

PRESBYTERIAN MISSION AGENCY BOARD

September 23 – 25, 2015

Finance & Accounting

**ITEM A.104
FOR ACTION**

<i>FOR PRESBYTERIAN MISSION AGENCY EXECUTIVE DIRECTOR'S OFFICE USE ONLY</i>			
X	A. Finance	E. Corporate Property, Legal, Finance	J. Board Nominating & Governance Subcommittee
	B. Justice	F. PC(USA), A Corporation	P. Plenary
	C. Leadership	G. Audit	
	D. Worshiping Communities	H. Executive Committee	

Subject: PMAB Financial Condition Education

Recommendation:

That the Finance Committee create a subcommittee and appoint members to design an educational training session for the full Presbyterian Mission Agency Board. This training will help board members to interpret and understand the Presbyterian Church (USA)'s financial reports including budgets, financial trends and projections, internal reports and audited financial statements.

Background:

Board members act as Trustees of the organization's assets and must exercise due diligence to determine if the organization is well-managed, and that its financial condition remains sound, and the financial resources are sufficient to implement its mission, and to assure the organization's long-term financial viability.

It is essential that when acting as a Trustee, and to effectively exercise fiduciary responsibility, that board members understand finance terminology, are able to read and interpret financial statements, monitor key financial indicators, and understand the overall health of the organization.