

2011 MULSA Annual meeting
May 19, 2011
Treasurer's report

Total income for the year 2010: \$10,780 (YTD 2011: \$3,256)
Total expenses for the year 2010: \$5,894 (YTD 2011: \$772)

Checking balance: \$1,411 (1/2010) ; \$2,963 (1/2011)
Savings account: \$2,765 (1/2010) ; \$4769 (1/2011)
CD #1: \$2,500 (1/2010) ; \$2,525 (1/2011)
CD#2: \$2,500 (1/2010) ; \$0.000 (1/2011)
CD#3 \$0,000 (1/2010) ; \$0.000 (1/2011)
New Covenant Balanced Income Fund: \$6,478 (1/2010) ; \$10,723(1/2011)

Total balance: \$15,654 (7/2010) \$20,980 (1/2011)

Mutual fund

January 2010:

\$17.53 per share ; Total shares = 369.532

January 2011:

\$18.55 per share ; Total shares = 578.070

Fund purchases:

June 28, 2004: MULSA bought 218.818 shares at \$18.28 per share for total cost \$4,000
April 13, 2009: MULSA bought 108.3 shares at \$14.82 per share for total cost \$1,605
March 30 2010: MULSA bought 197.852 shares at \$17.69 per share for total cost \$3,500

Fund Dividends:

March 25, 2010: 0.0836 per share div.
\$30.89 payment reinvested to buy 1.753 shares at cost of \$17.62 per share.

June 24, 2010: 0.08588 per share div.
\$48.88 payment reinvested to buy 2.83 shares at cost of \$17.27 per share

Sept. 23, 2010: 0.07509 per share div.
\$42.95 payment reinvested to buy 2.410 shares at cost of \$17.82 per share

Dec. 16, 2010: 0.11761 per share div.
\$67.55 payment reinvested to buy 3.693 shares at cost of \$18.29 per share

March 24, 2011: 0.07892 per share div.
\$45.62 payment reinvested to buy 2.436 shares at cost of \$18.73 per share

The dividend amount rose from \$157.05 in 2009 to \$190.27 in 2010 because we bought more shares in 2010. These dividends should be higher this year as more companies are raising dividends and restarting them. For example, the fourth largest holding (Citigroup) just announced it will start paying a 0.01 dividend. Microsoft raised its quarterly dividend earlier this year by 6% (from .44 cents to .47 cents per share) for a 2.5% yield.

Income 2010:

Booksale in Copy Service	\$7,464 (YTD 2011: \$2,703)
Amazon sales	\$1,789 (YTD 2011: \$93)
Betterworld	\$688 (YTD 2011: \$410)
Interest	\$2.13 (YTD 2011: \$1.99)
Dividends	\$190.27 (YTD 2011: \$45.62)
Silent Auction	\$0.000 (YTD 2011: \$0.00)
Other	\$589 (YTD 2011: \$0.00)
Garage Sales	\$0.000 (YTD 2011: \$0.00)

Expenses 2010:

Social :	\$2,820 (YTD 2011: \$311)
Courtesy:	\$452 (YTD 2011: \$192)
Community:	\$1767 (YTD 2011: \$0.00)
Staff room:	\$246 (YTD 2011: \$260)
VP (Spotlight Awards)	\$327 (YTD 2011: \$0.00)
Book sale postage	\$129 (YTD 2011: \$9.00)
Muse	\$0.00 (YTD 2011: \$0.00)

Expenses broken down 2010:

Social-related expenses:

Picnic:	\$193 (YTD 2011: \$42.00)
New Staff Tea:	\$47
Halloween Party:	\$133
Thanksgiving luncheon:	\$750
Holiday Party:	\$157 (spent in 2011)
Spring Fling	\$0
Celebration of Service	\$1398 (YTD 2011: estimate \$1,600)
All MULSA meeting:	\$53(YTD 2011: \$0.00)
Retirement gifts	\$150(YTD 2011: \$0.00)

