



CCMBC LEGACY FUND

Ministry-Focused Financial Services

Creating Financial Policies

June 4, 2024

Our unique position allows us to serve Mennonite Brethren Churches across Canada in various ways



Administrative Support

We assist in relieving the administrative burden by offering expertise in payroll administration and bookkeeping.



Group Benefits

We provide economies of scale through a group health benefits package and pension plan available to all MB Church pastors and staff members.



Financial Assistance

We offer mortgage loans to churches, camps, schools, and pastors to support the purchase, maintenance, or renovation of their meeting spaces.

We exist to provide ministry-focused financial services to facilitate Kingdom growth.

Establishing Reserve Funds for Your Church

What?

- An amount set aside to meet unexpected costs, to fund future costs of upkeep, or to accumulate funds for a specific purpose.
- Churches often establish more than one reserve fund.

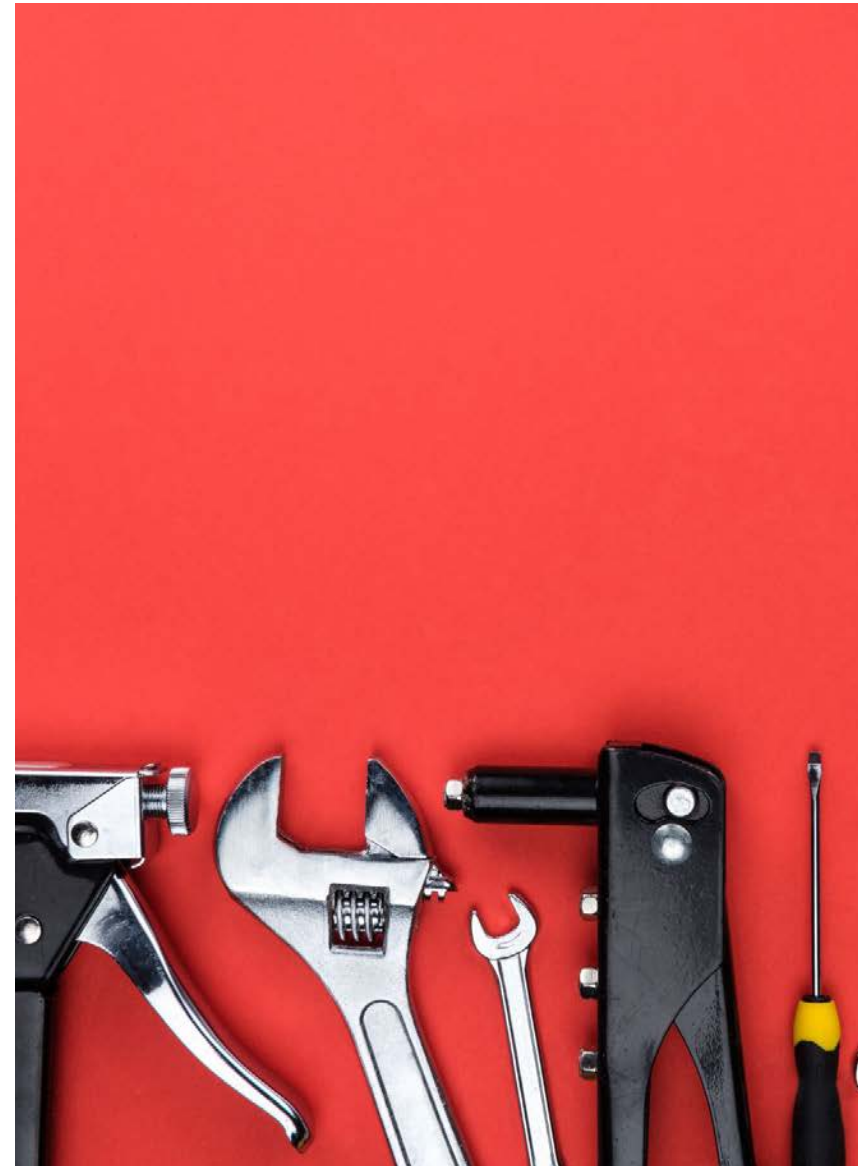
Why?

