

## Wesleyan Village Incorporated

May 31, 2019

The Wesleyan Village Incorporation was formed in 1959 as a subsidiary corporation of the West Michigan District of The Wesleyan Church. The purpose of this corporation was to assist pastors with retirement needs and to give them incentive for long-term service in the W. MI District. Because of the GLR merger, however, this benefit is in process of being shut down. As of May 2017 no new participates will be added, future service credits will be adjusted for inflation rather than being a factor of overall earnings and vested participants will be paid upon vesting with a present value discount rate of 1.44% for any age below 65.

During the past year the large payout was caused by a policy change to payoff service credits as soon as a participant is vested rather than at age 65. Because the plan is shut down to new participates joining and the plan in in process of closing a one-time transfer to church planting was made in the amount of \$574,000 representing excess investment not needed to settle future liabilities.

	2018-2019	2017-2018	Difference
<b>Number of retirement distributions</b>	75	5	70
<b>Value of retirement distributions</b>	\$569,177	\$51,975	\$517,202
<b>One Time Church Planting Distribution</b>	\$574,000	\$0	\$574,000
<b>Value of Service Credits</b>	\$580	\$525	\$55
<b>Service Credits Outstanding</b>	318.0	1,457.5	-1,140
Wesleyan Investment Fund Value	\$53,829	\$144,952	-\$91,123
Ron Blue Investments Value	\$250,631	\$1,242,994	-\$992,363
<b>Total Assets</b>	<b>\$304,460</b>	<b>\$1,387,946</b>	<b>-\$1,083,486</b>
<b>**Present Value of Outstanding Liabilities</b>	<b>-\$601,160</b>	<b>-\$601,160</b>	<b>\$0</b>

\*\*PV discount rate changed from 6% to 2.13%, 2017 CPI inflation percentage

**The value of service credits for the 2019-20 fiscal year has been established at: \$595**

**Expected retirement distributions for the 2018-19 fiscal year is: 4 \$18,799**