S STATEMENT

PSK LLP performs an annual financial statement audit for the church. As an independent third party, our audits are performed in conjunction with auditing standards set forth by the American Institute of Certified Public Accountants. In each of our annual reports, we have expressed an unqualified (clean) opinion as to the fairness of the financial statements in accordance with accounting principles generally accepted in the United States of America. We commend the church and its leadership for handling its business affairs with a high degree of integrity.

— Bryan Baughman, Partner PSK, LLP, November 9, 2020



VALUE OF LAND AND BUILDINGS

In 1999 the elders led the church to purchase 61 acres of land in Frisco. Subsequent acquisitions have brought our total land area to 85 acres. Our buildings and parking occupy approximately 40 acres while 45 acres are undeveloped.

The replacement value of our developed campus (301,000 sq. ft. of conditioned buildings) is approximately \$64 million. Depreciated value of the campus is approximately \$40 million. Based on comparable sales and listings (not an official appraisal) our undeveloped land is valued at approximately \$30 million.

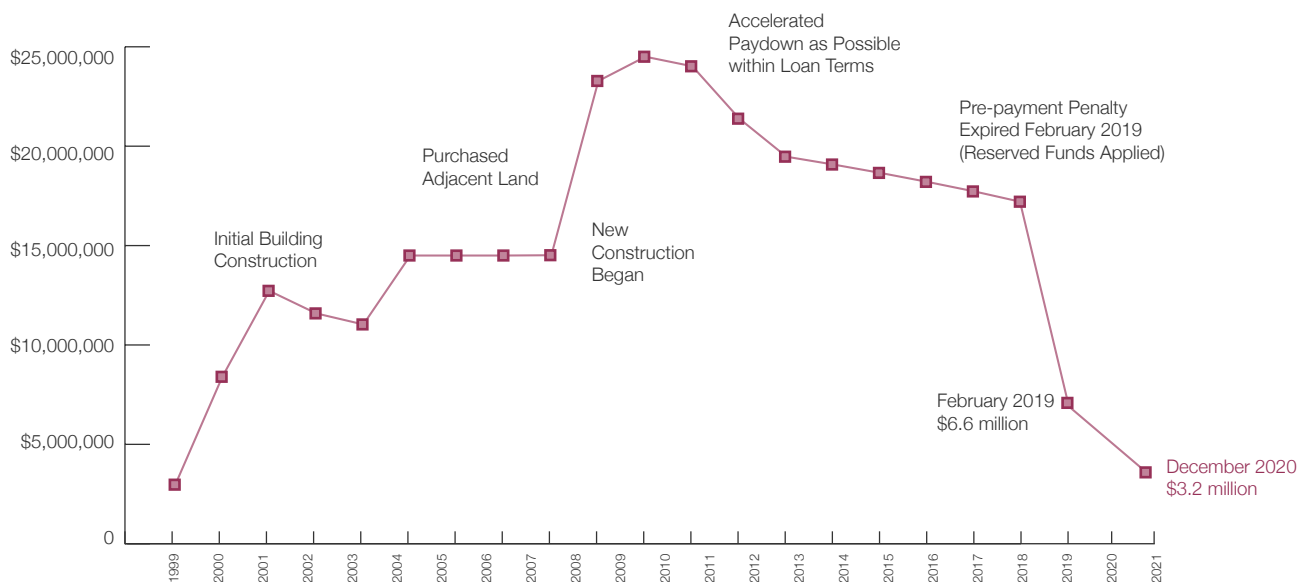
DEBT STRUCTURE

History

In 2009, our total indebtedness for land and buildings was \$24.5 million. The annual payment on the loan was \$1.7 million and was included in our operating budget. The loan structure did not allow for early paydown prior to February 2019, but freedom from debt has consistently been a priority. At the direction of the elders, an additional \$8.7 million was reserved for debt reduction over the past several years as part of our annual budget.

In February 2019, the pre-payment penalty expired, and we used our reserve fund along with additional designated gifts from individuals to reduce our debt by \$9.7 million. The remaining balance of \$6.6 million was refinanced with very favorable terms and no pre-payment penalty. We continue to make extra payments toward debt reduction as circumstances allow.

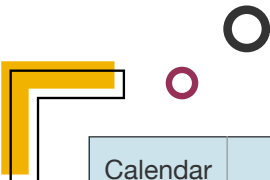
As the graph below indicates, since 2009, the debt has been reduced by \$21 million. At the end of December 2020 the mortgage was \$3.2 million. We thank God for His provision and your generosity.



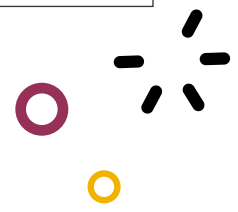
DEBT REDUCTION PLAN

Our annual budget includes \$807,000 for debt reduction. We make additional payments toward principal whenever possible, from our budget, surplus funds, and from designated donor gifts.