- Set aside emergency funds (**operating reserve fund**)
- Plan for future expansion (**land/building reserve fund**)
- Plan for maintenance and repair of existing church property (**facility maintenance reserve fund**)
- Fiduciary responsibility
- Roadmap for new board members and church treasurers



Facility Maintenance Reserve Fund

- As facilities age, it is important to plan for replacement of the roof, carpet, paint and heating ventilation and air conditioning (HVAC) systems.
- Unfortunately, general upkeep and repairs are not always prioritized when allocating budget funds.
- Since some projects happen infrequently (e.g., roof replacement), it is easy to spend funds on other programs and urgent needs instead of building a reserve to fund future repairs and maintenance.
- Planning and budgeting for repairs and maintenance is ideal and reflects good stewardship of the church's facilities and equipment.
- For some churches, it makes sense to fundraise for these expenditures when they occur.

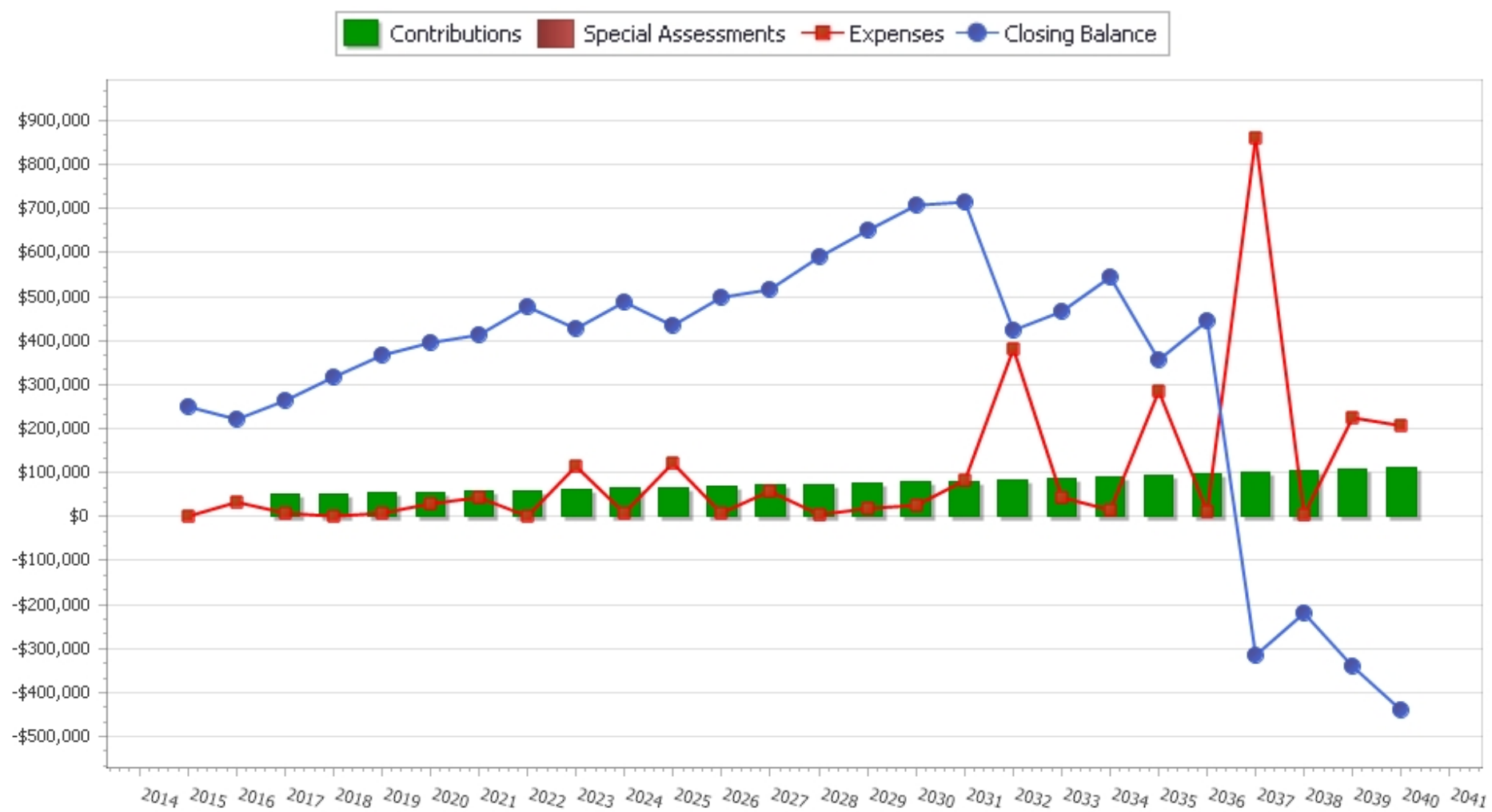


How Much to Save Each Year?

