



**Free Methodist Church of North America
Ordained Minister's
Predetermined Housing Allowance**

Effective for the year _____

I am hereby informed that under Internal Revenue Code Section 107, in the case of a minister of the gospel, gross income does not include the housing allowance paid to the minister as part of the minister's compensation to the extent it is used to rent or provide a home. The responsibility for determining the appropriate amount of housing allowance that can be excluded is the minister's. The church has no responsibility beyond determining that the compensation is reasonable. The following is a predetermined estimate by the undersigned as to "out-of-pocket" housing expenses to be excluded from wages reported in Box 10 of the W-2.

- | | | |
|----|-------------------------------------------------|----------|
| 1. | Rent/Principle Mortgage Payments | \$ _____ |
| 2. | Taxes & Interest | \$ _____ |
| 3. | Insurance on Home and/or Contents | \$ _____ |
| 4. | Repairs/Upkeep on Home & Contents | \$ _____ |
| 5. | Furniture & Appliances | \$ _____ |
| 6. | Decorator Items | \$ _____ |
| 7. | Curtains, Linens, etc. | \$ _____ |
| 8. | Utilities, Cable TV, Garbage, Second Phone Line | \$ _____ |
| 9. | Cleaning Supplies, Lawn Upkeep, & Misc. | \$ _____ |

Total \$ _____

Upon approval by the church board, the amount indicated above will be considered officially designated as a housing allowance for the year _____:

Minister's Signature

Date _____

Approved pursuant to action of the church board:

Chairperson's or Treasurer's Signature

Date _____

The housing allowance designation is to be approved annually prior to the effective date.