

Minutes

of the

Ninety-Ninth Annual Session

of the

Arkansas State Association

of

Free Will Baptist

Held at the

Camp Beaverfork & Conway High School Auditorium

Conway, Arkansas

August 6-7, 1996

Moderator Of The 100th Session

James Forlines

40 Barrett Lane

Batesville, Arkansas 72501

Clerk for the 100th Session

David Winfrey

P.O. Box 418

Tuckerman, Arkansas 72473

OFFICERS AND STANDING BOARDS

1995-96

EXECUTIVE BOARD

Doug Little	1999
Andy Percy	1999
Hoover Lewis	1998
Raymond Chronister	1998
Lonny Burks	1997
Dwayne Roper	1997

MISSIONS BOARD

Kerry Gandy	1999
Norman McFall	1999
David Copeland	1998
Paul Payne	1998
Carl Cheshier	1997
Hursel Parker	1997

YOUTH BOARD

Don Guthrie	1999
Scott Real	1999
Toby Youngblood	1998
David Watson	1998
Frank Matchett	1997
Tim Morgan	1997

CHRISTIAN EDUCATION BOARD

Joe Kircher	1999
Nelson Henderson	1999
Mike Hutsell	1998
Harvey Butler	1998
Wayne Writer	1997
Bill Johnson	1997

MODERATOR	James Forlines
ASSISTANT MODERATOR	David Bishop
CLERK	David Winfrey
ASSISTANT CLERK	Randy Ledbetter
STATISTICIAN	Bob Isbell

OFFICERS OF DISTRICT ASSOCIATIONS

ANTIOCH

Moderator--Wayne Douthit
23215 Tiffany Drive
Mabelvale, AR 72103

Clerk--Robert Williams
3894 Hwy. 9
Springfield, AR 72157

ARKANSAS

Moderator--J.L. Bonds
Rt. 1, Box 231
Booneville, AR 72926

Clerk--Nancy Moore
P.O. Box 641
Charleston, AR 72933

CENTRAL

Moderator--Wendell Leckbee
#1 Amber Lane
North Little Rock, AR 72118

Clerk--Melba Brown
10206 Milkyway Drive
Little Rock, AR 72209

FELLOWSHIP

Moderator--Kevin Trimble
Rt. #3, Box 159-K
Dardanelle, AR 72834

Clerk--Dalton Johnson
825 Parker Road
Russellville, AR 72801

HARMONY

Moderator--Doug Duvall
Rt. #1
Havana, AR 72842

Clerk--Rhonda Mitchell
P.O. Box 233
Belleville, AR 72824

LITTLE MISSOURI RIVER

Moderator--Joe Ray Short
Box 1586
Glenwood, AR 71943

Clerk--Eddie Ary
Rt. #3, Box 40
Arkadelphia, AR 71923

NEW HOPE

Moderator--Ronnie Whitten
9 Whitten Lane
Vilonia, AR 72173

Clerk--Linda Whitten
9 Whitten Lane
Vilonia, AR 72173

NORTHWEST

Moderator--Doug Harris
Rt. #5, Box 205
Berryville, AR 72616

Clerk--Kenneth L. Booth
P.O. Box 116
Alpena, AR 72611

OLD MOUNT ZION

Moderator--Eldon Bagwell
23502 Trails End
Hindsville, AR 72738

Clerk--Gayla Haywood
Rt. #2, Box 197
Hindsville, AR 72738

POLK BAYOU

Moderator--David Winfrey
P.O. Box 418
Tuckerman, AR 72473

Clerk--Carolyn Winfrey
P.O. Box 418
Tuckerman, AR 72473

SALINE

Moderator--Mark Elliott
P.O. Box 1345
Forrest, La. 71242

Clerk--Linda Stevens
2178 Hwy 425 North
Monticello, AR 71655

SOCIAL BAND

Moderator--Dale Blackwell
5805 Southwick
Jonesboro, AR 72404

Clerk--Janet Gandy
5489 Hwy. 62 West
Pocahontas, AR 72455

SOUTHEAST ARKANSAS

Moderator--Ronnie Garrett
1421 South Cokley
Lake Village, AR 71653

Clerk--Ann Garrett
1421 South Cokley
Lake Village, AR 71653

UNITY

Moderator--Joel Kircher
4017 Armour Ave.
Fort Smith, AR 72904

Clerk--John R. Hays
2017 Maple St.
Van Buren, AR 72956

ZION HOPE #2

Moderator--Loyd Shores
3517 N. Mt. Grove Road
Alma, AR 72921

Clerk--Gary O'Kelley
P.O. Box 1424
Van Buren, AR 72956

PROCEEDINGS

Tuesday Evening, August 6, 1996

The 99th annual session of the Arkansas State Association of Free Will Baptist met at the Conway High School Auditorium and Camp Beaverfork in Conway, Arkansas on August 6-7, 1996. The convention theme was "Attempt Great Things For God—Expect Great Things From God" taken from Isaiah 54:1-5. Dick Martin served as Song Director and Sue Patton was the pianist.

The service, held at the Conway High School Auditorium, opened with a time of Pre-Worship with music by the Rejoice Ministry Team from Free Will Baptist Bible College.

Call to Worship was given by Dick Martin and the congregation singing "He Keeps Me Singing". Prayer was led by Carl Cheshier.

David Winfrey, clerk, called the meeting to order and introduced the moderator, James Forlines.

A proposed constitutional change (listed in the Executive Board Report) affecting Article IV, Section 2 was presented. Motion passed to place this on the table.

The committee on Committees were elected who were as follows: Bobby Shepherd-chairman, Leo Martin, Mike Hutsell, David Nichols, and Hoover Lewis.

The congregational sang "All Hail The Power".

The offertory prayer was led by James Forlines. The offering is to be divided 1/3 to National Home Missionaries present (Ron Parker, George Harvey, Tommy Jones, and Norman Richards), 1/3 to Foreign Missionaries present (Bob Aycock, Patsy VanHook, and Ed Bowerman), and 1/3 to State Missionaries present (Levan Hubbard and Don Guthrie).

The choir of the First Free Will Baptist Church in North Little Rock sang "Revival Melody", "I Stood Amazed", "I Bowed On My Knees And Cried 'Holy'" and "Hallelujah! We Shall Rise".

The congregation sang "The Family Of God." The Allen Chapel Trio from Batesville sang "What A Day That Will Be."

The moderator shared the theme of this meeting and challenged all to do great things for God. David Bishop was introduced as the evening speaker, who spoke on the subject "Our Foundation."

The congregation sang "Have Thine Own Way" as the invitation song. Several responded. Prayer by James Forlines.

Announcements were made by the moderator.

Report # 1 (see page 9). Report of the Committee on Committees was given and accepted.

The service was dismissed in prayer by Randy Ledbetter.

Wednesday Morning, August 7, 1996

The service opened at Camp Beaverfork with the congregation singing "Let's Just Praise The Lord", and "This World Is Not My Home."

Special music was by Lynsey Stripling, who sang "They Could Not."

Earl Stapleton was introduced to bring the devotion. He read from Isaiah 54:1-5 and led in prayer. He chose the words "spare not" and challenged not to hold back.

Report # 2 (see page 9). The Credential Committee Report was given. Motion passed to receive the report and adopt its recommendation.

The standing and appointed delegates were recognized by the moderator. Visitors were introduced and welcomed to this meeting.

Report # 3 (see page 10). Report of the Executive Board was given by Sidney Sawrie. Motion passed that this report be received, the budget adopted.

Motion passed to take the proposed Constitutional change from the table. Motion passed to make this change to the Constitution.

Report # 4 (see page 12). Report of the Promotional Director was given by David Joslin and it was accepted and the budgets were adopted.

Report # 5 (see page 11). Report of the Executive Committee was given as information

Alton Loveless, Director of Randall House Publications, shared about the changes being made in the literature and his appreciation for the State of Arkansas.

Report # 6 (see page 39). Report of the Christian Supply Store was given by Keith Johnson. Appreciation for Keith and Barbara Johnson was shown by giving them a standing ovation. The report was accepted and the budget was adopted.

Motion passed for the moderator to appoint a 5 member committee to bring back a feasible study about the possibility of more room for the Book Store.

Report # 7 (see page 47). Report of the Christian Education Board was given by Mike Hutsell. The report was accepted and the budget was adopted.

A "Roll Tide" plaque was presented to the State Association of Arkansas and was given to James Forlines. A plaque was given to Randall Williams for his service on the Christian Education Board. An expression of appreciation was also given to Kerry Gandy who was leaving the board after serving less than 5 years.

Report # 8 (see page 49). Report of the A.C.T.S. 1:8 Task Force was given by Doug Little, who shared that the response has been, in his

words, "Wow!" At the end of July, 73.8 % of the total goal for 1996 had been received. Motion passed to accept this report and accept the A.C.T.S. 1:8 revised allotments for 1996, the allotments for 1997, and the budget. The A.C.T.S. 1:8 Task Force was given a standing ovation.

The meeting was recessed for a few minutes.

Wednesday Morning Worship Service

The service opened with the congregation singing "Saved, Saved."

Special music was presented by the Trinity Youth Choir from Hamburg. They sang, "Surely Goodness And Mercy" and "O For A Thousand Tongues."

Special music was presented by Becky Lockett, from Conway, who sang "Written In Red."

Kerry Gandy was introduced as the Morning Speaker, who brought a message on the subject of "Our Fervency". He read from Isaiah 54:1-5.

Paul Payne led the dismissal prayer and also asked the blessing on the noon meal.

Wednesday Afternoon Business Session

The session opened with the congregation singing "He Lives."

Special music was presented by the Pea Ridge Duet, who sang "The Battle Belongs To The Lord."

Owen Ganey was introduced for the devotion, who shared that we can have "Victory In Jesus". He closed with prayer.

Report # 9 (see page 50). Report of the State Youth Board was given by Mark Stripling. Motion passed to receive this as information.

Report # 10 (see page 52). Report of the State Youth Board Director was presented by Bob Thompson. Motion passed to receive this report and accept the budget.

Buddy Drake gave a report from Hillsdale Bible College and shared how God had greatly blessed.

Report # 11 (see page 60). Report of the Home Mission Board was given by Carl Cheshier. Motion passed to accept the report and to adopt the budget.

Fred Warner, from the Foreign Missions Department, brought greeting from Bro. Waddell and the missionary families. He also commended the state for its missions giving.

Don Guthrie introduced David Crow, Director of Missionary Assistance, who is the new member on the staff of the Home Missions Department, who gave a report from the Home Missions Department.

Don Guthrie also gave information about the Home Missions Board's trip to Mexico.

Report # 12 (see page 78). Mary Kelton gave the report of the Arkansas Women Active For Christ.

Report # 13 (see page 79). Doug Duvall give the report from the State Master's Men.

Roger Hood, Director of the Free Will Baptist Family Ministries, shared about their work and their needs.

Motion passed to join in partnership with Free Will Baptist Family Ministries by having a position on their board from Arkansas.

Motion passed that we elect Kevin Trimble as a trustee to the Free Will Baptist Ministries Board.

Bill Evans, Director of the Board of Retirement and Insurance, encouraged all to keep working together. He introduced Frank Giunta who is a field representative for the Free Will Baptist Foundation. He spoke of the work of the Foundation.

Tim Campbell, director of Alumni Affairs, gave a report from Free Will Baptist Bible College.

Report # 14 (see page 80). Report of the Resolution Committee was given and resolutions #1 and #2 were accepted and resolution #3 was referred to the Executive Committee for consideration.

Report # 15 (see page 81). Report of the Nominating Committee was given and all recommended board members were elected to those positions. Motion past for James Forlines to be moderator. Motion past for the rest of the officers to remain the same.

Delegates to the National Association in Fort Worth, TX was elected who were as follows: Willia Jean Lewis, Mary Kay Joslin, Sue Patton, Doug Duvall, and Steve Downum.

Report # 16 (see page 81). Report of the Statistician was given by Bob Isbell. The report was accepted as information.

Report # 17 (see page 81). Report of the Registration Committee was given as information.

Motion passed to give the Executive Committee flexibility to work out the details of whether to meet on Tuesday and Wednesday or on Wednesday and Thursday next year.

Motion passed for a committee of three be appointed to look into a form of Healthcare for Free Will Baptist employees.

Report # 18 (see page 82). Report of the Obituary Committee was given. After a moment of silence, Raymond Chronister led in prayer.

Motion passed to adjourn this association meeting. The session was dismissed.

Wednesday Evening Worship Service

The service opened with the moderator appointing Keith Johnson-chairman, Dwayne Roper, Lonny Burks, Hoover Lewis, and Raymond Chronister to the committee to study possibilities for more room for the book store. David Bishop, Randy Ledbetter, and David Winfrey were appointed to the committee to look into a Healthcare Plan.

Prayer was led by James Forlines.

The congregation sang "To God Be The Glory."

Doug Little shared of the success of the A.C.T.S. 1:8 Plan thus far and encouraged all to make 1997 a success also.

Bobby and Sue Aycock and Ed and LaRhonda Bowerman receive a standing ovation. Bobby and Sue Aycock shared their appreciation of the support from Arkansas and especially the A.C.T.S. 1:8 Plan. They asked for prayers for the work in Brazil and prayers that there would be new missionaries and laborers.

Doug Little gave greetings from Terry and JaNelda Walker.

Ed and LaRhonda Bowerman will be on the field much quicker than before because of the A.C.T.S. 1:8 Plan. Ed Bowerman expressed his appreciation for and the impact of the A.C.T.S. 1:8 Plan on their life. LaRhonda shared how the A.C.T.S. 1:8 Plan has helped give extra time to them on the mission field because the time is short.

A special prayer time was given to help encourage all to bind together with the missionaries in their work. Ben Scott led the prayer. The A.C.T.S. 1:8 Task Force and the missionaries were together on stage during the prayer.

