



SKILLMAN
CHURCH OF CHRIST

Town Hall Meeting

WEDNESDAY APRIL
27, 2022




Today's Agenda

- **Opening Prayer**
- **Summary of Advisory Committee Report**
- **Terms of Agreement with The Hills**
- **Presentation of Alternative**
- **Financial Update**
- **Voting Process – planned for May 15th**
- **Statements and Q&A**
- **Elder Recommendation**
- **Final Comments and Closing Prayer**

Summary of Advisory Committee Report

Presented by:

CECILIA MORGAN



“Evaluate the potential of joining the Hills from the perspective of being faithful stewards of the resources God has provided Skillman to fulfill His mission of making disciples.”

WEDNESDAY, APRIL 27, 2022
SKILLMAN CHURCH OF CHRIST TOWN HALL MEETING
ADVISORY COMMITTEE UPDATED REPORT TO THE CONGREGATION

Committee

Autonomous/Independent

Lay Volunteers

Neutral and Fact Finding

No Recommendations

Confidentially Work Transparently

Neutrality Release of Individual Members as of 3/27/22

*Cecilia Morgan, Chair; Gordon Green, Vice Chair; David Parkin;
Ruth Ann Prude; Ken Teague; Shalene Valentine*

Worship Experience

- **50+ Members Attended Hills Sun., 4/24**
- **Hills Baptisms – 146 in 2022**
 - **Skillman – 2 in 2022**
- **Sermons on Nations/Generations/Sermon on the Mount**
- **Volunteerism – This Saturday 1,000+ volunteers for domestic missions**

Senior Adult Ministry

- **Sunday morning Bible Classes for Seniors**
- **Senior activities will become a group (Movie Day, Breakfast Devotional)**
- **Senior Adult Minister under consideration**

Music Ministry

Skillman members attending the a cappella service, e.g., amazing, astonishing, beautiful and uplifting

Electronic Online Presence



1,916 online views.

first quarter, 2022

137 views on Sunday during service times



12,601 online views

first quarter, 2022

900 views on Sunday during service times

Youth Ministry

Easy electronic
check-in of grade
school students

Kids could recall
class study

Kids found teaching
style and format
very comfortable
and engaging

13-year-old
reported “got her in
the heart like it’s
supposed to”

19-year-old
reported
“authenticity and
could feel the
Spirit”

Missions Foreign & Domestic

**\$4 million in special contributions for
missions**

**1,000 members involved in local missions
each month**

Facilities

- **Three Campuses**
- **Dynamic Energy**
- **NRH open 8:00 a.m. to 12:00 Midnight all days**
- **Skillman building usage, 90% on school days**

Child Development Center

2022-2023 school year, 310 students, families, teachers and staff

December 2022 is the deadline for knowing Skillman Church's direction so school administration can determine whether to move forward with registration for CDC's 2023-2024 school year

Scripture

Skillman Mission:



*“Go into all the world and
preach the gospel to all creation.”*

Mark 16:15

The Hills Mission:



“Making and growing followers of Jesus.”

Thanks to all!

To God be the glory!

Terms of Agreement with The Hills

Presented by:

BILL MINICK

Summary of Written Assurances from The Hills to Skillman

1. Governance:

Mutually-agreed shepherding plan to immediately include *at least 2 current Skillman members* and 2 current Hills members who are future-focused and mission-minded.

2. Worship Experience:

Continuation and improvement of a cappella service in the Chapel on Sunday mornings.

Summary of Written Assurances from The Hills to Skillman

3. Missions, Foreign and Domestic:

- **Continued care for the elderly**, including programs, events, transportation, visitations, etc.
- **Continued Restriction and Dedication of Moeller and Johnson funds** to fully honor their purposes for elder care, missions and youth.
- **Funding of all current foreign and domestic missions**
- **Seats on The Hills Missions Committee and Council**
- **Invitation into opportunities for substantially increased funding** in all areas above.

Summary of Written Assurances from The Hills to Skillman

4. Finances:

All known and unknown liabilities and expenses transferred and indemnified

5. Facilities:

Transferred with a restriction on sale
for at least 5 years.

Summary of Written Assurances from The Hills to Skillman

6. Staffing and Human Resources:

- Expanded, full-time ministry and administrative staffing
- Continued employment or 9-months severance for current staff
- Onsite janitorial and security
- 24/7 maintenance support

Summary of Written Assurances from The Hills to Skillman

7. Child Development Center:

Full support of CDC mission, budget, operations, and staff.