Other expenses 2010:

Adopted family	\$245
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Certificate of Deposit with Commerce Bank

Issue Date 03/25/2011
Term: 182 day (6-month)
Principal Amount: \$2,527.52
Maturity Date: 09/25/2011
Rate : 0.20%

Certificate of Deposit with Commerce Bank

Issue Date 03/25/11
Term: 1-year
Principal Amount: \$2,500.00
Maturity Date: 03/25/2012
Rate : 0.30%

Current balances as of May 18, 2011:

Checking: \$2,613.72

Savings: \$4,270.27

CD #1: \$2,527.52

CD#2: \$2,500.00

New Covenant Fund (Balanced Income fund):

Number of shares = 580.506

Price per share = \$19.03 (May 18, 2011)

Value= \$11,047.03

Notes:

This annual report covers January, 2010 to May 18, 2011

Fund returns:

Year to date = +3.68%

1 month = +1.60%

10-yr annualized = +3.33%

The fund is performing well. It was up 17.7% in 2009, and +9.02 in 2010. This fund has 39% in US stocks, 8% in foreign stock, 50% in US bonds, and 3% cash as of March 31, 2011. The stock portion of this fund is invested in New Covenant Growth Fund while the bonds are invested in the New Covenant Income Fund. The largest holdings in the growth fund are Exxon Mobil (1.6%), Microsoft (1.4%), Pfizer (1.2%), Apple (1.2%), and Citigroup (1.2%). Dividends are rising. Exxon Mobil just raised its dividends by 6.8%, Pfizer raised its dividend by 11%, and Citigroup raised its dividend to .01 per share. The fund has a 1.8% dividend yield. The two largest holdings in the Income fund are US Treasury notes and US Treasury bonds which make up 8.3% of that fund. Treasury notes are government securities that are issued with maturities of 2, 3, 5, 7, and 10 years and pay interest every six months. Treasury notes pay interest every six months and mature in 30 years. Our goal is to postpone withdrawing money from this fund because the fund pays a better dividend than a bank CD and because it has higher returns than anything else we own.

Our mutual fund company requires two signatures for any changes to the fund account. So if MULSA needs to withdraw money, two signatures would be needed. The President and the Treasurer are the two authorized people on this account.

This year, MULSA switched to a small business checking account in its efforts to eliminate the debit card's \$5 monthly fee. This is a free checking account.

MULSA will see lower income from book sales as our supply of books to sell decline. MULSA is already seeing the lower book sales affecting the total income. This year to date, MULSA had \$3,256 in total income vs a total income of \$5,579 this time last year.

Interest earned on the checking account is higher this year to date simply because we have more money. The interest rates will stay low for a while.

Social expenses include food and supplies for parties, annual meeting and the all staff library meetings. This year-to-date expenses were higher last year because the celebration of service took place before the MULSA annual meeting.

The large increase in spending on courtesy is not due to any special factors other than that MULSA is buying more flowers and cards for library staff.

The large increase in spending on community for 2010 was the largely from the \$1,470 spent on Meals on Wheels annual fund drive in Feb. 2010. MULSA contributed \$5 toward each \$10 boxed lunch purchased by library staff with all proceeds going to Meals on Wheels. MULSA ordered **15 club sandwiches** & 11 veggies. At the beginning of the next week, we emailed Marcia Walker (Meals on wheels) to see if we could add 4 more clubs. When Marcia arrived with the delivery, someone had **written 154 clubs** on our order. Meals on Wheels forgot to bring a few lunches and MULSA ended up having to pay for 147 lunches. MULSA was able to sell some of these lunch boxes for a total of \$556.00. The Board agreed to have a budget in the future so something like this would not happen. If there was another error like this, the person picking up the lunches would not have the authority to spend more than what was allowed by the Board.

Now MULSA is getting 100% of Ellis Library copy service book sale money.

Submitted by
Jack Batterson
5/19/2011