A depreciation report describes the church's property and the projected maintenance, repair and replacement costs over 25+ years.

Depreciation reports can be obtained from one of six designated professions: engineers, architects, applied science technologists, accredited appraisers, **certified reserve planners**, and quantity surveyors.

Component	Horizon Years *	Effective Age *	Remaining Life *	Current Replacement Cost *	Future Replacement Cost *	Current Reserve Requirement *	Future Reserve Fund Accumulation	Future Reserve Fund Requirements	Annual Assessment *
Exterior									
EIFS Exterior Finish	N/A	N/A	N/A	\$25,400	\$141,857	\$508	\$835	\$141,022	\$1,715
Building Exterior Lights	25	6	19	\$4,999	\$624	\$754	\$4,245	\$185	
Caulking	10	4	6	\$7,500	\$9,219	\$3,000	\$3,185	\$6,034	\$947
Exterior Doors	40	8	32	\$25,000	\$75,168	\$5,000	\$6,875	\$68,293	\$1,552
Foyer Skylights	30	10	20	\$38,700	\$77,005	\$12,900	\$15,740	\$61,265	\$2,510
Windows	35	8	27	\$108,200	\$273,916	\$24,731	\$32,354	\$241,562	\$6,839
Roofing									
Metal	45	8	37	\$75,400	\$269,255	\$13,404	\$19,370	\$249,885	\$4,674
Modified Bitumen Membrane	30	8	22	\$224,400	\$478,311	\$59,840	\$74,483	\$403,828	\$14,747
Interior									
Suspended Ceiling Tiles	N/A	N/A	N/A	\$6,800	\$13,531	\$340	\$415	\$13,116	\$537
Flooring: Carpet Hallways & Narthex	12	7	5	\$19,700	\$23,397	\$11,492	\$12,078	\$11,319	\$2,154
Flooring: Carpet-Sanctuary & Rooms	14	6	8	\$51,300	\$67,552	\$21,986	\$23,808	\$43,744	\$5,050
Flooring: Ceramic Tile	30	6	24	\$19,300	\$44,068	\$3,860	\$4,901	\$39,167	\$1,285
Flooring: Vinyl & Rubber Roll	30	10	20	\$17,800	\$35,418	\$5,933	\$7,240	\$28,178	\$1,155
Painting: Interior	12	6	6	\$22,500	\$27,658	\$11,250	\$11,942	\$15,716	\$2,468
Elevators/Conveyors									
Wheelchair Lift	45	8	37	\$25,000	\$89,276	\$4,444	\$6,422	\$82,854	\$1,550
Mechanical/Safety									
Life Safety Systems	N/A	N/A	N/A	\$9,300	\$26,103	\$310	\$418	\$25,685	\$635
Plumbing & Heating Systems	N/A	N/A	N/A	\$67,200	\$158,810	\$2,688	\$3,447	\$155,363	\$4,846
Security Systems	N/A	N/A	N/A	\$22,500	\$63,153	\$750	\$1,011	\$62,142	\$1,537
Boiler	25	8	17	\$20,000	\$35,894	\$6,400	\$7,579	\$28,315	\$1,406
Fire Control Panel	30	8	22	\$5,000	\$10,658	\$1,333	\$1,659	\$8,999	\$329
Furnaces	25	8	17	\$16,500	\$29,612	\$5,280	\$6,253	\$23,359	\$1,160
Hot Water Heater	12	10	2	\$6,500	\$6,963	\$5,417	\$5,526	\$1,437	\$704
Make Up Air Handlers & Exhaust Vents	25	8	17	\$130,000	\$233,308	\$41,600	\$49,267	\$184,041	\$9,141
Electrical									
Electrical Systems	N/A	N/A	N/A	\$14,900	\$70,065	\$331	\$518	\$69,547	\$988
Interior Lighting	30	8	22	\$65,000	\$138,548	\$17,333	\$21,574	\$116,974	\$4,272
Specialties									
Affixed Furnishings & Equipment	N/A	N/A	N/A	\$30,000	\$84,204	\$1,000	\$1,348	\$82,856	\$2,049
Audio & Visual Systems	N/A	N/A	N/A	\$130,000	\$217,795	\$38,667	\$10,062	\$207,733	\$11,929
Chattels	N/A	N/A	N/A	\$100,000	\$236,324	\$7,000	\$5,130	\$231,194	\$7,211
Childrens Ministry & Nursery Modernization	N/A	N/A	N/A	\$50,100	\$118,399	\$2,004	\$2,570	\$115,829	\$3,613
Kitchen Equipment	N/A	N/A	N/A	\$50,000	\$118,162	\$2,000	\$2,565	\$115,597	\$3,606
Rooms & Washroom Modernization	N/A	N/A	N/A	\$20,000	\$47,265	\$800	\$1,026	\$46,239	\$1,442
Sanctuary Pews	35	10	25	\$82,100	\$194,022	\$23,457	\$30,083	\$163,939	\$5,113
Site									
Concrete & Paver Stone Works	N/A	N/A	N/A	\$6,800	\$16,070	\$272	\$349	\$15,721	\$490
Landscaping	N/A	N/A	N/A	\$15,000	\$35,449	\$600	\$769	\$34,680	\$1,082
Asphalt Paving	30	8	22	\$58,600	\$124,907	\$15,627	\$19,451	\$105,456	\$3,851
Chain Link Fencing	25	8	17	\$3,000	\$5,384	\$960	\$1,137	\$4,247	\$211
Exterior Yard Lighting	25	8	17	\$16,000	\$28,715	\$5,120	\$6,063	\$22,652	\$1,125
Painting: Wood Fence	5	2	3	\$2,000	\$2,217	\$800	\$824	\$1,393	\$451
Wood Fencing	25	8	17	\$7,900	\$14,178	\$2,528	\$2,994	\$11,184	\$556
Miscellaneous/Contingencies									
Miscellaneous Components	N/A	N/A	N/A	\$5,700	\$13,470	\$228	\$292	\$13,178	\$411
TOTALS: 100% FUNDED *				\$1,603,700	\$3,660,305	\$361,817	\$402,317	\$3,257,988	\$115,526