8. Celebration of Skillman's Heritage:

In the many ways described above, along with a **special event, commemoration and dedication** developed with Skillman members.

**TOGETHER, WE CAN
AMPLIFY OUR VOICES.**



SKILLMAN
CHURCH OF CHRIST



**THE HILLS
CHURCH**

Presentation of Alternative

Presented by:

JOHN MARK DAVIDSON

Financial Update

Presented by:

SHANE CALVIN & KEN TEAGUE

Actual Results for Calendar Year Ended Dec 31, 2021

Cash and Investments

Total	Restricted	Unrestricted
\$4,095,067	\$ 3,286,833	\$ 808,234

Actual Results for Calendar Year Ended Dec 31, 2021

Second Consecutive Year for Operating Loss

	Actual	Budget	Deficit
Total Member Contributions	685,274	\$712,400	(\$27,126)
Total Revenues	\$1,079,386	\$1,110,285	(\$30,899)
Total Expenses	\$1,095,360	\$1,110,285	(\$14,925)
Net Income (Loss)	(\$15,974)		

While these losses have been relatively small, they are an indicator of a trend.

Member contributions have shrunk 32% over the past six years:

Year	Member Contribution	Year Over Year Pct Chg
2016	\$1,001,525.16	-
2017	\$950,441.50	(5.10%)
2018	\$920,456.36	(3.15%)
2019	\$749,985.89	(18.52%)
2020	\$717,339.19	(4.35%)
2021	\$685,274.26	(4.46%)

This trend has accelerated in 2022.

Projected Results for 2022

First Quarter 2022 Member Contributions (January to March):

Actual	Budget	Deficit
\$89,001	\$178,100	50%

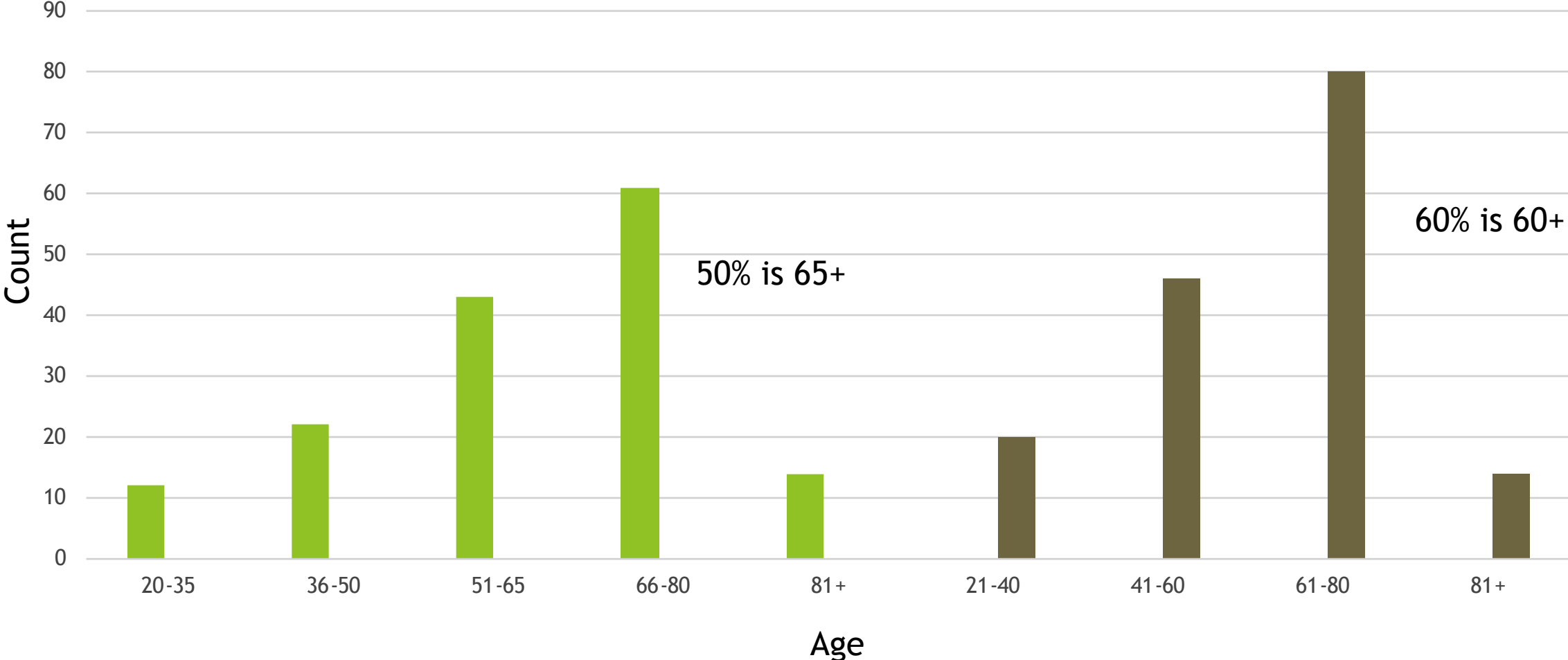
Projected Operating Loss for First Quarter 2022 = \$99,078