Our goal is to be debt free by the end of 2021. Eliminating this debt will free up \$807,000 annually to use for ministry (that is currently budgeted for debt reduction and interest).



Calendar	Months	Description	Amount
2019	February	Loan Balance	6,551,927
	February–December	Reduce the Debt Offering	990,756
	February–December	Debt Reduced Through Budget & Year-End Surplus	1,349,683
		Balance End of 2019	4,211,488
2020	January–December	Debt Reduced Through Budget	820,669
	January–December	Donor Gifts Toward Debt Reduction	199,089
	December	Balance End of 2020	3,199,552



**YOU MUST EACH DECIDE IN YOUR HEART
HOW MUCH TO GIVE.
AND DON'T GIVE RELUCTANTLY
OR IN RESPONSE TO PRESSURE.
"FOR GOD LOVES A PERSON WHO GIVES CHEERFULLY."**

—2 CORINTHIANS 9:7 NLT



FINANCIAL GIVING

There are many convenient ways to give:

ONLINE

- at stonebriar.org/giving
- with an e-check, debit card, or credit card
- by giving a single gift or automatic recurring gifts

TEXT TO 469-275-9473

- text GIVE, followed by the amount you want to contribute (ex. to give \$50, text GIVE 50)

CASH

- offerings may be made during worship (envelopes are available at information desks)
- drop off at the church office during business hours

CHECKS OR MONEY ORDERS

- during worship
- drop off at the church office during business hours
- U.S. mail
- electronic bill-pay through your bank

MARKETABLE SECURITIES (stocks, bonds, etc.)

- broker-to-broker transfer is most common
- account numbers and instructions are on our website; or you may call the church Finance Department for assistance

QUALIFIED IRA DISTRIBUTION

If you are at least 70.5 years of age, you may be able to reduce your taxable income by making your Stonebriar gifts directly from your IRA as a qualified charitable distribution (QCD). Please consult your tax advisor to see if this might be a good option for you.

LEGACY GIVING

In addition to giving on a regular, systematic basis, many people consider long-range planning financial instruments as a way to leave a legacy that will continue through the years. Options include:

- wills and living trusts
- charitable remainder trusts
- retirement assets
- charitable lead trusts
- charitable gift annuities
- donor advised funds

For more information, visit stonebriar.org/giving. You may also contact the Finance Department at finance@stonebriar.org, or call 469-252-5200.

2020-2021 BUDGET

\$12,931,248

ADMINISTRATIVE SERVICES

This category covers the support departments shared by all ministry areas. Administrative services includes Creative Ministries, Finance, Database Maintenance, Human Resources, Information Technology, and Web Support.

DEBT SERVICES

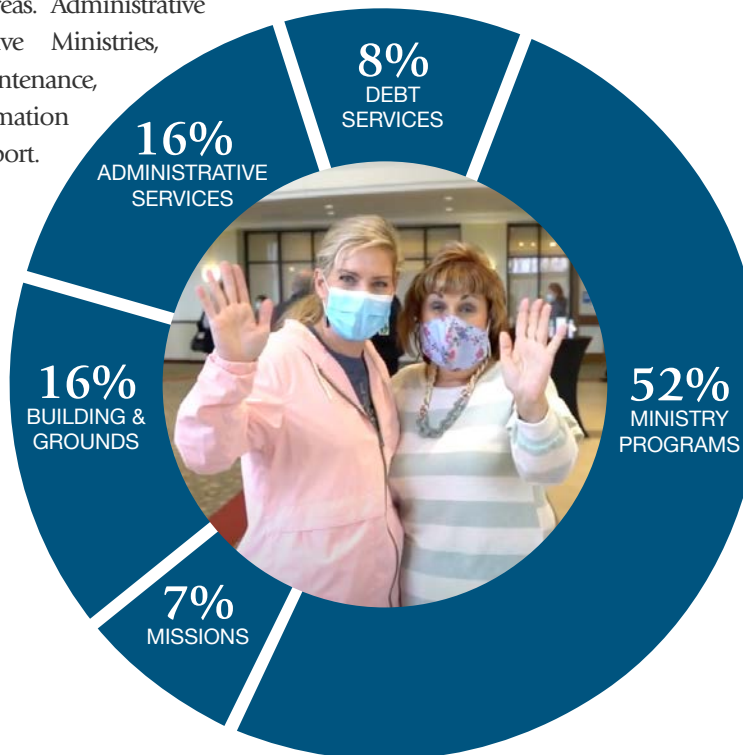
Our budget includes \$807,000 to cover required debt service payments.

BUILDING & GROUNDS

The building & grounds budget funds all activities associated with the operation, safety, security, and maintenance of all buildings, grounds, furnishings, and equipment owned by the church.