Special music was presented by the Living Hope Quartet from North Little Rock who sang "Jesus Will Still Be There."

James Forlines led the offertory prayer. The total received in Tuesday and Wednesday night offerings was \$1,340.85.

The music band from Russellville played the offertory hymn, "O How He Loves You And Me."

The congregation sang "At The Cross."

The choir from First Free Will Baptist Church in Russellville sang "Saved By Grace" and "Calvary."

The congregation sang "Stand Up For Jesus."

Fred Warner was introduced as the evening speaker, who read from Matthew 28:18-20 and spoke on the subject "Our Future."

The congregation sang "I Surrender All" as a hymn of invitation.

The meeting was dismissed with prayer led by George Harvey.

REPORTS

REPORT # 1: COMMITTEE ON COMMITTEES

Credentials: Larry Doggett, George Lynn, Ken Winningham, Chet Smith, Owen Ganey.

Resolutions: Doug Little, Kevin Trimble, Nelson Henderson, Paul Payne, Roy Helms.

Nominating: Dwayne Roper, Lonnie Burks, Steve Trail, Raymond Chronister, Sidney Sawrie.

Obituary: Norman McFall, Tim Morgan, Bob Isabell, Ben Scott, O.D. Winfrey.

Registration: David Copeland, LeVan Hubbard, Michael Morrison, Wayne Richards, Toby Youngblood.

Committee:
Bobby Shepherd
Leo Martin
Mike Hutsell
David Nichols
Hoover Lewis

REPORT # 2: CREDENTIALS COMMITTEE

We, the Credentials Committee find that the following Associations have fully represented by letter, delegates, and fees: Antioch, Arkansas District, Central, Fellowship, Harmony, Little Missouri River, New Hope, Northwest, Old Mt. Zion, Polk Bayou, Saline, Social Band, Southeast Arkansas and Unity.

One association, Zion Hope #2, represented by letter, delegates, and partial fees. The following churches from Zion Hope #2 did not pay: Centerpoint, Chester, and Van Buren.

Committee:
Larry Doggett
George Lynn
Owen Ganey
Chet Smith
Kenneth Winningham

Report # 3

STATE EXECUTIVE BOARD REPORT

The Arkansas State Executive Board met five times during the year and conducted three conference calls.

October 10, 1995

The Executive Board met at the state office with all members present and conducted business as follows:

- (1) Motion passed to accept the report of the Christian Supply Store.
- (2) Motion passed to give Keith Johnson permission to purchase a new imprinting machine. Estimated cost: approximately \$2,000 to be paid from the bookstore's Contingency Fund.
- (3) Motion passed to accept the report of the Promotional Director.
- (4) Motion passed to give David Joslin permission to construct a loft in the stock-room for storage. Estimated cost: approximately \$1,000 to be paid from Operational Fund.
- (5) Motion passed to clarify statement in the minister's retirement program that the 5% donation from the Cooperative Plan would apply only to the pastor of the church and not other employees of the church.
- (6) Motion passed to grant the Pioneer Free Will Baptist Church of Ash Flat, Arkansas, a clear title to the church property through an agreement to remove the reversion clause in the property deed.
- (7) Motion passed to transfer \$410 from the General Fund to pay for churches who did not pay their representation fees.
- (8) The election of officers was as follows: Chairman, Sidney Sawrie; Vice Chairman, Hoover Lewis; and Secretary, Dwayne Roper.

January 16, 1996

A conference call was made with all board members and Promotional Director David Joslin present. Motion passed that the State Executive Board approve a loan of \$320,000.00 for the construction of the Lake Hills Free Will Baptist Church near Hot Springs, Arkansas. On January 17, 1996, Sidney Sawrie, Chairman, and Dwayne Roper, Secretary, met as representatives at the Security Bank in Conway, Arkansas, to sign the note on behalf of the Executive Board.

January 22, 1996

The board met at the Lake Hills Free Will Baptist Church during the annual All Board's Conference with all members present with the exception of Dwayne Roper. The following business was conducted:

- (1) Motion passed to receive the report of the Promotional Director given by David Joslin.
- (2) Motion passed to pay \$2,000 from the Operational Fund on the loan financing the state office.
- (3) Motion passed to transfer \$8,000 from the Contingency Fund to a Certificate of Deposit.
- (4) Kevin Trimble was appointed as a trustee for the Tennessee Children's Home, but the State Executive Board requests that this appointment be confirmed at the Arkansas State Association of August 6-7, 1996.
- (5) Motion passed to renew the Contractual Agreement between the Promotional Director and the State Executive Board of Arkansas Free Will Baptists.
- (6) Motion passed to approve the report of the Christian Supply Store given by Manager Keith Johnson.

February 14, 1996

A conference call was made concerning the need of a new computer system for the Christian Supply Store. Motion passed to authorize Keith Johnson to purchase the new system.

February 27, 1996

The Executive Board met during the Minister's Retreat at Lake DeGray. David Joslin shared with the board the need to help the Christian Civic Action Committee to fund the battle against legalized gambling in the state. Motion passed to authorize him to spend the amount of \$2,500 in the effort to oppose gambling.

April 18, 1996

The Executive Board met at the state office in Conway, Arkansas, for its regular quarterly meeting. The following business was conducted:

- (1) Motion passed to accept the report of the Christian Supply Store given by Keith Johnson.
- (2) Motion passed to renew the Contruactual Agreement between Christian Supply Store Manager Keith Johnson and the State Executive Board of Arkansas Free Will Baptists.
- (2) Motion passed to accept the reports given by Promotional Director David Joslin.
- (2) David Joslin presented a constitutional change for Article IV, Section 2, to read as follows: "Each district association shall send \$25.00 for each church belonging to the district association for the purpose of entertaining the State Association; \$25.00 for each church for the National Association fees; and \$5.00 for minutes for each local church, for a total of \$55.00." Motion passed to recommend this constitutional change to the State Association for adoption.
- (3) Discussion was made in regards to the gambling issue in Arkansas. David Joslin gave information and literature to help in the opposition of this evil.
- (4) Discussion was made concerning Hillsdale College losing its accreditation and the possibility of its relocation to either Arkansas or Missouri.
- (5) Motion passed to give David Joslin and his wife, and Keith Johnson and his wife, a gift of \$1,000 and an extra three days off for a personal retreat and a time of refreshment.

May 16, 1996

A conference call was made with the following board members: Sidney Sawrie, Raymond Chronister, Dwayne Roper, Roy Helms, Lonny Burks, Moderator James Forlines and Promotional Director David Joslin. Bro. Joslin reported that we had received the insurance dividend from Brotherhood Mutual in the amount of \$8,700. Motion passed that the money be allocated as follows:

Richards' Land Fund	\$1,000.00	Rolling Oaks Property Loan	\$1,000.00
Camp Beaverfork Remodeling	\$1,500.00	Lake Hills Property Loan	\$1,000.00
State Office Remodeling	\$4,200.00		

An update was also given regarding the Hillsdale College. The next meeting was set for July 9, 1996.

July 9, 1996

The Executive Board met at the state office with all members present as well as Moderator James Forlines, Keith Johnson and David Joslin.

- (1) Motion passed to receive the yearly reports on Christian Supply Store and Arkansas State Association of Free Will Baptists as given by auditor Ricky Taylor.
- (2) Motion passed to approve the Christian Supply Store quarterly report given by Manager Keith Johnson and approve the proposed 1997 budget.
- (3) Motion passed to approve the quarterly reports as presented by Promotional Director David Joslin and to approve the proposed 1997 budgets.
- (4) Upon request by the State Mission Board, the Executive Board passed a motion to renew the loan for the building at Hot Springs with Mercantile Bank to reduce the monthly payment for the State Mission Board.

The Executive Board recomends to put off Centenial Celebration until 1998.

Sidney Sawrie, Chairman
Hoover Lewis, Vice-Chairman
Dwayne Roper, Secretary

Raymond Chronister
Lonny Burks
Roy Helms

Report # 5

EXECUTIVE COMMITTEE REPORT

The Executive Committee met at the state offices on July 2, 1996, with Ricky Taylor, auditor, with all members present. After reviewing financial statements given for Arkansas State Association of Free Will Baptists, Christian Supply Store, Camp Beaverfork, and Arkansas State Home Mission Board, no irregularities were discovered in our review. Motion passed to retain Ricky Taylor as auditor for the next year.

Moderator James Forlines
David Bishop, Assistant Moderator
Promotional Director David Joslin

David Winfrey, Clerk
Randy Ledbetter, Assistant Clerk

Report # 4

Ninety-Nine and Counting

By Promotional Director David A. Joslin

This session of assembly will mark the 99th time Arkansas Free Will Baptists have met together in annual session. There are other geographical areas in America where Free Will Baptists are older, but the Arkansas State Association holds the distinct position and honor of being the first state association to celebrate its Centennial. Even within the borders of our state, Free Will Baptists began to make their presence known as early as the 1840's. As the celebration of the Centennial is launched in 1997, let's determine to make it a memorial commemorative event which will serve as an incentive for motivation for generations to come!

As the Centennial approaches, it will be a time for *reflection*. At times, when reflection is made on the past, "*the good-ole days*" come to mind. The past is often remembered as being better than it really was. However, the thoughts, ideas, and opinions conceived as a result of meditation can be an effective incentive in inspiring to greater accomplishment.

The Centennial can be a time for *remembrance*. None among us in this present generation remember the earlier years of our existence, but many among us have sat at the feet of those who were there. Little was written in records or minutes for posterity's sake, but stories abound about the activities of our forefathers. A knowledgeable remembrance of the past as one holds in memory a particular personality, an important event, or an inspiring moment can supply inspiration for the present.

The Centennial can be a time for *restoration*. While some may agree; others will disagree, but many among us long for a return to better times. Today's church needs to be brought back to its former position and condition. Jeremiah, the Prophet wrote: "*Stand ye in the ways, and see, and ask for the old paths, where is the good way, and walk therein, and ye shall find rest for your souls*" (Jeremiah 6:16). The primacy of preaching must be returned to our pulpits rather than being relegated to a place of unimportance.

As our Centennial nears, let's all strive to keep the unity of the Spirit, so that as *reflection*, *remembrance*, and *restoration* are made, much will be accomplished during the coming days of celebration and commemoration.

ARKANSAS FREE WILL BAPTISTS

COMPARATIVE RECEIPTS

January - December 1994 - 1995

STATE ASSOCIATION

	1995	1994	INCREASE/ DECREASE	%
Christian Supply Store	\$619,441.43	\$548,022.00	\$71,419.43	13.0%
Camp Beaverfork	178,879.73 ⁽¹⁾	235,970.53 ⁽²⁾	(57,090.80)	(24.2)%
General Fund	69,724.26	65,369.51	4,354.75	6.7%
Operational Fund	26,800.00	27,600.00	(800.00)	(2.9)%
State Missions-Designated	160,371.59 ⁽³⁾	121,348.66	39,022.93	32.2%
SM Property Notes	39,363.83	35,458.42	3,905.41	11.0%
Sunday School Literature	227,919.13	221,475.86	6,443.27	3.0%
State Association Fees	5,575.00	5,525.00	50.00	1.0%
National Association Fees	5,760.00	5,275.00	485.00	9.2%
National Assoc. '94 L.R.	-0-	6,939.19	(6,939.19)	(100.0%)
THE VISION	13,698.54	13,147.61	550.93	4.2%
Christian Education Board	11,753.76	11,643.86	109.90	1.0%
Sunday School Board	4,757.28	4,262.31	494.97	11.6%
Stewardship Campaign	1,850.00	8,102.78	(6,252.78)	(77.2)%
A.C.T.S. 1:8	8,618.07 ⁽⁴⁾	-0-	8,618.07	100.0%
Miscellaneous Accounts	8,947.78	17,599.42	(8,651.64)	(49.2)%

TOTALS (5) \$1,383,460.40 \$1,327,740.15 \$55,720.25 4.2%

COOP (6) \$338,397.16 \$303,542.68 \$34,854.48 11.5%

HILLSDALE \$22,132.87 \$15,540.28 \$6,592.59 42.4%

NOTE 1: Total includes transfer of \$9,100.00 from Contingency Fund.

NOTE 2: Total includes \$44,643.06 for Norman Invasion.

NOTE 3: Total includes sale of \$15,979.78 for land in Hot Springs.

NOTE 4: This amount of \$8,618.07 was sent to Foreign Missions in 1996. The amount of \$464.19 was sent in 1995, which is reflected in the total listed below from Foreign Missions. The two amounts total \$9,082.26 received in 1995 for A.C.T.S. 1:8.

NOTE 5: These totals represent monies receipted through the Arkansas agencies.

NOTE 6: Coop Plan receipts are included in other agencies that receive percentages of Coop.