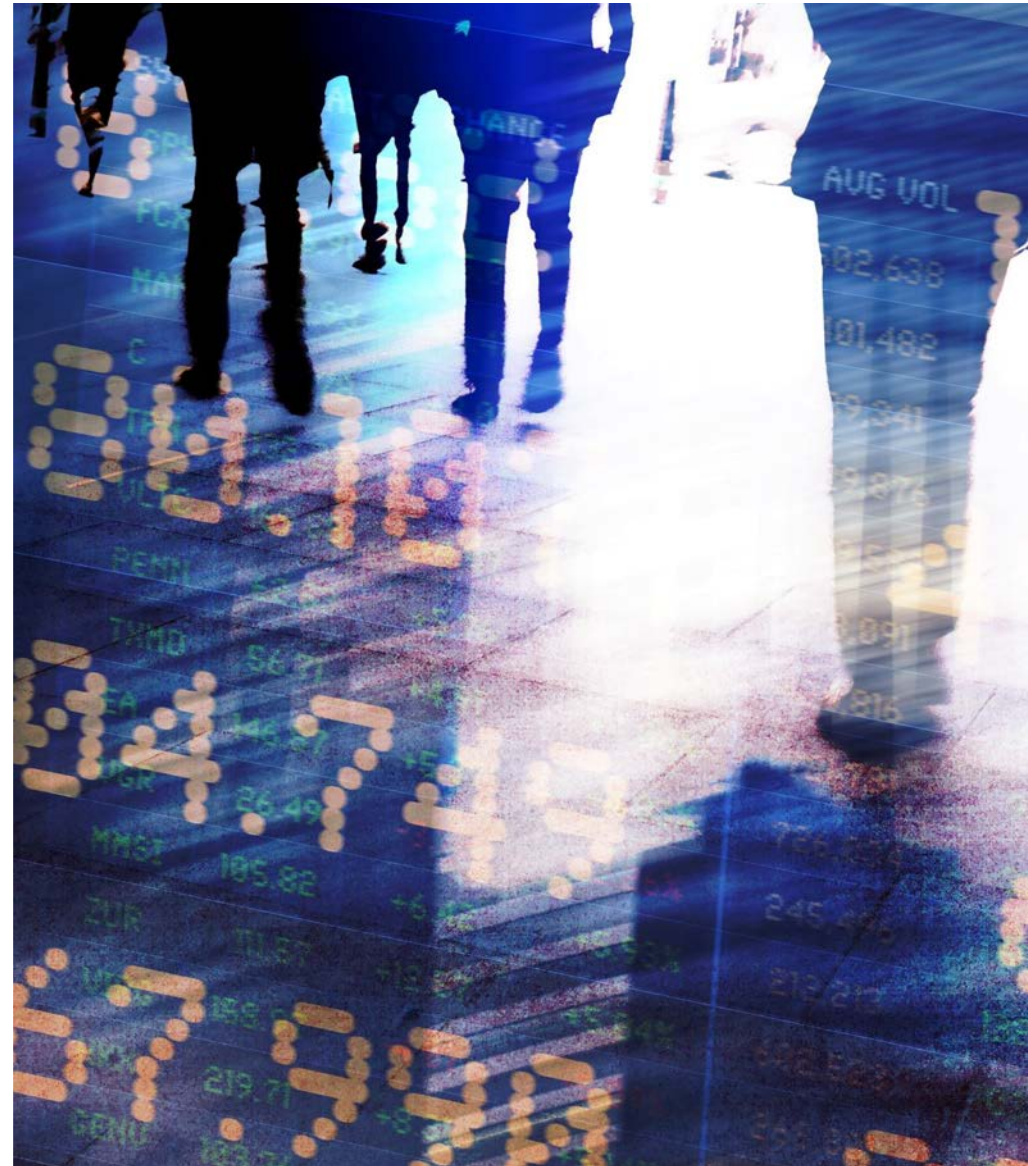
Establishing an Investment Policy for Your Church