Projected Operating Loss for Calendar Year 2022 = \$400,000
(half of 2021 year-end unrestricted cash & investments)

Forecasting Skillman's Continued Viability

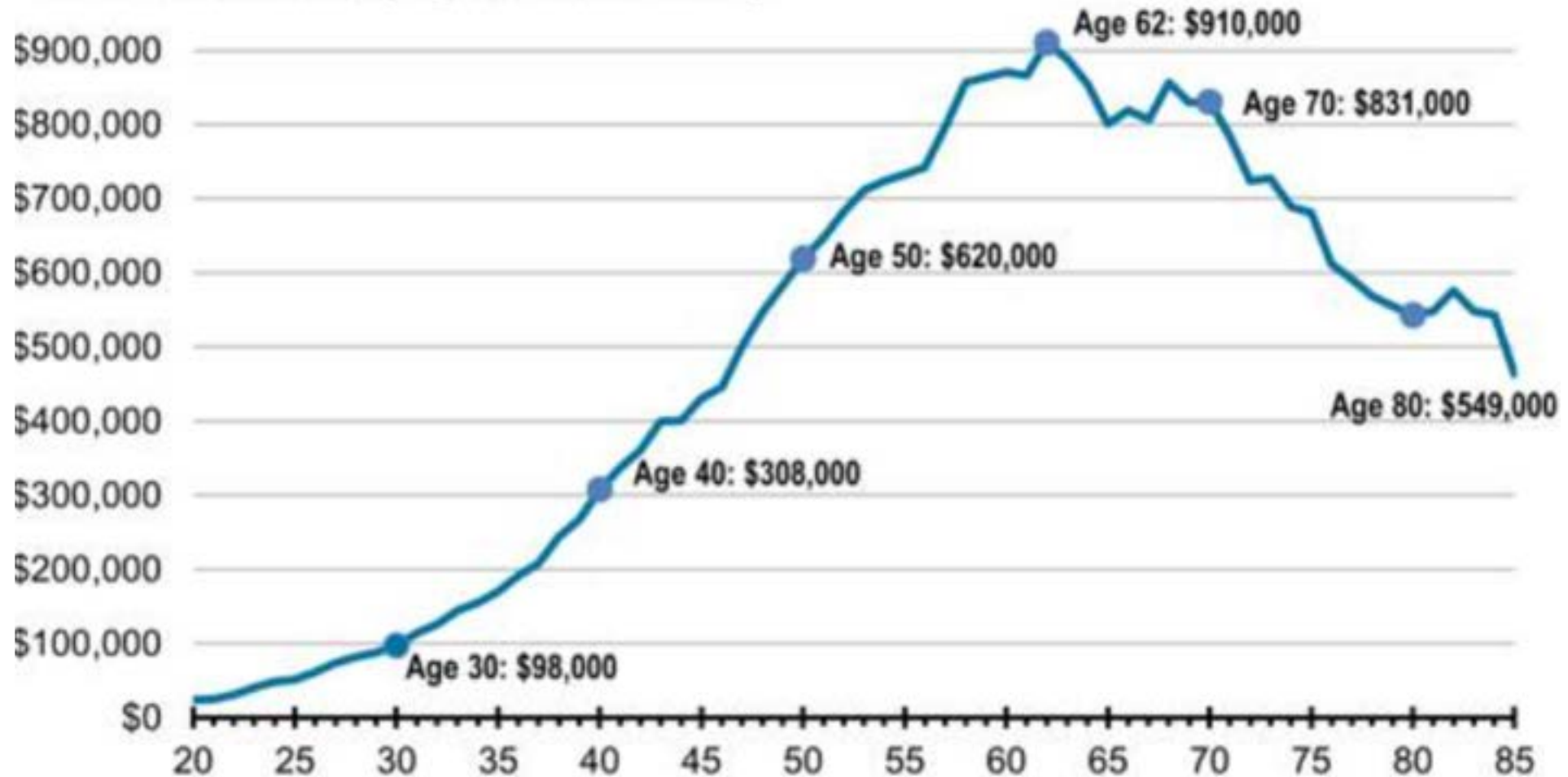
**The Outlook of
Do-Nothing**