NATIONAL ASSOCIATION

	1995	1994	INCREASE/ DECREASE	%
Executive Office	\$79,038.23	\$80,549.95	(\$1,511.72)	(1.9)%
Foreign Missions	176,539.08	258,637.18	(82,098.10)	(31.7)%
National Home Missions	201,404.66	149,020.16	52,384.50	35.2%
FWBBC	43,749.53	44,798.79	(1,049.26)	(2.3)%
Bd. of Retirement & Insurance	7,376.91	5,090.83	2,286.08	45.0%
Master's Men	31,643.91	10,281.83	21,362.08	207.8%
WNAC	4,293.32	6,753.67	(2,460.35)	(36.4)%
FWB Foundation	3,161.53	2,171.07	990.46	45.6%
Theological-Integrity Commission	263.46	180.92	82.54	45.7%
Radio & TV Commission	265.27	180.92	84.35	46.6%
Music Commission	263.46	180.92	82.54	45.7%
Historical Commission	265.74	180.92	84.82	46.9%

TOTALS \$548,265.10 \$558,027.16 (\$9,762.06) (1.7)%

GRAND TOTALS \$1,953,858.37 \$1,901,307.59 \$52,550.78 2.8%
(STATE, NATIONAL & HILLSDALE)

ARKANSAS FREE WILL BAPTISTS 1995 Associational Receipts

<u>ASSOC.</u>	<u>COOP</u>	<u>SA/NA</u>	<u>S.M.</u>	<u>N.H.M.</u>	<u>F.M.</u>	<u>FWBBC</u>	<u>HILLS.</u>	<u>MISC.</u>	<u>TOTALS</u>
ANTIOCH	3,859.47	1,150.00	250.00	561.43	1,017.18	-0-	-0-	25.00	6,863.08
ARKANSAS	-0-	600.00	954.59	600.00	325.00	-0-	-0-	-0-	2,479.59
CENTRAL	55,868.00	500.00	18,113.19	15,492.21	43,362.30	13,726.85	2,584.65	425.00	150,072.20
FELLOWSHIP	20,019.77	350.00	6,663.61	3,961.05	4,875.95	750.00	840.50	806.44	38,267.32
HARMONY	3,003.27	250.00	955.30	490.88	3,919.52	-0-	622.00	374.07	9,614.44
L MO RIVER	4,803.12	400.00	3,083.80	6,256.01	2,529.28	1,418.59	-0-	15.00	18,505.80
NEW HOPE	22,509.52	700.00	6,153.03	17,050.04	5,863.89	673.71	857.65	1,208.47	55,016.31
NORTHWEST	8,513.24	450.00	20.00	5,791.00	2,557.73	-0-	140.00	600.00	18,071.97
OLD MT. ZION	22,669.03	1,300.00	2,384.65	8,503.64	5,958.46	-0-	-0-	340.74	41,156.52
POLK BAYOU	37,494.38	850.00	7,655.12	11,294.38	14,108.91	3,925.00	-0-	971.00	76,298.79
SALINE	27,241.76	1,150.00	1,826.63	4,601.34	2,797.77	99.25	1,768.35	1,594.27	41,079.37
SOCIAL BAND	47,140.89	1,250.00	2,373.03	8,087.39	5,938.52	230.00	75.00	1,525.00	66,619.83
SOUTHEAST	-0-	200.00	-0-	-0-	-0-	-0-	-0-	-0-	200.00
UNITY	76,363.10	850.00	17,395.42	6,934.22	6,445.36	-0-	4,160.00	2,752.86	114,900.96
ZION HOPE	4,968.29	650.00	230.00	471.00	2,230.00	-0-	-0-	607.27	9,156.56
OTHER	3,943.32	250.00	38,520.42	2,898.76	1,630.08	250.00	75.00	618.64	48,196.16
TOTALS	\$338,397.16	\$10,900.00	\$106,578.79	92,992.75	\$103,559.95	\$21,073.40	\$11,123.15	\$11,863.76	\$696,488.96

COOPERATIVE PLAN RECEIPTS

JANUARY - DECEMBER 1995

Allen Chapel, Batesville	9,600.00	Hillview, Bastrop, LA	1,225.94	South Heights, Searcy	4,261.71
Arbor Grove, Hoxie	1,380.72	Jacksonville, First	1,535.00	Southside, Fort Smith	1,937.27
Arkadelphia, First	572.80	Jonesboro, First	6,401.24	Spring Hill, Banks	42.00
Atkins, First	526.00	Kenner Chapel, Rudy	382.74	Star City, First	5,693.66
Ballew's Chapel	4,250.00	Lake Hills, Hot Springs	390.80	Sutton, Pocahontas	6,627.92
Batesville, First	10,383.86	Locke, Mountainburg	426.00	Trinity, Green Forest	2,503.48
Benton, First	567.00	Lodi, Glenwood	418.63	Trinity, Hamburg	2,027.10
Berryville, First	75.74	Macedonia, N. Edinburg	315.49	Tuckerman, First	2,273.00
Bethel, Little Rock	559.00	Malvern, First	1,331.00	Union Grove, Atkins	6,233.00
Blackland Chapel	2,627.00	Monticello, First	2,017.89	United, Walnut Ridge	6,527.24
Calvary, Springdale	2,467.57	Moore, Berryville	1,366.60	Upper Spring Creek	1,632.21
Capitol City, L. Rock	1,660.00	Mt. Bethel, Rose Bud	4,289.04	Victory, Springdale	1,145.24
Catcher, Van Buren	665.29	Mt. Calvary, Conway	3,074.20	Vista, Van Buren	4,676.00
Cavanaugh, Ft. Smith	31,470.40	Mt. Harmony, Saffel	3,336.00	Waldron, First	2,967.46
Cave City, First	300.00	Mt. Pleasant, Hamburg	59.50	Walnut Ridge, First	9,153.29
Center Point, Vilonia	4,253.15	Mt. Vernon, Russellville	3,333.47	Walnut Street	3,762.37
Central, Central City	2,121.22	Newport, First	3,693.28	Warren, First	4,789.12
Chapel Lane, Searcy	747.69	North Little Rock, First	8,176.00	Welcome Home, Hector	2,651.00
Charleston, First	5,364.41	Oak Grove, Monticello	973.64	Wesley Chapel, Quitman	573.04
Clifty Chapel, Rogers	333.64	Oak Grove, Oak Grove	1,756.06	West Ridge, Fayetteville	1,800.00
Conway, First	2,074.00	Oak Grove, Russellville	2,673.80	Westside, Springdale	700.00
Corbin Ferry, Louisiana	105.00	Oak Lane, Harrison	2,108.81	Willoughby, Warren	250.82
Cottonwood, OK	471.32	Oak Park, Pine Bluff	7,353.00	Wilson, Belleville	350.00
Crossett, First	790.58	Old Reyno	3,597.71	Woodlawn, Russellville	3,179.00
Daisy, Kirby	1,974.33	Oliver Springs, Rudy	2,289.25	Wynne, First	1,031.24
Danville, First	200.00	Ozark	4,039.72	Yorktown	778.47
Dardanelle, First	1,289.00	Phillip's Chapel, S'dale	12,159.28		
Dover, First	1,106.00	Pine Hill, Star City	786.34	TOTAL	\$338,397.16
Eastgate, Siloam Sprgs	3,411.30	Plainview, First	323.50		
Eastvale, Blytheville	1,913.72	Pleasant Grove, Monticello	28.00		
Eureka Springs	466.62	Pleasant Grove, N. Hope	218.82		
Faith, Jonesboro	3,600.00	Pleasant Hill, Hackett	2,075.21		
Faith, Warren	123.15	Pleasant Valley, Warren	2,229.65		
Fayetteville, First	302.00	Pocahontas, First	6,658.18		
First, Mulberry	901.72	Poplar Valley, Bono	1,280.87		
First, Fort Smith	4,871.23	Ranger, Danville	497.56		
Free Hill, Rison	28.00	Rogers, First	350.00		
Friendship, Rose Bud	2,480.80	Rolling Oaks, Maumelle	3,552.52		
Glenwood, First	986.73	Rose Hill, Monticello	4,683.93		
Gospel Lighthouse, MO	235.93	Russellville, First	32,613.00		
Greenwood, First	9,684.00	Sardis, Quitman	414.69		
Harmony, Rison	70.00	Shady Grove, Hackett	3,225.78		
Harmony, Russellville	2,887.97	Sharon, Vilonia	2,415.20		
Hatfield	631.81	Sheridan, First	223.48		

COOP DISTRIBUTION

General Fund	\$69,773.26
State Home Missions	53,915.70
State Youth Board	57,087.21
Christian Ed. Board	7,928.76
Sunday School Board	4,757.28
<i>THE VISION</i>	6,343.03
Pastor's Retirement	4,939.48
Designated	16,306.50
National Association	117,345.94
TOTAL	\$338,397.16

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Arkansas State Association of Free Will Baptists, Inc.

I have audited the accompanying balance sheet of Arkansas State Association of Free Will Baptists, Inc., (a nonprofit Corporation) as of December 31, 1995 and 1994, and the related statements of revenues and expenditures, statement of fund balance, and changes in cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as discussed in the following paragraph, I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

The Organization has elected to record the values of land and buildings, specifically the state offices, at the current appraised values. Generally accepted accounting principles require that fixed and operational assets be valued at actual cost less appropriate adjustments for depreciation and substantial decreases for obsolescence. Due to the limited records and the extensive use of donations relating to the establishment of the above mentioned properties, it was not practical for me to extend my examination of such records beyond the amounts recorded.

In my opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the actual cash and donation records referred to in the preceding paragraph been susceptible to satisfactory audit test, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Arkansas State Association of Free Will Baptists, Inc., as of December 31, 1995 and 1994, and its results of its operations and its cash flows for the years then ended in conformity with generally accepted accounting principles.

Ricky J. Taylor CPA P.A.

Russellville, Arkansas
June 28, 1996

Member of:
American Institute of Certified Public Accountants
Arkansas Society of Certified Public Accountants
Oklahoma Society of Certified Public Accountants

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
BALANCE SHEET
DECEMBER 31, 1995 AND 1994

ASSETS		1995	1994
CURRENT ASSETS:			
Cash and cash equivalents	\$	83,962	\$ 67,391
Accounts receivable		2,340	2,363
Inventory		<u>1,775</u>	<u>1,238</u>
Total Current Assets		88,077	70,992
PROPERTY AND EQUIPMENT			
Auto		23,342	23,342
Office furniture & equipment		31,458	31,458
Building improvements		<u>9,227</u>	<u>9,227</u>
		64,027	64,027
Less: Accumulated depreciation		<u>35,505</u>	<u>27,971</u>
		28,522	36,056
Land and building		<u>397,340</u>	<u>397,340</u>
Total Property and Equipment		<u>425,862</u>	<u>433,396</u>
TOTAL ASSETS	\$	<u>513,939</u>	<u>\$ 504,388</u>
LIABILITIES AND FUND BALANCES			
CURRENT LIABILITIES:			
Accounts payable	\$	2,969	\$ 3,825
Current portion of Long-Term debt		8,877	9,581
Designated contributions payable		52,168	32,346
Sales tax payable		26	13
Payroll taxes payable		<u>898</u>	<u>772</u>
Total Current Liabilities		64,938	46,537
LONG-TERM DEBT:			
Notes payable (Less: current portion of L-T debt)		<u>30,509</u>	<u>44,821</u>
Total Liabilities		95,447	91,358
FUND BALANCES:			
Fund balances		<u>418,492</u>	<u>413,030</u>
Total Fund Balances		<u>418,492</u>	<u>413,030</u>
TOTAL LIABILITIES AND FUND BALANCES	\$	<u>513,939</u>	<u>\$ 504,388</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

REVENUES:	<u>1995</u>	<u>1994</u>
Designated contributions	\$ 265,962	\$ 285,139
Cooperative contributions	338,397	303,543
Sunday school literature sales	226,427	220,434
Vision sales & advertising	7,385	7,433
National convention fees	5,450	5,275
State convention fees	5,575	5,525
Rent income	21,600	21,600
Debt retirement income	4,200	3,000
Interest income	1,527	1,483
State cooperative income	86,284	86,961
Other income	<u>8,018</u>	<u>6,720</u>
Total Revenues	970,825	947,113
EXPENDITURES:		
Designated contributions	265,962	285,139
Cooperative contributions	338,397	303,543
Cost of sales - S.S. literature	153,883	149,903
National & state convention fees	11,279	6,100
Interest expense	4,087	3,776
Sales taxes	12,544	12,198
Property taxes	854	854
Payroll taxes	2,795	2,690
Health insurance	12,034	11,126
Property insurance	2,404	2,367
Workman's comp insurance	295	292
Utilities	6,210	6,368
Janitor	780	742
Supplies	1,178	1,007
Miscellaneous	12,355	12,335
Salary, housing, retirement & social security	44,706	42,961
Board, mileage & meals	3,364	4,094
Auto & travel expense	3,997	4,324
Repairs & maintenance	381	1,842
Telephone	2,855	3,194
Postage & printing	14,531	14,650
Computer expense	879	934
Secretary salaries	32,387	31,716
Stockroom expenses	1,329	1,227
Professional fees	2,400	2,300
Retreat expenses	7,955	9,865
Rent	10,800	10,800
National association expense	1,713	1,330
Depreciation	<u>7,534</u>	<u>9,634</u>
Total Expenditures	959,888	937,311

The Accompanying Notes Are an Integral Part of These Financial Statements.

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
STATEMENT OF REVENUES AND EXPENDITURES - (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

	<u>1995</u>	<u>1994</u>
Total Expenditures	<u>959,888</u>	<u>937,311</u>
Total Revenues Over Expenditures	\$ <u>10,937</u>	\$ <u>9,802</u>

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
STATEMENT OF FUND BALANCES
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

Balance January 1, 1994	\$ 403,228
Excess Revenues Over Expenditures	<u>9,802</u>
Balance December 31, 1994	413,030
Prior Period Adjustment	<5,475>
Excess Revenues Over Expenditures	<u>10,937</u>
Balance December 31, 1995	\$ <u>418,492</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

	<u>1995</u>	<u>1994</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net revenues over expenditures	\$ 10,937	\$ 9,802
Adjustments to reconcile net revenues over expenditures to net cash provided by operating activities:		
Prior period adjustment	<5,475>	0
Depreciation	7,534	9,634
(Increase)decrease in:		
Accounts receivable	23	<370>
Inventory	<537>	<299>
Increase(decrease) in:		
Accounts payable	<856>	1,800
Payroll taxes payable	126	174
Sales tax payable	13	<27>
Designated contributions payable	<u>19,822</u>	<u><21,032></u>
Net cash provided by operating activities	31,587	<318>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property & equipment	<u>0</u>	<u><18,107></u>
Net cash used by investing activities	0	<18,107>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from Long-Term debt	0	16,705
Repayment of Long-Term debt	<u><15,016></u>	<u><17,573></u>
Net cash used by financing activities	<u><15,016></u>	<u><868></u>
Net increase (decrease) in cash	16,571	<19,293>
Cash at beginning of year	<u>67,391</u>	<u>86,684</u>
Cash at end of year	<u>\$ 83,962</u>	<u>\$ 67,391</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

GENERAL

The Arkansas State Association of Free Will Baptists, Inc. is a nonprofit corporation organized to provide central leadership and representation for the Free Will Baptists of Arkansas and to handle certain receipts and disbursements of the Free Will Baptist Churches. The Corporation uses the fund method of accounting, whereby the fund balance represents the equity the corporation has in its assets. This accounting method is generally accepted among nonprofit organizations as the most feasible way of reflecting their financial activity and position.