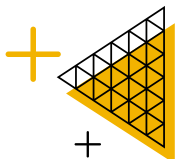
MINISTRY PROGRAMS

This budget area represents ministry needs, such as staff, curriculum, fellowship, worship, music, and events for all ages.



MISSIONS

Approximately seven percent of our annual budget supports ministry beyond our local church. We support multiple missions organizations including Samaritan's Purse, World Vision, Feed My Starving Children, and others.



The best way to support our church financially is to give to the general fund. While designated gifts are appreciated, the church's primary ongoing ministry is sustained through our annual budget.





GIVING AS GOD MOVES

In addition to our budgeted missions support, we also take special mission offerings, coordinate the gifts of individual donors, and sponsor mission trips.

With special offerings received five or six times annually, our Benevolence Ministry collected \$141,000 outside our general fund budget this year. As part of caring for our community, we used these funds to assist more than 121 families with short-term and emergency needs. Beyond financial assistance, budget coaching and care teams led by our Care Ministry help families acquire the skills needed to make a lasting difference in their finances.

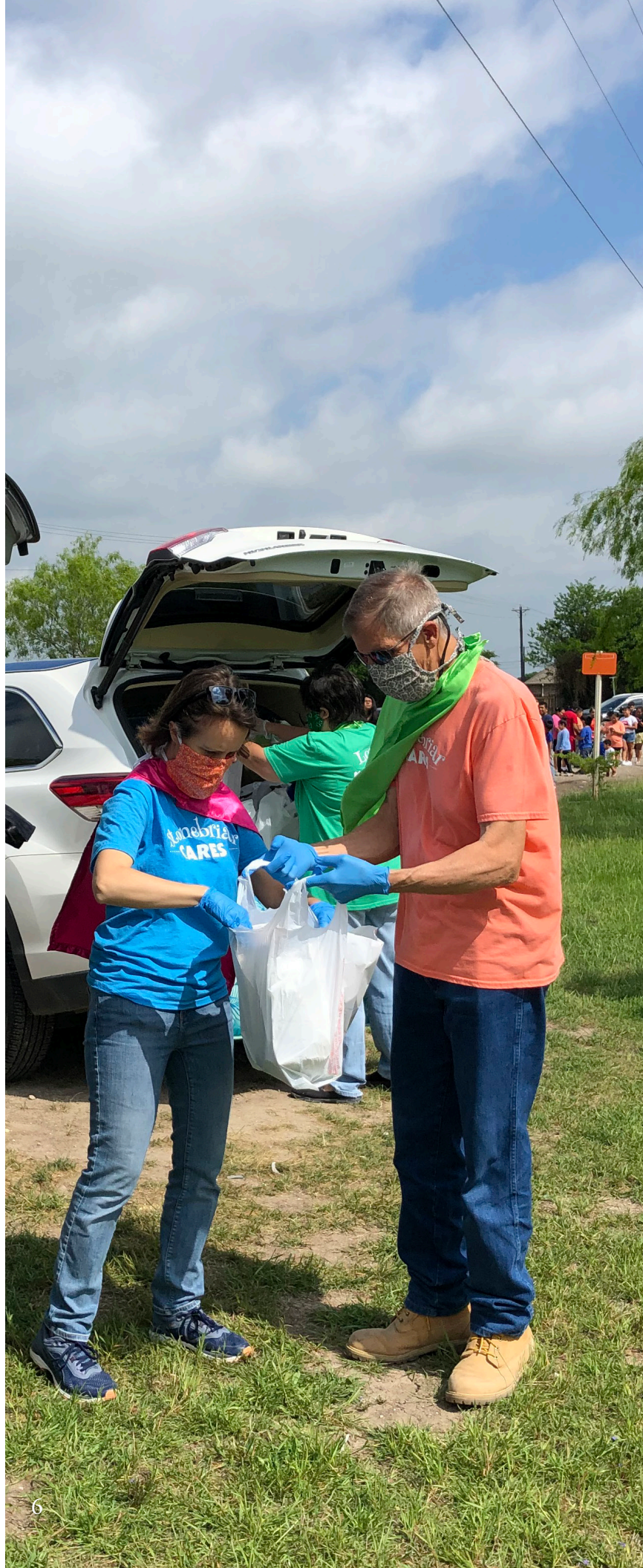
TOTAL SPENDING ON MISSIONS

69%
GLOBAL MISSIONS

14%
LOCAL OUTREACH
& COMPASSION

9%
BENEVOLENCE

8%
DISASTER RELIEF



AND NOW THESE THREE REMAIN:
FAITH, HOPE, AND LOVE.
BUT THE GREATEST OF THESE IS LOVE.

—1 CORINTHIANS 13:13 NIV

