

InterAct Ministries, Inc.
Finance and Audit Committee Meeting Minutes

February 7, 2013

Members present: **Gale Van Diest**, Roy Martin, Dale Smith, Gerry Breshears (joined the meeting at 8:36 pm)

Absent: Dave Perry

Meeting was called to order by Chairman Gale Van Diest at 8:23 pm

Old minutes were approved as presented – attached.

Roy read his “Administration Director’s Report” – attached.

- It was noted that under our current U.S. Administration, audits of non-profits are up 79%
- InterAct’s rating on Charity Navigator was downgraded partly because we do not show paying a salary payment for our executive director

Gale asked Roy about Karen’s possible departure to work in the public sector. Roy is not sure she will stay. After she completes her first tax season, Roy plans on broaching the subject of her long-term plans more directly.

Gale mentioned that he feels it would be wise for the F&A to meet telephonically between board meetings. Roy will arrange the first such meeting for April, 2013, to review InterAct’s investment policy

Roy reviewed the InterAct Properties report. No major changes. Note was made of the \$100,000 planned upgrade for the water system in Palmer is now estimated to be only \$30,000. This change is reflected in the proposed 2013-2014 budget. Attached.

We reviewed a recap of InterAct’s investments-- attached.

The Deferred Giving Report was also reviewed—attached.

Roy read the Development Audit and Finance Report as prepared by Diane Schoming—attached.

We reviewed the InterAct Ministries, Inc. proposed Budget for 2013-2014 – attached

- Gale asked about the rationale for the deficit budget. Dale explained the rationale of trying to stimulate Alaska – mostly executive salary increase for Alaska.
- Gale mentioned that it appears there is a trend away from traditional support to more salaried staff.
- Roy mentioned that supporting a cause is much more in vogue than supporting individuals.
- Gale moved that the committee recommend the InterAct Ministries, Inc. board accept of the 2013-2014 budget as presented. Approved.

We reviewed the financial implications of the Memo of Understanding with Alaska Freedom Journey and recommend it be accepted as presented.

We recommend the board approve disposition of static funds as shown on the attached list.

Gale expressed appreciation for the excellent work being done by Roy for all of us then closed the meeting with prayer.

Dale Smith

Recorder