AUTO, OFFICE FURNITURE & EQUIPMENT, BUILDING IMPROVEMENTS

Auto, office furniture and equipment and building improvements are recorded at cost. Depreciation is computed using the straight-line method based on the estimated useful lives of the related assets. Expenditures for repairs and maintenance are charged to operations when incurred, while major betterments and renewals are capitalized. The following useful lives were used to calculate depreciation:

Auto	4 years
Office furniture & equipment	5 years
Building improvements	25 years

STATEMENT OF CASH FLOWS

For purposes of the statement of cash flows, the Corporation considers all investment instruments purchased with a maturity of six months or less to be cash equivalents.

Cash paid for interest is as follows:

1995	\$ 4,087
1994	\$ 3,776

INVENTORY

Inventory is recorded on the lower of cost or market using the first-in, first-out method of accounting.

INCOME TAXES

The Corporation is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Service Code.

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

NOTE 2 - COOPERATIVE CONTRIBUTIONS AND EXPENDITURES

The Corporation receives contributions to be cooperatively allocated among board approved organizations. The percentage allocation of Cooperative Contributions for the years ended December 31, 1995 and 1994, was as follows:

	<u>1995</u>	<u>1994</u>
State General Fund	22%	23%
State CTS Board	18%	19%
State Missions Board	17%	17%
Sunday School Board	1.5%	1.5%
Christian Education Board	2.5%	2.5%
THE VISION	2%	2%
National Association	<u>37%</u>	<u>35%</u>
 TOTAL	 100%	 100%

NOTE 3 - DESIGNATED CONTRIBUTIONS PAYABLE

The Corporation receives designated contributions from churches and individuals that are to be forwarded to the appropriate organization or individual. The Corporation is to remit these contributions in the following month after collection.

NOTE 4 - RELATED PARTY TRANSACTIONS

Christian Supply Store, Inc. (a nonprofit Corporation, owned by the Free Will Baptists of Arkansas) rents its facilities from Arkansas State Association of Free Will Baptists, Inc., and contributes to a debt retirement fund. Total monies received from Christian Supply Store, Inc. for rent income and debt retirement income is as follows:

	<u>Rent</u>	<u>Debt Retirement</u>
1995	\$ 10,800	\$ 1,200
1994	\$ 10,800	\$ 3,000

NOTE 5 - CONTINGENCY FUND

Arkansas State Association of Free Will Baptists, Inc. makes periodic payments to a contingency fund to be used in case of an emergency at the discretion of the executive board. Contributions to the fund for the years ended 1995 and 1994 are \$ 1,501 and \$ 1,454. This amount is included in Cash and Cash Equivalents on the Balance Sheet.

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

NOTE 6 - LONG-TERM DEBT

	<u>1995</u>	<u>1994</u>
Note payable - Security Savings, Conway, Arkansas, requires monthly installments of \$ 462, including principal and interest at an annual percentage rate of 8.5%. Note secured by real estate.	\$ 29,100	\$ 0
Note payable - Security Savings, Conway, Arkansas, requires monthly installments of \$ 627, including principal and interest at an annual percentage rate of 8.5%. Note secured by real estate.	0	38,924
Note payable - GMAC requires monthly installments of \$ 531, including principal and interest at an annual percentage rate of 9.0%. Note secured by an auto.	<u>10,286</u>	<u>15,478</u>
	39,386	54,402
Less current portion of Long-Term debt	<u>8,877</u>	<u>9,581</u>
Long-Term debt	\$ <u>30,509</u>	\$ <u>44,821</u>

Scheduled minimum maturities of long-term debt over the five years subsequent to December 31, 1995, are as follows:

1996	\$ 8,877
1997	8,088
1998	3,789
1999	4,123
2000 and thereafter	<u>14,509</u>
	<u>\$ 39,386</u>

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INDEPENDENT AUDITOR'S REPORT ON ADDITIONAL INFORMATION

To The Board of Directors
Arkansas State Association of Free Will Baptists, Inc.

My report on my audit of the basic financial statements of Arkansas State Association of Free Will Baptists, Inc. for 1995 and 1994 appears on page 6. That audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The statements of cash receipts and disbursements (cash basis) and Security Savings Bank balance is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Ricky J Taylor CPA P.A.

Russellville, Arkansas
June 28, 1996

Member of:
American Institute of Certified Public Accountants
Arkansas Society of Certified Public Accountants
Oklahoma Society of Certified Public Accountants

GENERAL FUND
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	2,637.92	\$ 8,242.74
Receipts:		
First Quarter	\$15,657.80	\$15,651.11
Second Quarter	20,789.46	16,038.47
Third Quarter	13,620.22	14,974.10
Fourth Quarter	19,705.78	18,705.83
Total Receipts	\$69,773.26	\$65,369.51
Disbursements:		
Salary	\$20,020.00	\$19,345.00
Housing	14,050.00	14,400.00
Social Security	5,871.38	5,675.55
Retirement	4,765.00	3,540.00
Health & Life Insurance	7,092.00	6,711.57
Board Mileage & Meals	916.81	846.29
All Board's Meeting	249.90	-0-
Constitution Committee	252.89	527.03
Mileage (LR '94)	-0-	(99.08)
Car & Travel	4,974.81	4,654.65
Car Payment	3,187.14	5,072.13
Office Supplies	148.72	403.97
Phone	812.07	954.08
Phone - WATTS	739.93	1,150.86
Postage	477.26	518.98
Printing	477.50	536.38
Computer	450.00	600.00
Christian Civic Foundation	300.00	200.00
Audit	1,050.00	1,025.00
Miscellaneous	2,534.49	4,911.92
Centennial Committee	222.12	-0-
State & National Fees Shortage	689.05	-0-
Total Disbursements	\$69,281.07	\$70,974.33
Ending Balance, December 31	\$ 3,130.11	\$ 2,637.92

NATIONAL ASSOCIATION - LITTLE ROCK 1994
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	-0-
Receipts		
Associations, Churches, Individuals		\$ 6,773.07
Transfer from Savings		13,702.40
Savings Interest		166.12
Total Receipts	-0-	\$20,641.59
Disbursements:		
Security Bank-Savings Account		-0-
National Association of Free Will Baptists		20,000.00
Miscellaneous Expenses		641.59
Total Disbursements	-0-	\$20,641.59
Ending Balance, December 31	-0-	-0-

OPERATIONAL FUND
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$3,760.41	\$ 2,334.78
Receipts:		
First Quarter	5,700.00	6,150.00
Second Quarter	8,700.00	9,150.00
Third Quarter	5,700.00	6,150.00
Fourth Quarter	5,700.00	6,150.00
Total Receipts	\$25,800.00	\$27,600.00
Disbursements:		
Property Payment-Principal	\$ 5,624.51	\$ 4,964.08
Property Payment-Principal (from Dividend)	3,000.00	3,000.00
Property Payment-Principal-Bookstore	1,200.00	3,000.00
Property Payment-Interest	2,904.77	3,157.04
Property Insurance	2,404.00	2,376.00
Property Taxes	854.38	854.38
Building Repairs & Maintenance	176.29	591.57
Pest & Dust Control	421.00	427.00
Arkla Gas	881.09	1,210.28
Conway Corporation	4,866.36	4,842.92
Janitor	780.00	742.00
Lawn Maintenance	205.00	330.00
Supplies	102.14	72.12
Audit	330.00	315.00
Miscellaneous	747.25	291.98
Total Disbursements	\$24,496.79	\$26,174.37
Ending Balance, December 31	\$ 5,063.62	\$ 3,760.41

CONTINGENCY FUND
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	-0-
Receipts:		
Interest From Checking Account	\$1,317.95	\$1,307.75
Disbursements:		
Security Bank - Contingency Savings	\$1,317.95	\$1,307.75
Ending Balance, December 31	-0-	-0-

SUNDAY SCHOOL LITERATURE
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 2,513.95	\$ 262.36
Receipts:		
First Quarter	\$ 54,233.05	\$ 55,420.42
Second Quarter	56,707.79	53,801.06
Third Quarter	60,698.93	56,139.11
Fourth Quarter	56,279.36	56,115.27
Total Receipts	\$227,919.13	\$221,475.86
Disbursements:		
Literature for Resale	\$147,171.23	\$141,482.72
Literature for Resale (Book Store & Other)	521.68	492.16
Incoming Freight	1,454.15	1,384.95
Postage-Outgoing	5,994.51	5,401.42
Stock-Room Salaries	1,486.42	1,403.03
Secretaries Salaries	25,772.92	25,293.78
Workman's Comp. Insurance	295.00	292.00
Health & Life Insurance	4,919.29	4,414.02
Phone-WATTS	818.69	1,052.41
Operational Fund	10,800.00	10,800.00
Supplies	406.50	334.95
Miscellaneous	3,157.85	2,090.00
Audit	330.00	315.00
Car Payment	3,187.14	434.82
Car Down Payment	-0-	2,000.00
Car Sales Tax	-0-	776.81
Sales Tax	12,531.00	12,225.00
Payroll Tax - FICA & FWH	8,097.87	7,779.84
Payroll Tax - State Withholding	1,070.76	1,019.10
State Unemployment	92.90	109.32
FUTA	122.62	122.94
Total Disbursements	\$228,230.53	\$219,224.27
Ending Balance, December 31	\$ 2,202.55	\$ 2,513.95

STATE ASSOCIATION FEES
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	\$ 573.77
Receipts:	\$5,829.05	\$5,525.00
Disbursements:	\$5,829.05	\$6,098.77
Ending Balance, December 31	-0-	-0-

NATIONAL ASSOCIATION FEES
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$5,165.00	\$2,130.00
Receipts:	\$5,760.00	\$5,275.00
Disbursements:	\$5,475.00	\$2,240.00
Ending Balance, December 31	\$5,450.00	\$5,165.00

STATE MISSIONS
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	-0-
Receipts:		
Coop	\$53,915.70	\$49,701.64
General Fund - Designated	95.00	60.00
Wynne - O. D. Winfrey	-0-	321.82
Wynne Mortgage Pay-Off	282.40	548.73
Maumelle - Levan Hubbard	6,850.42	7,466.61
Rolling Oaks, Maumelle - Mission Possible	2,554.58	626.67
Waldron - Tim Morgan	1,589.30	21,119.42
Hot Springs - Don Guthrie	10,697.79	-0-
Hot Springs - Building Fund	1,500.00	-0-
Total Receipts	\$77,485.19	\$79,844.89
Disbursements:		
General Fund to State Missions	\$54,010.70	\$49,761.64
Wynne - O. D. Winfrey	-0-	321.82
Wynne Mortgage Pay-Off	282.40	548.73
Maumelle - Levan Hubbard	6,850.42	7,466.61
Rolling Oaks, Maumelle - Mission Possible	2,554.58	626.67
Waldron - Tim Morgan	1,589.30	21,119.42
Hot Springs - Don Guthrie	10,697.79	-0-
Hot Springs - Building Fund	1,500.00	-0-
Total Disbursements	\$77,485.19	\$79,844.89
Ending Balance, December 31	-0-	-0-

NOTE: All monies received for State Home Missions that was included with other designated contributions to Arkansas Free Will Baptists were channeled through these accounts and then paid directly to the banking account of State Home Missions.

