

Housing Allowance Template

Whereas section 107 of the Internal Revenue Code permits a minister of the gospel to exclude from gross income the rental value of a rectory furnished to him as part of his compensation, and a church-designated rectory allowance represents compensation for ministerial services; is used to pay rectory-related expenses such as utilities, repairs, furnishings; and does not exceed the fair rental value of the rectory (furnished, plus utilities); and

Whereas [] is compensated by [] exclusively for services as a minister of the gospel; and

Whereas [] provides [] with rent-free use of a church-owned rectory as compensation for services that he renders to the church in the exercise of his ministry; and

Whereas, additional compensation to [] for services that he/she renders to the church in the exercise of his/her ministry, [] also desires to pay [] an amount to cover expenses she/he incurs in maintaining the rectory, therefore, it is hereby

Resolved, that the annual compensation paid to [] for calendar year 20[] shall be \$[] of which \$[] is hereby designated as a rectory allowance pursuant to section 107 of the Internal Revenue Code; and it is further

Resolved, that the designation of \$[] as a rectory allowance shall apply to calendar year 20[] and all future years unless otherwise provided by this board; and it is further

Resolved, that as additional compensation to [] for calendar year 20[] and for all future years unless otherwise provided by the board, [] shall be permitted to live in the church-owned rectory located at [], and that no other rent or other fee shall be payable by [] for such occupancy and use.

