

**WISCONSIN ANNUAL CONFERENCE  
RESOLUTION ON PARSONAGE ALLOWANCE \*  
MOVING YEAR – SPECIAL RESOLUTION**

**Church/Charge Name:** \_\_\_\_\_

**Church GCFA Number(s):** \_\_\_\_\_

**Whereas**, Section 107 of the Internal Revenue Code permits a minister of the gospel to exclude from gross income the rental value of a home furnished as part of compensation, and a church-designated parsonage allowance paid as part of compensation, to the extent used for actual expenses incurred in maintaining a church-owned parsonage;

**Whereas**, Rev. \_\_\_\_\_ is compensated by the \_\_\_\_\_  
\_\_\_\_\_ United Methodist Church exclusively for services as a minister of the gospel;

**Whereas**, the \_\_\_\_\_ United Methodist Church provides Rev. \_\_\_\_\_  
\_\_\_\_\_ with rent-free use of a church-owned parsonage as compensation for services provided to the church in the exercise of ministry;

**Whereas**, as additional compensation to Rev. \_\_\_\_\_, the \_\_\_\_\_  
\_\_\_\_\_ United Methodist Church also desires to pay Rev. \_\_\_\_\_  
\_\_\_\_\_ for expenses he/she incurs in maintaining the parsonage;  
therefore, it is hereby

**Resolved**, that of the annual compensation paid to Rev. \_\_\_\_\_ for July 1, 2018, to December 31, 2018, \$\_\_\_\_\_ is hereby designated to be a parsonage allowance pursuant to Section 107 of the Internal Revenue Code; and it is further

**Resolved**, that the designation of this amount as a parsonage allowance shall apply only to July 1, 2018 to December 31, 2018.

**\*NOTE:** A licensed, commissioned, or ordained minister may be able to exclude from income the fair rental value of a home (a parsonage) or a housing allowance provided as compensation for ministerial services performed as an employee. A minister who is furnished a parsonage may exclude from income the fair rental value of the parsonage, including utilities. However, the amount excluded cannot be more than reasonable compensation for the minister's services. A minister who receives a housing allowance may exclude the allowance from gross income to the extent it is used to pay expenses in providing a home. Generally, those expenses include rent, mortgage interest, utilities, repairs, and other expenses directly relating to providing a home. The amount excluded cannot be more than the reasonable compensation for the minister's services. Visit the IRS website <https://www.irs.gov/taxtopics/tc417.html> for more information on Earnings for Clergy.