"A MILLION MORE BY 94"
Statement of Cash Receipts and Disbursements
For The Years Ending Decemer 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 100.00	\$ 300.00
Receipts:	\$ 1,850.00	\$ 8,102.78
Disbursements:	\$ 1,950.00	\$ 8,302.78
Ending Balance, December 31	-0-	\$ 100.00

HEADQUARTER IMPROVEMENT FUND
Statement of Cash Receipts and Disbursements
For The Years Ending Decemer 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	-0-
Receipts - Transfer From Improvement Savings	-0-	432.78
Disbursements - Insulation - Christian Supply Store	-0-	432.78
Ending Balance, December 31	-0-	-0-

STATE CTS BOARD
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 4,445.75	\$ 5,984.84
Receipts:		
Coop	\$57,087.21	\$53,989.41
Churches, Associations, & Individuals	440.00	570.00
Total Receipts	\$57,527.21	\$54,559.41
Disbursements:		
Camp Beaverfork	\$56,941.88	\$56,031.17
Office Supplies	15.87	28.29
Miscellaneous	5.27	39.04
Total Disbursements	\$56,963.02	\$56,098.50
Ending Balance, December 31	\$ 5,009.94	\$ 4,445.75

SUNDAY SCHOOL BOARD
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$4,147.39	\$4,938.09
Receipts:		
Coop	4,757.28	4,262.31
Total Receipts	\$4,757.28	\$4,262.31
Disbursements:		
Sunday School Work Shops	\$ 100.00	\$ 807.57
Sunday School Campaign	311.64	255.99
State Association Conference	3,920.91	1,066.84
Christian Supply-Video Rentals	86.45	51.75
Board Mileage & Meals	693.40	1,492.62
Printing & Postage	617.82	474.86
Phone	130.00	90.90
Secretarial	120.00	120.00
Computer	180.00	240.00
Miscellaneous	835.04	237.48
Audit	230.00	215.00
Total Disbursements	\$7,225.26	\$5,053.01
Ending Balance, December 31	\$1,679.41	\$4,147.39

THE VISION
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 654.76	\$ 945.67
Receipts:		
First Quarter	3,389.06	3,577.08
Second Quarter	3,235.04	3,029.64
Third Quarter	4,135.56	3,912.64
Fourth Quarter	2,938.88	2,628.25
Total Receipts	\$13,698.54	\$13,147.61
Disbursements:		
Printing	\$ 6,165.75	\$ 6,774.48
Postage	6,089.97	5,561.99
Supplies	260.29	196.09
Computer	450.00	600.00
Audit	230.00	215.00
Writer's Fees	-0-	15.00
Miscellaneous	5.00	75.96
Total Disbursements	\$13,201.01	\$13,438.52
Ending Balance, December 31	\$ 1,152.29	\$ 654.76

CHRISTIAN EDUCATION BOARD
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 5,406.51	\$ 7,754.72
Receipts:		
Coop	\$ 7,928.76	\$ 7,103.86
Minister's Retreat	2,700.00	3,360.00
Minister's Retreat (Golf Fees)	127.00	36.00
Minister's Retreat Tape Sales	173.00	284.00
State Association Conference Tape Sales	83.00	-0-
Trail Blazer's Retreat	655.00	860.00
Trail Blazer's Retreat Tape Sales	87.00	-0-
Total Receipts	\$11,753.76	\$11,643.86
Disbursements:		
Minister's Retreat	\$ 5,698.77	\$ 7,542.03
Trail Blazer's Retreat	2,256.72	2,323.07
Board Mileage & Meals	1,503.81	1,327.17
Printing & Postage	739.49	746.38
Secretarial	120.00	120.00
Computer	180.00	240.00
Miscellaneous	607.70	199.43
Audit	230.00	215.00
Phone	140.00	45.00
Tape Recorder	-0-	1,122.54
Tape Supplies	259.60	111.45
Total Disbursements	\$11,736.09	\$13,992.07
Ending Balance, December 31	\$ 5,424.18	\$ 5,406.51

COMPUTER FUND
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$2,913.85	\$ 1,567.96
Receipts:		
General Fund	\$ 450.00	\$ 600.00
State Missions	450.00	600.00
Christian Education Board	180.00	240.00
Sunday School Board	180.00	240.00
THE VISION	450.00	600.00
Total Receipts	\$1,710.00	\$2,280.00
Disbursements:		
Supplies & Repairs	\$ 210.41	\$ 329.91
Precision Computer (Printer)	-0-	604.20
Typewriter and Computer Chair	668.87	-0-
Total Disbursements	\$ 879.28	\$ 934.11
Ending Balance, December 31	\$3,744.57	\$2,913.85

F.W.B.B.C.
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 1,529.02	\$ 970.04
Receipts:	\$21,073.40	\$17,708.31
Disbursements:	\$20,873.59	\$17,149.33
Ending Balance, December 31	\$ 1,728.83	\$ 1,529.02

HILLSDALE
Statement of Cash Receipts and Disbursements
For The Years Ending Decmeber 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 359.95	\$ 494.32
Receipts:	\$11,123.15	\$10,582.82
Disbursements:	\$11,097.69	\$10,717.19
Ending Balance, December 31	\$ 385.41	\$ 359.95

NATIONAL HOME MISSIONS
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	1995	1994
Beginning Balance, January 1	\$ 7,611.13	\$ 4,174.23
Receipts:		
General Fund	6,936.89	4,427.61
Build a Church	386.16	100.00
Collins, Larry	290.85	-0-
Criswell, Mike	55.72	262.66
Doggett, Ken	1,923.66	2,831.80
Donoho, Cliff	-0-	90.55
Gibson, Leon	-0-	3.00
Gwartney, Howard, Builder	-0-	236.00
Gwartney, Howard, Jr.	1,169.19	847.33
Harvey, George	11,770.19	15,051.15
Highway Helpers	379.00	389.00
Hubbard, Levan	149.20	-0-
Hunt, Tom	110.00	285.00
Johnson, Russell	6,965.30	7,052.80
Jones, Tommy	8,759.07	-0-
Lewis, Bob	4,558.00	5,215.00
Loyd, Carlisle	-0-	266.04
Maness, Vergel	108.00	236.75
Maynard, Pete	890.15	500.00
Mertz, Jim	270.00	283.67
Mexico Missions	2,209.93	60.00
Palmer, Ron	10.00	279.89
Parker, Ron	5,561.58	10,394.00
Potete, David	1,344.00	-0-
Reynolds, Larry	120.00	120.00
Richards, Norman	28,065.29	25.00
Smith, Darrell	2,507.40	2,927.23
Thomas, Mark	55.00	55.00
Thompson, Paul	-0-	5.00
Vandivort, Mark	110.00	120.00
Wilson, Roy	8,188.17	4,263.91
Wright, Russell	100.00	669.00
Total Receipts	\$92,992.75	\$56,997.39
Total Disbursements	\$89,215.63	\$53,560.49
Ending Balance, December 31	\$11,388.25	\$ 7,611.13

A.C.T.S. 1:8
Statement of Cash Receipts and Disbursements
For The Year Ending December 31, 1995

Beginning Balance, January 1, 1995		-0-
Receipts:		
Aycock, Bobby	5.0%	\$456.85
Bishop, Dale	14.0%	1,279.21
Bowerman, Ed	28.0%	2,558.43
Bunch, Stan	9.5%	867.98
Deeds, Earnie	8.0%	730.98
McDonald, Don	7.5%	685.17
Vanhook, Patsy	22.5%	2,055.96
Walker, Terry	5.5%	502.68
Total Receipts		\$9,137.26
Total Disbursements		464.19
Ending Balance, December 31, 1995		\$8,673.07

FOREIGN MISSIONS
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 8,137.47	\$ 12,174.09
Receipts:		
General Fund	2,269.87	3,283.86
Aycock, Bobby	2,199.83	1,900.19
Bailey, Ken	240.00	245.00
Barnard, Laura	1,015.10	728.86
Bishop, Dale	20,183.52	9,861.40
Bowerman, Ed	1,601.61	-0-
Bryan, Robert	1,325.00	720.00
Bunch, Stan	6,825.00	9,367.02
Calloway, Ron	40.00	-0-
Combs, Jim	875.00	750.00
Cousineau, Mike	1,115.00	452.50
Coward, Jim	40.00	-0-
Crecch, Paul	-0-	6.66
Crosby, Dwain	555.00	60.00
Crowson, Allan	90.00	15.00
Deeds, Earnie	7,837.88	8,713.19
Eagleton, Ken	60.00	65.00
Eagleton, Dr. Kenneth, Jr.	729.50	1,177.74
Edgmon, Anthony	-0-	139.92
Ellison, Walter	-0-	306.04
Fellow Helpers	10.00	60.00
Forlines, Leroy	1,981.44	-0-
Franks, Dave	-0-	200.00
Franks, Dave, Jr.	1,093.00	1,007.00
Gainer, Mirial	80.00	60.00
Gentuso, Paul	525.00	10.00
Gibbs, Jerry	4,640.00	600.00
Hanna, Carlisle	411.00	298.00
Holland, Curt	3,835.94	3,060.36
Holland, Ernest	1,230.00	640.00
Ivory Coast Hospital	350.00	265.00
Ivory Coast Hospital Building - Saye	-0-	1,510.05
Leatherbury, Glennnda	-0-	742.50
Lytle, Steve	35.00	60.00
Martens, Jalayn	1,089.50	980.25
McCullough, Tom	75.00	128.00
McDonald, Donnie	4,487.37	2,544.95
McFall, Norman	-0-	22,999.05
Midgett, Lynn	265.00	332.00
Miley, Jonathan	25.00	-0-
Moore, Ron	3,892.80	3,056.00
Morgan, Clint	705.00	127.50
Nichols, Darrell	7,257.50	6,194.35
Owen, Dennis	200.00	270.00
Plunkett, Lloyd	-0-	346.50
Project 20\20	-0-	20.00
Reeves, Steve	-0-	825.00
Richards, Norman	26.00	27,262.37
Richards, Randal	-0-	4,737.37
Riggs, Steve	275.00	300.00
Russia, C.I.S. (Church Planting)	53.65	-0-
Russian Pastors	548.00	-0-
Sturgill, Jim	-0-	6.66
Tallent, Charolette	7,767.50	7,381.00
Turnbough, Jeff	540.00	545.00
Vanhook, Patsy	14,123.47	15,431.74
Vision Celebration	300.00	300.00
Walker, Terry	168.36	-0-
West, Robert	567.11	225.08
Total Receipts	\$103,559.95	\$140,318.11
Total Disbursements	\$104,201.04	\$144,354.73
Ending Balance, December 31	\$ 7,496.38	\$ 8,137.47

BOARD OF RETIREMENT-PASTOR'S RETIREMENT
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 485.67	\$ 576.74
Receipts:		
18 Pastors Participating	\$4,939.48	\$4,386.90
Disbursements:		
Board of Retirement	\$4,799.76	\$4,477.97
Ending Balance, December 31	\$ 625.39	\$ 485.67

NATIONAL ASSOCIATION
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 9,321.62	\$ 11,429.47
Receipts:		
Coop	117,345.94	99,454.13
Designated	16,543.50	15,096.10
Total Receipts	\$133,889.44	\$114,550.23
Disbursements:		
National Association of Free Will Baptists	\$131,845.40	\$116,658.08
Ending Balance, December 31	\$ 11,365.66	\$ 9,321.62

MISCELLANEOUS ACCOUNTS
Statement of Cash Receipts and Disbursements
For The Year Ending December 31, 1995

	<u>Beg. Bal</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance</u>
Randall House-Spanish Literature	10.00	60.00	60.00	10.00
Trula Cronk Home for Children, Tennessee	75.00	450.00	525.00	-0-
Alabama FWB Children's Home	75.00	150.00	225.00	-0-
Christian Civic Foundation	-0-	25.00	25.00	-0-
Minister's Benevolent Fund	51.97	25.00	25.00	51.97
John Gibbs	10.00	130.00	130.00	10.00
Randal Richards	115.00	50.00	165.00	-0-
O. D. Winfrey	70.00	355.00	400.00	25.00
Norman McFall	-0-	10.00	10.00	-0-
Master's Men	-0-	617.00	617.00	-0-
Oklahoma City Disaster	-0-	181.50	181.50	-0-
TOTALS	\$406.97	\$2,053.50	\$2,363.50	\$ 96.97

FUND BALANCES
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Operational Fund	\$ 5,063.62	\$ 3,760.41
National Association Fees	5,450.00	5,165.00
General Fund	3,130.11	2,637.92
State CTS	5,009.94	4,445.75
Sunday School Literature	2,202.55	2,513.95
Christian Education Board	5,424.18	5,406.51
Sunday School Board	1,679.41	4,147.39
National Association (Coop)	11,365.66	9,321.62
"A Million More By 94"	-0-	100.00
National Home Missions	11,388.25	7,611.13
A.C.T.S. 1:8	8,673.07	-0-
Foreign Missions	7,496.38	8,137.47
F.W.B.B.C.	1,728.83	1,529.02
Hillsdale	385.41	359.95
THE VISION	1,152.29	654.76
Board of Retirement	625.39	485.67
Computer Fund	3,744.57	2,913.85
Minister's Benevolent Fund	51.97	51.97
Spanish Literature-Randall House	10.00	10.00
Trula Cronk Home for Children, Tennessee	-0-	75.00
Alabama FWB Children's Home	-0-	75.00
John Gibbs	10.00	10.00
Randal Richards	-0-	115.00
O. D. Winfrey	25.00	70.00
Ending Balance, December 31	\$74,616.63	\$59,597.37

SECURITY SAVINGS BANK BALANCE
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 59,597.37	\$ 66,238.02
Receipts:	883,992.44	884,953.71
Disbursements:	868,973.18	891,594.36
Ending Balance, December 31	\$ 74,616.63	\$ 59,597.37

MINISTERS BENEVOLENT SAVINGS
Statement of Cash Receipts and Disbursements
For The Years Ending 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 992.70	\$968.25
Receipts:		
Interest	\$ 25.60	\$ 24.45
1 Minister	25.00	-0-
Total Receipts	\$50.60	
Ending Balance December 31	\$1,043.30	\$992.70

CONTINGENCY FUND SAVINGS
Statement of Cash Receipts and Disbursements
For The Years Ending 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$6,700.89	\$5,247.15
Receipts:		
Receipts	\$1,317.95	\$1,307.75
Interest	183.37	145.99
Total Receipts	\$1,501.32	\$1,453.74
Ending Balance, December 31	\$8,202.21	\$6,700.89

ARKANSAS FREE WILL BAPTISTS IMPROVEMENT SAVINGS
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	\$428.15
Receipts:		
Checking Account (Interest Earned)	-0-	4.63
Disbursements:		
Transfer to Improvement Fund	-0-	432.78
Ending Balance, December 31	-0-	-0-

NATIONAL ASSOCIATION 1994-LITTLE ROCK SAVINGS
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	\$13,702.40
Receipts:		
Associations, Churches, Individuals	-0-	\$ 5,648.07
Interest	-0-	166.12
Total Receipts	-0-	\$ 5,814.19
Disbursements:		
Transfer to National Assoc-Little Rock '94	-0-	\$19,516.59
Ending Balance, December 31	-0-	-0-

GENERAL FUND BUDGET
January - December 1997

Receipts:

Coop Plan (21% of \$350 000.00)	\$73,500.00	\$73,500.00
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Disbursements:

Salary	\$24,180.00
Housing	13,980.00
Hospital Insurance	7,200.00
Social Security	5,800.00
Board Meals & Mileage	1,300.00
Retirement	7,420.00
Travel & Auto	4,200.00
Computer Fund	600.00
Phone	2,000.00
Auto Insurance	1,300.00
Audit	1,200.00
Office Supplies	500.00
Auto Payments	2,400.00
Miscellaneous	1,420.00

