

HOUSING ALLOWANCE RESOLUTION

TO WHOM IT MAY CONCERN:

The chairperson informed the meeting that under the tax law, a minister of the gospel is allowed to exclude from gross income: (1) the rental value of a home furnished to him or her as a part of his or her compensation; or (2) a housing allowance paid to him or her as part of his or her compensation, to the extent used by him or her to rent or provide a home and to the extent such allowance does not exceed the fair rental value of the home, including furnishings and appurtenances such as a garage, plus the cost of utilities.

The Church/Charge Conference or church council on the _____ day of _____, after discussion with Rev. _____ on motion duly made and seconded, adopted the following resolution:

The _____ United Methodist Church has set the annual compensation of the Rev. _____ or another minister who may be appointed to serve this church at \$ _____ which includes a "rental allowance" (utilities and other provisions for a home) of \$ _____. Rev. _____ shall also have rent-free use of the home located at _____ for the year _____ and for every year thereafter so long as he or she is minister of the _____ United Methodist Church unless otherwise provided. This resolution will remain in effect until the church/charge conference or church council adopts a successor resolution.

Dated this _____ day of _____, 20____.

If applicable, please complete:

Because no parsonage is provided, in addition to the above noted compensation, the church will provide \$ _____ for our pastor to rent or purchase a home. This amount is not considered to be compensation.

Chair, Administrative Board/ Council

Chair, Finance Committee

- cc: District Superintendent
 Pastor Parish Relations Committee
 Pastor