Skillman's Membership



Older Members

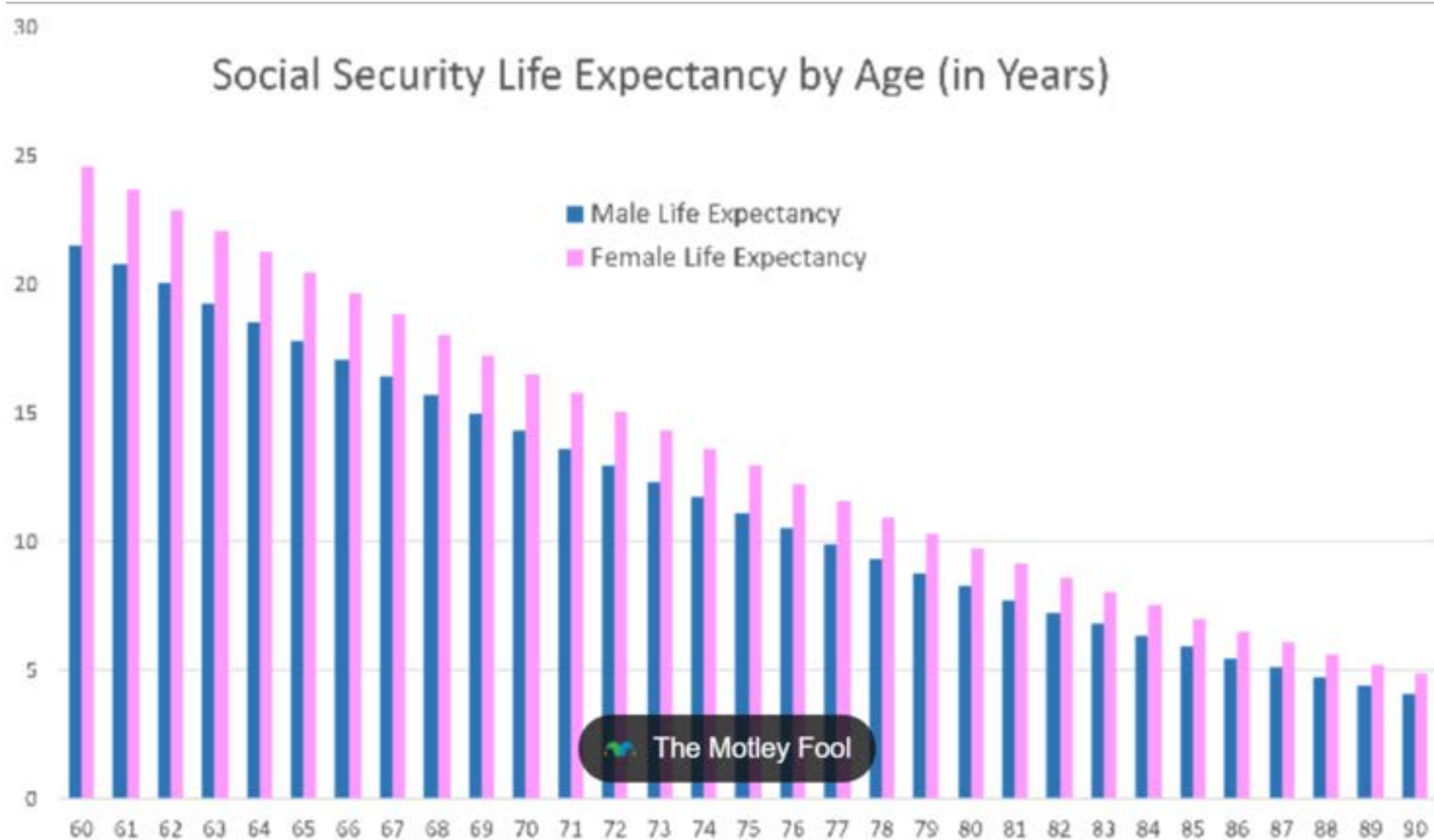
Average family net worth, defined as the value of all assets like cash, stock and homes minus all liabilities, by age of head of family*