Total Disbursements	\$73,500.00	\$73,500.00
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THE VISION BUDGET
January - December 1997

Receipts:

Cooperative Plan (2% of \$350,000.00)	\$7,000.00
Subscriptions (3,000 @ 2.50 each)	7,500.00
Adverstisement	200.00

Total Receipts	\$14,700.00	\$14,700.00
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Disbursements:

Printing	\$ 6,800.00
Postage	5,700.00
Supplies	800.00
Writer's Fees	200.00
Computer Fund	600.00
Audit	300.00
Miscellaneous	300.00

Total Disbursements	\$14,700.00	\$14,700.00
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CONTINGENCY FUND BUDGET
January - December 1997

Receipts:

Interest on Checking Account (\$125.00 per month)	\$1,500.00
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Total Receipts	\$1,500.00	\$1,500.00
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SUNDAY SCHOOL LITERATURE BUDGET
January - December 1997

Receipts:		
Sales	\$231,000.00	\$232,000.00
Disbursements:		
Literature for Resale	\$147,000.00	
Literature for Resale - Book Store	500.00	
Auto Payments	2,400.00	
Stock-room Salaries	1,600.00	
Postage-UPS	6,000.00	
Incoming Freight	1,500.00	
Secretaries' Salaries	29,500.00	
Operational Fund	12,000.00	
Hospitalization Insurance	5,000.00	
Payroll Taxes	9,500.00	
Sales Tax	12,500.00	
Phone	1,200.00	
Miscellaneous and Supplies	1,300.00	
Computer	600.00	
Audit	400.00	
Total Disbursements	\$231,000.00	\$231,000.00

OPERATIONAL FUND BUDGET
January - December 1997

Receipts:		
Christian Supply Store	\$12,000.00	
Sunday School Literature	12,000.00	
Extra Property Payment - Bookstore	2,400.00	
Total Receipts	\$26,400.00	\$26,400.00
Disbursements:		
Property Payments	\$ 8,600.00	
Extra Property Payment	2,400.00	
Pest & Dust Control	500.00	
Utilities	6,800.00	
Janitor and Yard	1,100.00	
Property Insurance	2,500.00	
Property Taxes	1,000.00	
Supplies	1,000.00	
Repairs and Maintenance	1,300.00	
Audit	400.00	
Miscellaneous	800.00	
Total Disbursements	\$26,400.00	\$26,400.00

COOPERATIVE PLAN BUDGET
Comparative for Years 1997 and 1996

National Association	\$131,250.00	37.5%	37.0%
State Association:			
General Fund	73,500.00	21.0%	21.5%
Youth Board	61,250.00	17.5%	17.5%
State Missions	59,500.00	17.0%	17.0%
Christian Education Board	14,000.00	4.0%	4.0%
THE VISION	7,000.00	2.0%	2.0%
Mission Task Force	3,500.00	1.0%	1.0%
TOTAL COOPERATIVE PLAN	\$350,000.00	100.0%	100.0%

Report # 6

RICKY J. TAYLOR, C.P.A., P.A.

P. O. Box 2851 • RUSSELLVILLE, AR 72801 • (501) 967-4439 • FAX: (501) 967-2481

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
Christian Supply Store, Inc.

I have audited the accompanying balance sheets of Christian Supply Store, Inc. (a nonprofit corporation) as of December 31, 1995 and 1994, and the related statements of revenue and expenses, and statement of cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

I have conducted the audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Christian Supply Store, Inc. as of December 31, 1995 and 1994 and its results of the operations and its cash flows for the years then ended in conformity with generally accepted accounting principles.

Ricky J Taylor CPA P.A.

Russellville, Arkansas
May 24, 1996

Member of:
American Institute of Certified Public Accountants
Arkansas Society of Certified Public Accountants
Oklahoma Society of Certified Public Accountants

CHRISTIAN SUPPLY STORE, INC.
BALANCE SHEET
DECEMBER 31, 1995 AND 1994

ASSETS		1995	1994
CURRENT ASSETS:			
Cash on hand	\$	100	\$ 100
Cash in bank		6,342	5,918
Cash-contingency fund		3,709	2,783
Accounts receivable		14,592	12,827
Inventory		188,116	156,009
		<hr/>	<hr/>
Total Current Assets		212,859	177,637
FIXED ASSETS:			
Auto		14,159	14,159
Equipment		24,016	22,446
Leasehold Improvements		3,229	3,229
Less: Accumulated Depreciation		<31,434>	<26,992>
		<hr/>	<hr/>
Total Fixed Assets		9,970	12,842
		<hr/>	<hr/>
TOTAL ASSETS	\$	222,829	\$ 190,479
		<hr/> <hr/>	<hr/> <hr/>
LIABILITIES AND FUND BALANCES			
CURRENT LIABILITIES:			
Accounts payable	\$	17,157	\$ 34,321
Payroll taxes payable		2,205	1,978
Sales tax payable		5,471	5,245
Current notes payable		0	874
		<hr/>	<hr/>
Total Current Liabilities		24,833	42,418
FUND BALANCES:			
Fund balance, Beginning		148,061	130,526
Current year profit		49,935	17,535
		<hr/>	<hr/>
Fund balance, Ending		197,996	148,061
		<hr/>	<hr/>
TOTAL LIABILITIES AND FUND BALANCES	\$	222,829	\$ 190,479
		<hr/> <hr/>	<hr/> <hr/>

The Accompanying Notes Are An Integral Part of These
Financial Statements.

CHRISTIAN SUPPLY STORE, INC.
STATEMENT OF REVENUE AND EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

	<u>1995</u>	<u>1994</u>
REVENUE:		
Sales	\$ 621,187	\$ 547,169
COST OF SALES:		
Merchandise purchases	377,559	338,459
Freight	4,274	645
Sales tax	34,786	30,404
Supplies	10,574	9,217
	<hr/>	<hr/>
Total cost of sales	427,193	378,725
	<hr/>	<hr/>
GROSS PROFIT	193,994	168,444
OPERATING EXPENSES:		
Advertising	14,158	12,675
Auto expense	1,288	923
Insurance	9,437	10,091
Bank charges & credit card fees	2,386	2,668
Miscellaneous	3,557	4,245
Postage	5,575	5,199
Rent	10,800	10,800
Debt retirement	1,200	3,000
Payroll taxes	5,851	6,070
Telephone	3,296	4,566
Travel	259	728
Salaries-manager	17,160	17,040
Salaries-other	49,823	53,112
Housing	10,080	10,080
Professional fees	2,700	2,700
Board mileage and meals	869	531
Property tax	1,400	1,473
Returned checks	189	359
Repairs	0	348
Depreciation	4,442	4,299
	<hr/>	<hr/>
Total operating expenses	144,470	150,907
	<hr/>	<hr/>
NET OPERATING PROFIT	49,524	17,537

The Accompanying Notes Are An Integral Part of These
Financial Statements.

CHRISTIAN SUPPLY STORE, INC.
STATEMENT OF REVENUE AND EXPENSES - CONTINUED
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

	<u>1995</u>	<u>1994</u>
NET OPERATING PROFIT	49,524	17,537
OTHER REVENUE AND EXPENSES		
Interest expense	<11>	<288>
Interest income	422	286
NET PROFIT	<u>\$ 49,935</u>	<u>\$ 17,535</u>

The Accompanying Notes Are An Integral Part of These
Financial Statements.

CHRISTIAN SUPPLY STORE, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

	<u>1995</u>	<u>1994</u>
CASH FROM OPERATING ACTIVITIES:		
Excess of revenues over expenses	\$ 49,935	\$ 17,535
Adjustments to reconcile excess to net cash provided by operating activities:		
Depreciation	4,442	4,299
(Increase)decrease in accounts receivable	<1,765>	584
(Increase)decrease in inventory	<32,107>	<17,571>
Increase(decrease) in accounts payable	<17,164>	5,817
Increase(decrease) in payroll taxes payable	227	265
Increase(decrease) in sales tax payable	226	850
	<hr/>	<hr/>
Net cash provided by operating activities	3,794	11,779
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	<1,570>	<4,372>
Sale of fixed assets	0	0
	<hr/>	<hr/>
Net cash used in investing activities	<1,570>	<4,372>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of debt	<874>	<4,980>
	<hr/>	<hr/>
Net cash used in financing activities	<874>	<4,980>
Net Increase (Decrease) in Cash	1,350	2,427
Cash at Beginning of Year	8,801	6,374
	<hr/>	<hr/>
Cash at End of Year	<u>\$10,151</u>	<u>\$ 8,801</u>

The Accompanying Notes Are An Integral Part of These
Financial Statements.

CHRISTIAN SUPPLY STORE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

METHOD OF ACCOUNTING

The financial statements of the Bookstore have been prepared on the accrual basis of accounting, wherein income and expenses are recorded as they are earned or incurred.

PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost. Depreciation is computed using the straight-line method based on the estimated useful lives of the related assets. Estimated useful life of the property, equipment and leasehold improvements range from 3 to 10 years. Depreciation expense for the years ending December 31, 1995 and 1994 are \$ 4,442 and \$ 4,299, respectively.

INVENTORY

Inventory is recorded at lower of cost or market using first-in, first-out method for cost of sales.

STATEMENT OF CASH FLOWS

For purposes of the statement of cash flows, the company considers all investment instruments purchased with a maturity of three months or less to be cash equivalents. Cash available per operating accounts are \$ 6,442 and cash in the contingency fund is \$ 3,709.

Cash paid for interest is as follows:

1995	\$ 11
1994	\$ 288

INCOME TAXES

The Bookstore is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Service Code.

CHRISTIAN SUPPLY STORE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

NOTE 2 - NOTES PAYABLE

Note payable - Security Saving Bank, Conway Arkansas, requires monthly installments of \$ 439, including principal and interest at an annual percentage rate of 8%. The note is secured by computer equipment.

	<u>1995</u>	<u>1994</u>
Balance, December 31,	\$ 0	\$ 874
Less current notes payable	0	874
Less current portion of long-term debt	0	0
	<hr/>	<hr/>
Long-term debt net of current portion	\$ 0	\$ 0
	<hr/> <hr/>	<hr/> <hr/>

NOTE 3 - RELATED PARTY TRANSACTIONS

The Bookstore has an agreement with the State Association of Free Will Baptists, whereby, the Bookstore makes periodic payments to the Association for rents \utilities and debt retirement. The total paid to the Association for rents \utilities and debt retirement for the years ended amounted to:

	<u>1995</u>	<u>1994</u>
Rents/Utilities	\$ 10,800	\$ 10,800
Debt retirement	\$ 1,200	\$ 3,000

NOTE 4 - CONTINGENCY FUND

The bookstore makes periodic payments to a contingency fund to be used in case of an emergency. The executive board has discretion over the disbursements of these funds. Activity in this fund is as follows:

	<u>1995</u>	<u>1994</u>
Beginning Balance	\$ 2,783	\$ 3,293
Contributions	2,400	3,000
Disbursements	<1,570>	<3,577>
Interest earnings	96	67
	<hr/>	<hr/>
Ending Balance	\$ 3,709	\$ 2,783
	<hr/> <hr/>	<hr/> <hr/>

CHRISTIAN SUPPLY STORE BUDGET

January - December 1997

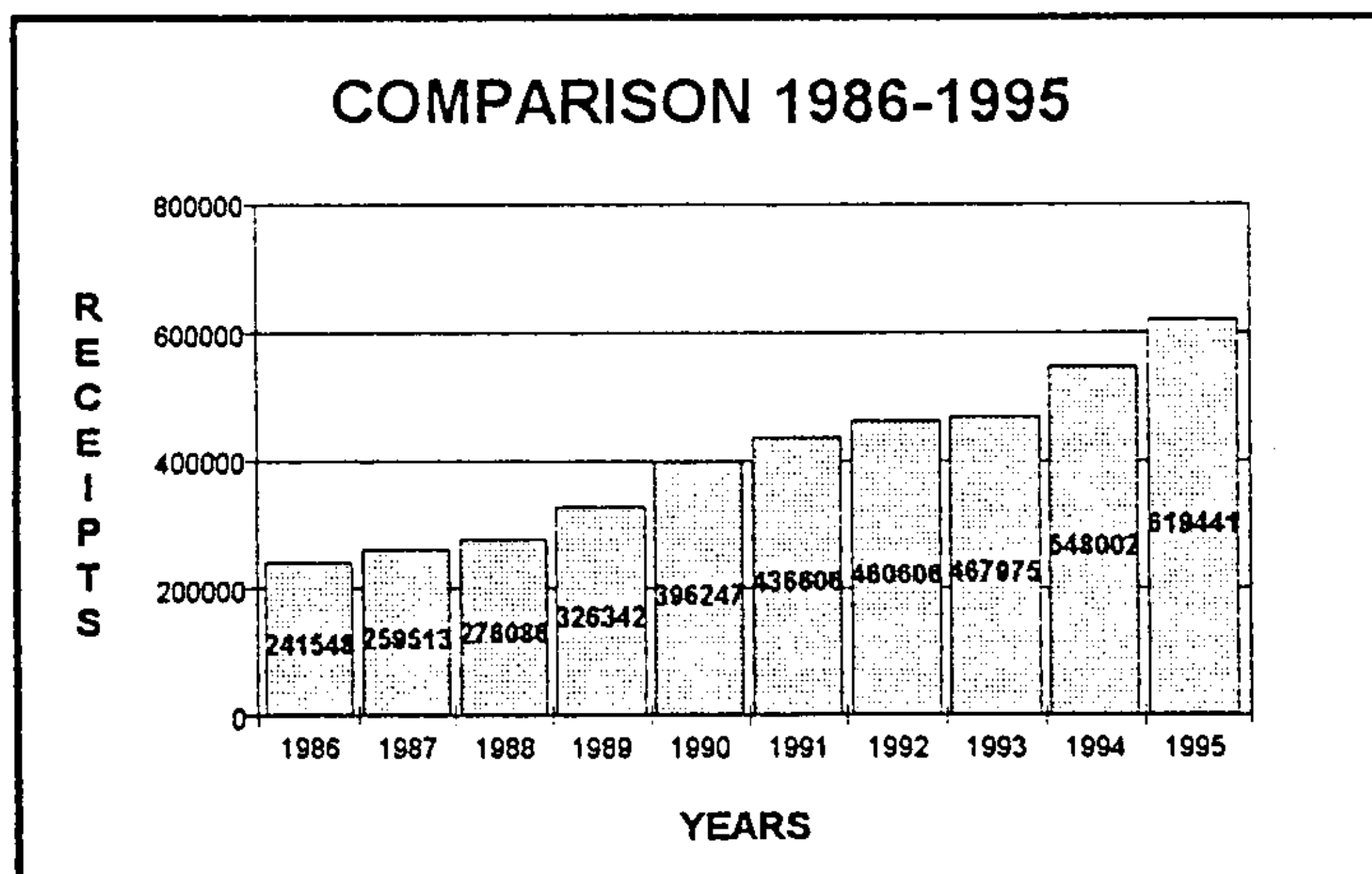
Receipts:

Sales	\$625,000.00	\$625,000.00
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Disbursements:

Merchandise for Resale	\$417,000.00
Manager Salary	15,100.00
Other Salaries	44,153.00
Advertising	15,000.00
Freight	5,000.00
Postage	6,000.00
Social Security & Withholding Taxes	17,000.00
Supplies	10,000.00
Telephone	4,000.00
Housing	11,640.00
Auto Expense and Travel	2,000.00
Sales Tax	37,500.00
Property Tax	1,500.00
Contingency Fund	4,800.00
Debt Retirement	2,400.00
Rent and Utilities	12,000.00
Equipment	3,000.00
Accounting	3,000.00
Hospitalization Insurance	7,000.00
Retirement	3,000.00
Worker's Compensation	600.00
Executive Board Mileage and Meals	1,000.00
Miscellaneous	2,307.00

Total Disbursements	\$625,000.00	\$625,000.00
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Report # 7

CHRISTIAN EDUCATION BOARD REPORT

The Christian Education Board of the Arkansas State Association met three times during the year and conducted one conference call as follows:

September 8, 1995

The Christian Education Board met at Camp Beaverfork during the Trail-Blazer's Retreat. All board members were present with the exception of Bill Johnson. David Joslin was also present. The following business was conducted:

- (1) The annual Minister's Retreat was set for February 26-28, 1996, at Lake DeGray Resort with Tim York and Trymon Messer as the speakers.
- (2) Motion passed to discontinue the continental breakfast.
- (3) Discussion was made concerning the issuing of a challenge to the Alabama State Association for Roll Call Sunday, March 31, 1996, to determine who would have the greatest number in attendance.

January 22, 1996

The Christian Education Board met at the Lake Hills FWB Church near Hot Springs with all members present. The following business was conducted:

- (1) Motion passed to provide coffee and orange juice during the two break periods at the Minister's Retreat.
- (2) Motion passed to spend \$60 as prizes for the horseshoe tournament as follows: \$30 for 1st place; \$20 for 2nd place; and \$10 for 3rd place.
- (3) Motion passed to spend \$100.00 as prizes for the golf tournament as follows: \$50 for First Place, A-Flight; and \$50 for First Place, B-Flight.
- (4) Motion passed to set the prices for tapes of the Minister's Retreat as follows: \$10 per set; \$4 for individual tapes; and \$2 for the music only.
- (5) Motion passed to pay Darwin Kelton \$75 as music director and to provide him a room.
- (6) Motion passed to schedule David Gibbs and Randy Sawyer as speakers (tentatively) for the Minister's Retreat scheduled for February 24-26, 1997.
- (7) Motion passed to promote only one Sunday school campaign for the year due to lack of participation. The Spring campaign was chosen and the Fall campaign will be deleted.
- (8) Motion passed to allow Mike Hutsell and Kerry Gandy to contact the speaker for the workshop at the state meeting for 1996 and 1997.
- (9) Motion passed to receive the financial report.

February 27, 1996

The Christian Education Board met at Lake DeGray Lodge during the Minister's Retreat with all members present, including David Joslin. The following business was conducted:

- (1) Motion passed to pay each speaker at the Retreat \$500 each, plus expenses.
- (2) Motion passed to pay the Stanley Jones Singers \$1,200 for the Trail-Blazer's Retreat. Their expenses are included in this amount.
- (3) Motion passed to pay the Friday evening speaker \$100 and the devotional speaker on Saturday morning \$50.
- (4) Motion passed to select Cecil Garrison as speaker for Friday evening, with Gilbert Pixley as the alternate speaker.
- (5) Motion passed to select A.E. (Bo) Coffman as the devotional speaker for Saturday morning.
- (6) Motion passed to charge \$5 for each set of tapes (no individual tapes).
- (7) Motion passed to tape only the messages and not tape any group's songs.
- (8) Motion passed to contact H.B. London for the 1996 State Association conference and set an honorarium at a ceiling amount of \$1,000.
- (9) Motion passed to allow Mike Hutsell to contact speakers as needed for the State Association conference.

CHRISTIAN EDUCATION BOARD, Continued

February 27, 1996, Continued

David Gibbs was selected for the 1997 Minister's Retreat. The Minister's Retreat conducted February 26-28, 1996, registered an attendance of 91 with receipts of \$3,030.

June 29, 1996

The Christian Education Board conducted a conference call with all members present including David Joslin. The following business was conducted:

(1) Motion passed that the following budget of \$17,800 for 1997 be adopted.

(2) Motion passed to have Richard Cordell, Promotional Director of Alabama, as speaker for the Bible Conference, August 6, 1996, during the State Association and be paid an honorarium of \$500 plus one night's lodging.

Mike Hutsell, Chairman
Kerry Gandy, Secretary
Randell Williams

Harvey Butler
Wayne Writer
Bill Johnson

CHRISTIAN EDUCATION BOARD BUDGET

January - December 1997

Receipts:

Cooperative Plan (4% of \$350,000.00)	\$14,000.00	
Minister's Retreat (75 @ \$40.00 each)	3,000.00	
Trail Blazer's Retreat	800.00	
Total Receipts	\$17,800.00	\$17,800.00

Disbursements:

Minister's Retreat	\$8,000.00	
Trail Blazer's Retreat	2,000.00	
Board Mileage and Meals	1,200.00	
Phone	400.00	
Printing and Postage	1,200.00	
Secretarial Expense	600.00	
Computer	480.00	
Audit	400.00	
Sunday School Campaign	600.00	
Sunday School Workshops/Seminars	2,500.00	
Miscellaneous	420.00	
Total Disbursements	\$17,800.00	\$17,800.00

Report # 8

A.C.T.S. 1:8 TASK FORCE REPORT

February 26, 1996

The A.C.T.S. 1:8 Task Force Committee met at the state office with all members present except Doug Harris. Also present was Moderator James Forlines. Motion passed to pay \$100 per month for four months to reimburse the Foreign Missions Department for half the cost of printing the A.C.T.S. 1:8 posters. Doug Little presented samples of newsletters he would send out bi-monthly for promotion of A.C.T.S. 1:8. Discussion was also held for consideration of having a video presentation during the state association.

May 21, 1996

The A.C.T.S. 1:8 Task Force met at the state office with the following members present: Doug Little, Steve Burton, Ben Scott, Dwayne Roper, and Moderator James Forlines and Promotional Director David Joslin. The following business was conducted:

- (1) Motion passed that the revised recommended allotments of A.C.T.S. 1:8 for 1996 be presented to the state association for approval. This revised allotment would only take effect after the 1996 budget of \$180,000 has been met.
- (2) Motion passed to present the recommended allotments for A.C.T.S. 1:8 listed below for 1997. The amount of shares needed for this budget will be 1,100 @ \$200 per share or the amount of \$17 per month.
- (3) Motion passed to approve the 1997 budget for the operations for the A.C.T.S. 1:8 Task Force Committee.

A.C.T.S. 1:8 REVISED ALLOTMENTS FOR 1996

	1996 Budget	Percentage
Aycock	\$9,294.00	11.3%
Bishop	25,426.00	30.9%
Bunch	19,284.00	23.5%
Deeds	14,379.00	17.5%
McDonald	13,811.00	16.8%

(This has eliminated Bowerman, Vanhook, and Walker for the remainder of 1996 since their budget would have been fully met.)

A.C.T.S. 1:8 ALLOTMENTS FOR 1997

Aycock	\$62,755.00	65% of 25%	\$10,198.00	4.7%
Bishop	87,812.00	65% of 50%	28,539.00	13.1%
Bowerman	46,018.00	100%	46,018.00	21.1%
Bunch	70,122.00	65% of 50%	22,790.00	10.4%
Deeds	65,718.00	65% of 50%	21,358.00	9.8%
McDonald	100,684.00	65% of 25%	16,361.00	7.5%
Vanhook	53,193.00	100%	53,193.00	24.3%
Walker	40,000.00	100% of 50%	20,000.00	9.1%
TOTALS	\$526,302.00		\$218,457.00	100.0%

A.C.T.S. 1:8 TASK FORCE BUDGET

Receipts:

Coop Plan (1% of \$350,000.00)	\$3,500.00	\$3,500.00
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Disbursements:

Travel - Mileage	\$1,250.00
Printing	1,000.00
Promotion	1,050.00
Miscellaneous	200.00

Total Disbursements	\$3,500.00	\$3,500.00
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Report # 9

STATE YOUTH BOARD REPORT

The State Youth Board met four times during the year and conducted one phone conference call as follows:

October 12, 1995

The State Youth Board met at Camp Beaverfork with all members present. Jackie Brown and David Joslin were also present. The following business was conducted:

- (1) Motion passed to approve the financial reports for July, August, and September.
- (2) Motion passed to transfer \$5,000 from the contingency fund to the general fund for operating expenses.
- (3) Motion passed to pay Jackie Brown \$4,100. approved by the state association.
- (4) Motion passed that due to the resignation of the maintenance director, and retreats to be conducted in November, that the employment of Jackie Brown be extended until November 30, 1995, at which time, three weeks vacation will be taken by Jackie Brown.
- (5) Motion passed to give Jackie Brown a Christmas bonus.
- (6) The election of officers was as follows: Chairman, Mark Stripling; Vice Chairman, David Watson; and Secretary, Toby Youngblood.
- (7) Motion passed to set the following dates for 1996:

May 3-4	State Woman's Auxiliary
May 11	State CTS Competition
June 9-13	Ages 8-11 Camp
June 16-20	Senior High Camp
June 23-27	Junior High Camp
June 30-July 4	Ages 8-11 Camp
August 6-7	Arkansas State Association
September 13-14	Trail Blazer Retreat
- (8) Changes to rental contracts were recommended and approved.
- (9) Motion passed to contact Dean Jones and Bob Thompson for interview. The date will be set in accordance to availability.

October 19, 1995

The State Youth Board met at Camp Beaverfork with all members present, as well as David Joslin. The following business was conducted:

- (1) The board interviewed Dean Jones and Bob Thompson for the position of State Youth Director. The board voted to call Bob Thompson as the new Director.
- (2) Motion passed to establish the starting salary at \$25,000 per year for the Director. Included in this motion was that it was a negotiable figure.

November 28, 1995

The State Youth Board met at the state office in Conway with all members present. Bob Thompson, Jackie Brown, and David Joslin were also in attendance. The following business was conducted:

- (1) The board discussed upcoming dates and events for the camp. The hiring of a maintenance man for the camp was discussed.
- (2) Jackie Brown will be moving out of the house at camp December 15-16, 1995.
- (3) Motion passed to have the carpets of the house cleaned prior to the moving of the Thompsons.
- (4) Motion passed to separate the Director's insurance and retirement as follows: \$350 per month for insurance and \$100 per month for retirement.
- (5) Motion passed to give Jackie Brown a vote of appreciation.

January 4, 1996

A conference call was made with all members present except Tim Morgan. Camp Director Bob Thompson and Promotional Director David Joslin were also present. The following motion was passed: That the amount of \$5,000 be used for the purpose of remodeling and repair of the Director's house.

STATE YOUTH BOARD, Continued

April 20, 1996

The State Youth Board met at Camp Beaverfork during the State Youth Retreat, and the following business was conducted:

- (1) Motion passed to authorize the camp director to purchase a new car that was already included in the 1996 budget.
- (2) Motion passed to repair the copy machine.

July 12, 1996

The State Youth Board met at the state office with all members present except Frank Matchett. Also present were Bob Thompson, Camp Director, and Promotional Director David Joslin. After discussion, motion passed to approve the proposed 1997 budget as presented by the camp director.

Mark Stripling, Chairman
David Watson, Vice-Chairman
Toby Youngblood, Secretary

Frank Matchett
Patrick Baze
Tim Morgan

Report # 10

RICKY J. TAYLOR, C.P.A., P.A.

P. O. Box 2851 • RUSSELLVILLE, AR 72801 • (501) 967-4439 • FAX: (501) 967-2481

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
Camp Beaverfork, Arkansas Free Will Baptist Youth Camp, Inc.

I have audited the accompanying balance sheet of Camp Beaverfork, Arkansas Free Will Baptist Youth Camp, Inc. (a nonprofit corporation) as of December 31, 1995 and 1994, and the related statements of revenues and expenses, and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as discussed in the following paragraph, I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

The Organization has elected to record the values of fixed assets, specifically the campground land and facilities, at the current appraised values. Generally accepted accounting principles require that fixed and operational assets be valued at actual cost less appropriate adjustments for depreciation and substantial decreases for obsolescence. Due to the limited records and the extensive use of donations relating to the establishment of the campground properties, it was not practical for me to extend my examination of such records beyond the amounts recorded.