What?

- Sets out guidelines for elders and church administrators to determine appropriate investment types and amounts
- Establishes parameters to achieve investment objectives within risk tolerance guidelines

Why?

- Good stewardship
- Fiduciary responsibility
- Accountability
- Roadmap for future boards/employees



Common Elements of Investment Policy

- Statement of investment objectives
- Define risk tolerance, return requirements, time horizon, liquidity needs, restrictions
- Describes appropriate investments
- Define how often this policy should be reviewed and approved by the board

**“The plans of the diligent lead to profit as surely as haste leads to poverty”
(Proverbs 21:5).**

**Legacy’s Investment Policy Statement is
available at:**

https://ccmbclegacyfund.com/images/2024_IPS_CCMBC_Legacy_Fund.pdf

MB Church Legacy Accounts

Is your church:

- ✓ looking to set aside unused operating funds until they are needed?
- ✓ saving for a building or renovation project?
- ✓ seeking to hold restricted funds?

With CCMBC Legacy Fund, your MB church or MB organization can open an investment account with competitive interest rates. Our accounts are not locked-in, with no terms or fees included.

You can now earn
5.0%*
on your MB Church Legacy account

*per annum. Rate in effect January 1, 2024 to June 30, 2024. Subject to change.



**Get
started
today!**

Contact Information

Payroll and
Benefits

Char
Hildebrand

char.hildebrand@mbchurches.ca

Accounting
Services

Demi
Olafusi

demi.olafusi@mbchurches.ca

Mortgages and
Investments

Elenore
Doerksen

elenore.doerksen@mbchurches.ca

Chief Financial
Officer

Jim Bell

jim.bell@mbchurches.ca

Chief Executive
Officer

Jason
Krueger

jason.krueger@mbchurches.ca



CCMBC LEGACY FUND

Ministry-Focused Financial Services

Telephone: 888-669-6575
www.ccmblegacyfund.com