*Three-year moving average. Source: Federal Reserve | WSJ.com

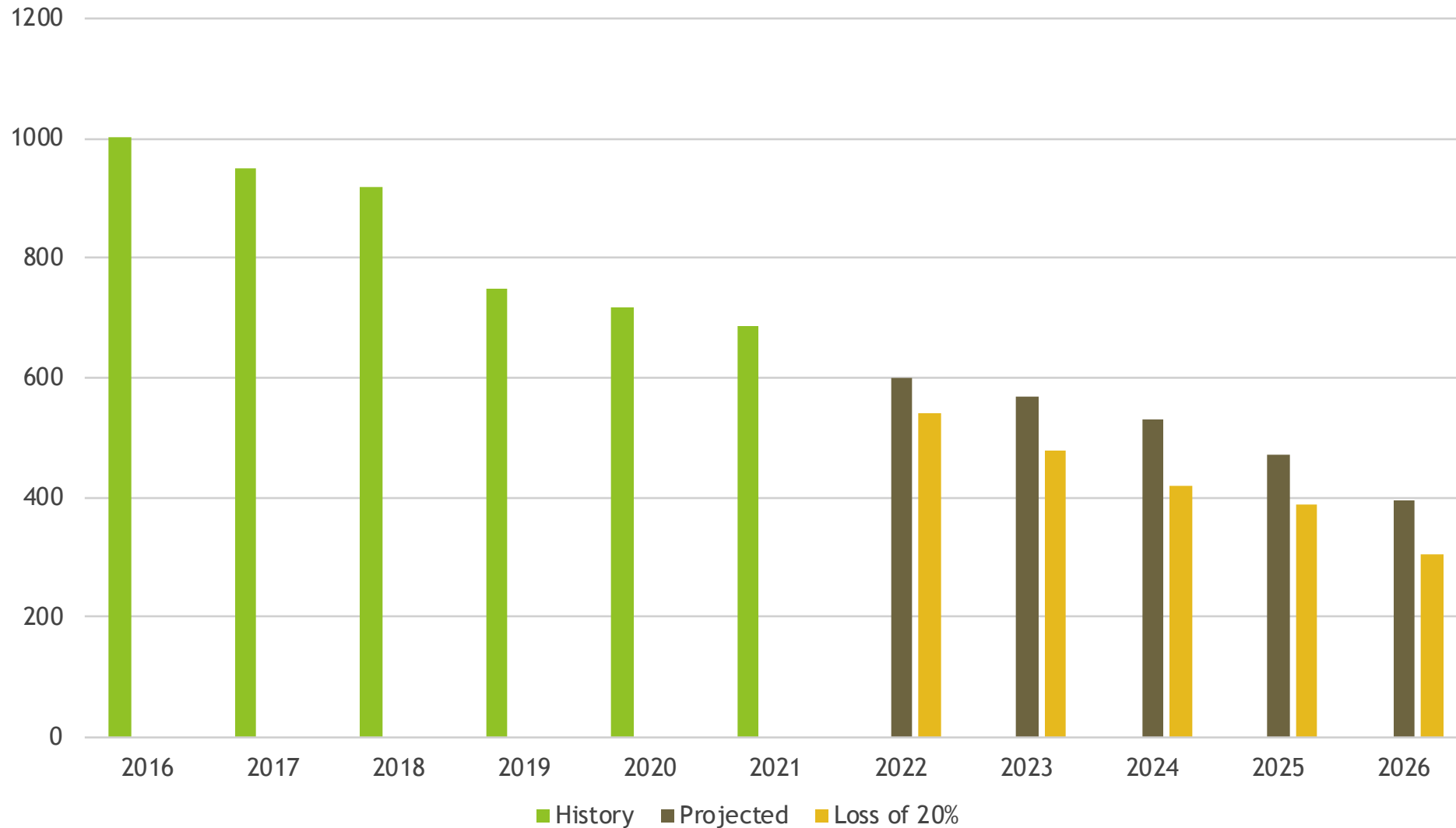
Higher Contributions Due to Higher Net Worth

Old Members Die More



Assuming No Change in the Historic Pattern

Member's Age Factored Forecast
Declining Contributions



Assuming No Change in the Historic Pattern

From a business perspective, Skillman is not viable.

- **Insolvency will result within 2 to 5 years.**
- **Adequate funding of expenses and building maintenance requires \$800,000 per year.**
- **As younger members will contribute less, Skillman's membership must be approximately 350 to remain viable.**

The Voting Process – currently planned for May 15th

Presented by:

ELIZABETH BINGHAM

Statements and Q&A

moderated by:

JON MULLICAN



STATEMENT BY:

BECKY

Elder Recommendation

Presented by:

CRAIG GRAY

Closing Prayer

Led by:

DAVID WILLIAMS