In my opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the actual cash and donation records referred to in the preceding paragraph been susceptible to satisfactory audit test, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Camp Beaverfork, Arkansas Free Will Baptist Youth Camp, Inc. as of December 31, 1995 and 1994, and its results of its operations and its cash flows for the years then ended in conformity with generally accepted accounting principles.

Ricky J Taylor CPA P.A.

Russellville, Arkansas
January 19, 1996

Member of:
American Institute of Certified Public Accountants
Arkansas Society of Certified Public Accountants
Oklahoma Society of Certified Public Accountants

CAMP BEAVERFORK, ARKANSAS FREE WILL
BAPTIST YOUTH CAMP, INC.
BALANCE SHEET
DECEMBER 31, 1995 AND 1994

ASSETS		
	<u>1995</u>	<u>1994</u>
CURRENT ASSETS:		
Cash in bank	\$ 6,427	\$ 10,584
Cash-savings account	5,170	29,280
Accounts receivable	<u>5,010</u>	<u>4,446</u>
Total Current Assets	16,607	44,310
FIXED ASSETS:		
Land and buildings	333,760	333,760
Auto	14,539	14,539
Equipment	15,761	11,571
Camp improvements	67,924	65,577
Less: accumulated depreciation	<u><32,683></u>	<u><22,448></u>
Total Fixed Assets	399,301	402,999
TOTAL ASSETS	<u>\$ 415,908</u>	<u>\$ 447,309</u>
LIABILITIES AND FUND BALANCES		
CURRENT LIABILITIES:		
Current portion of L-T debt	\$ 3,966	\$ 3,663
Accounts payable	84	1,712
Remittance due-Norman Invasion	0	15,313
Payroll taxes payable	<u>928</u>	<u>1,218</u>
Total Current Liabilities	4,978	21,906
LONG-TERM DEBT:		
Notes payable (Less: current portion of L-T debt)	<u>6,166</u>	<u>10,131</u>
TOTAL LIABILITIES	11,144	32,037
FUND BALANCE:		
Fund balance, Beginning of Year	415,272	397,684
Excess revenue over expenses	<u><10,508></u>	<u>17,588</u>
Fund balance, End of Year	404,764	415,272
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 415,908</u>	<u>\$ 447,309</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

CAMP BEAVERFORK, ARKANSAS FREE WILL
BAPTIST YOUTH CAMP, INC.
STATEMENT OF REVENUE AND EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 1995 AND 1994

	<u>1995</u>	<u>1994</u>
REVENUE:		
COOP	\$ 57,396	\$ 54,342
Camp rentals	52,917	81,900
Registration & concessions	46,187	43,333
Special projects	0	2,384
CTS rally	4,500	4,381
Gifts and contributions	2,232	2,543
Special offerings	6,526	44,963
Interest income	<u>469</u>	<u>493</u>
Total Revenues	170,227	234,339
EXPENSES:		
Salaries-director	27,027	25,043
Salaries-maintenance	14,359	19,110
Salaries-clerical	5,503	1,851
Home equity plan-director	4,050	0
Auto expense	2,417	2,751
Utilities-director	2,307	2,234
Utilities-camp	14,899	16,423
Insurance-camp	6,065	2,813
Insurance and retirement-director	4,596	3,809
Payroll taxes	4,405	4,211
Postage	675	394
Professional fees	1,550	1,400
CTS rally	2,860	3,395
Meetings & conventions	1,907	1,563
Interest expense	969	776
Miscellaneous	369	832
Camp literature	124	262
Contributions	300	1,000
Pool upkeep	542	73
Food service	31,035	31,534
Food service-labor	11,261	14,150
Repairs & maintenance	7,201	10,393
Supplies	6,305	6,701
Camp labor	8,726	9,378
Guest speakers	1,225	1,150
Designated gifts	6,526	44,963
Board mileage & meals	3,297	1,391
Depreciation	<u>10,235</u>	<u>9,151</u>
Total Expenses	180,735	216,751
Excess Revenues Over Expenses	\$ <10,508>	\$ 17,588

The Accompanying Notes Are an Integral Part of These Financial Statements.

CAMP BEAVERFORK, ARKANSAS FREE WILL
BAPTIST YOUTH CAMP, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

	<u>1995</u>	<u>1994</u>
CASH FROM OPERATING ACTIVITIES:		
Net revenue over expenses	\$<10,508>	\$ 17,588
Adjustments to reconcile net revenue over expenses to net cash provided by operations:		
Depreciation	10,235	9,151
(Increase)decrease in accounts receivable	<564>	1,539
Increase(decrease) in accounts payable	<1,628>	<48>
Increase(decrease) in payroll tax payable	<290>	<7>
Increase(decrease) in remittance due N.I.	<15,313>	<u>4,963</u>
Net Cash Provided by Operating Activities	<18,068>	33,186
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	<u><6,537></u>	<u><31,591></u>
Net cash used in investing activities	<6,537>	<31,591>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds of debt	0	15,800
Repayment of debt	<u><3,662></u>	<u><4,440></u>
Net cash used by financing activities	<3,662>	11,360
Net increase (decrease) in cash	<28,267>	12,955
Cash at beginning of year	<u>39,864</u>	<u>26,909</u>
Cash at end of year	\$ <u>11,597</u>	\$ <u>39,864</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

CAMP BEAVERFORK, ARKANSAS FREE WILL
BAPTIST YOUTH CAMP, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

GENERAL

Camp Beaverfork, Arkansas Free Will Baptist Youth Camp, Inc. is a nonprofit corporation established to serve the Arkansas Free Will Baptist Youth by providing summer camp and retreat facilities.

METHOD OF ACCOUNTING

The Camp maintains its financial records on a basis of cash received and cash disbursed for internal purposes, with appropriate accruals for receivable and payable balances at the end of each fiscal period for financial statement purposes. This accounting method is generally accepted among nonprofit organizations as the most feasible way of reflecting their financial activity and position. The fund balance represents the Camp's equity in its assets.

LAND, BUILDINGS AND EQUIPMENT

Due to limited records and the extensive use of donations related to the establishment, development, and maintenance of the campground facilities, the land and buildings are recorded at their current appraised value. Generally accepted accounting principles require that fixed and operational assets be recorded at cost less appropriate adjustments for depreciation and substantial decreases for obsolescence. Equipment, auto and camp improvements are recorded at cost and appropriate provisions for depreciation have been applied. Depreciation expenses for the years ended are \$ 10,235 and \$ 9,151, respectively.

STATEMENT OF CASH FLOWS

For purposes of the statement of cash flows, the company considers all investment instruments purchased with a maturity of three months or less to be cash equivalents.

Cash paid for interest is as follows:

1995	\$ 969
1994	\$ 776

INCOME TAXES

The corporation is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Service Code.

CAMP BEAVERFORK, ARKANSAS FREE WILL
BAPTIST YOUTH CAMP, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

ACCOUNTS RECEIVABLE

Accounts receivable represent the balance of the COOP monies and contributions held by the Arkansas Association of Free Will Baptists, Inc. as of December 31, 1995 and 1994, due payable to Camp Beaverfork, Arkansas Free Will Baptist Youth Camp, Inc.

NOTE 2 - NOTES PAYABLE

Note payable - Boatmen's National Bank, Conway, AR, requires monthly installments of \$386, including principal & interest at an annual percentage rate of 7.980%. The note is secured by a mobile home.

	<u>1995</u>	<u>1994</u>
	\$ 10,132	\$ 13,794
Less: Current portion L-T Debt	<u>3,966</u>	<u>3,663</u>
Long-term Debt	\$ <u>6,166</u>	\$ <u>10,131</u>

Scheduled minimum maturities of long-term debt over the four years subsequent to December 31, 1996, are as follows:

1997	\$ 3,966
1998	4,294
1999	<u>1,872</u>
	\$ <u>10,132</u>

NOTE 3 - CONTINGENCY FUND

Camp Beaverfork, Arkansas Free Will Baptist Youth Camp, Inc. makes periodic payments to a contingency fund to be used in case of an emergency. The C.T.S. Board has discretion over the disbursements of this fund.

CAMP BEAVERFORK

1996 YOUTH CAMP

Camp Registration	\$36,240.00
Camp Expenses	29,860.03
Ending Balance	\$6,379.97
Concession Receipts	\$8,182.92
Concession Expenses	7,601.40
Ending Balance	\$3,581.52
A.C.T.S. 1:8 MISSION OFFERING	\$921.00

1996 YOUTH CAMP STATISTICS

	<u>Week 1</u>	<u>Week 2</u>	<u>Week 3</u>	<u>Week 4</u>	<u>TOTAL</u>
Girls	186	62	178	94	520
Boys	129	51	152	54	386
Counselors	49	18	53	35	155
Staff	8	8	8	8	32
TOTAL	372	139	391	191	1,093
Decisions:					
Salvation	67	3	15	26	111
Rededication	24	1	12	3	40
Other	6	1	2	1	10

1996 HONOR CAMPERS

June 9-13	Erica Bonds Kyle Wasser
June 16-20	Stacey Allison Chris Stovall
June 23-27	Amy Duchnoy Jason Huynh
June 30-July 4	Laura Hobbs Colby Evatt

1996 PEOPLE'S CHOICE

Emily Nichols Heath Hubbard Leah Melvin Matt Kounce Jackie Snell Trent Bradley Susan Mereith Christopher McCollum
--

1996 STATE CTS RALLY

Receipts	\$4,961.24
Disbursements	3,497.66
Ending Balance	\$1,463.58

CAMP BEAVERFORK

STATE YOUTH BOARD BUDGET

January - December 1997

Receipts:

Coop Plan (17.5% of \$350,000.00)	\$61,250.00	
Camp Registration	32,000.00	
Camp Rentals	67,445.00	
Special Projects	3,000.00	
Churches, Associations, Individuals	2,500.00	
CTS Rally	4,000.00	
Concession	12,700.00	
Missions	1,000.00	
Utility Reimbursement	180.00	
Interest Income	300.00	
Total Receipts	\$184,375.00	\$184,375.00

Disbursements:

Director Salary	\$ 27,500.00	
Maintenance Caretaker Salary	20,280.00	
Maintenance Caretaker Insurance	3,000.00	
Clerical Salary	3,135.00	
Auto Payment	4,560.00	
Director Home Equity	600.00	
Car Expense	2,500.00	
Utilities-Director	2,800.00	
Utilities-Camp	17,000.00	
Camp Insurance	6,000.00	
Director Insurance and Retirement	5,700.00	
Payroll Taxes	4,400.00	
Postage	500.00	
Professional Fees	1,550.00	
CTS Rally	3,200.00	
Meetings and Conferences	1,750.00	
Bank Loan	4,700.00	
Miscellaneous	500.00	
Camp Literature	300.00	
Pool Upkeep	1,000.00	
Food Service	30,000.00	
Food Service-Labor	11,000.00	
Repairs	8,500.00	
Supplies	6,500.00	
Camp Labor	5,000.00	
Guest Speakers	1,800.00	
Designated Gifts-Missions	1,000.00	
Board Mileage and Meals	1,800.00	
Emergency Fund	2,400.00	
Contingency Fund	2,400.00	
Special Projects	3,000.00	
Total Disbursements	\$184,375.00	\$184,375.00

Report # 11

STATE HOME MISSION BOARD REPORT

The State Home Mission Board of the Arkansas State Association met five times this year and conducted one conference call as follows:

October 13, 1995

The Mission Board met at the Lake Hills Church near Hot Springs, Arkansas, for the purpose of inspection of the building. All members were present, as well as, Promotional Director David Joslin, and Missionaries Levan Hubbard and Don Guthrie. The following business was conducted:

- (1) Motion passed to approve the financial report.
- (2) Motion passed to approve the reports of Don Guthrie and Levan Hubbard.
- (3) Motion passed to designate \$1,200 per month of Don Guthrie's salary as housing.
- (4) Motion passed to (a) allow the Rolling Oaks Church to skip one payment of \$2,755; (b) to keep their repayments to APPLE at \$2,225 until July 1996; and (c) that if there is a deficit in Levan Hubbard's account, it will be made-up from the building payment of Rolling Oaks up to the amount of \$500 per month.

December 11, 1995

The Mission Board met at the Lake Hills Church with all members present, as well as, Don Guthrie and David Joslin. The following business was conducted:

- (1) Motion passed to approve the financial report.
- (2) Motion passed to authorize an additional loan of \$30,000 for construction at the Lake Hills Church from Security Bank in Conway, Arkansas, and to authorize David Joslin to act as the Board's agent in this matter.
- (3) Motion passed to purchase furnishings and equipment for the Lake Hills Church from the APPLE fund in the amount of \$14,000.
- (4) Motion passed to give Levan Hubbard and Don Guthrie the equivalent of one week's salary for a Christmas bonus with these funds coming from the General Fund.

January 22, 1996

The Mission Board met during the All Board's Meeting at the Lake Hills Free Will Baptist Church near Hot Springs, Arkansas, with all members present. The following business was conducted:

- (1) Motion passed to approve the financial report.
- (2) Motions passed to approve the reports of Don Guthrie and Levan Hubbard.
- (3) Motion passed to approve a loan of \$10,000 from the APPLE fund to the Lake Hills Church to be repaid by the church.

April 11, 1996

The Mission Board met at the state office in Conway, Arkansas, with all members present except Doug Little. David Joslin, Don Guthrie, and Levan Hubbard were also present. The following business was conducted:

- (1) Motion passed to approve the financial report.
- (2) Motions passed to approve the reports of Levan Hubbard and Don Guthrie.
- (3) Motion passed to give Levan Hubbard and Don Guthrie \$1,000 each for their expenses to the National Association in Fort Worth, Texas, with these funds coming from their accounts.
- (4) Motion passed to spend \$1,200 for the Hubbard's making of a tape to be sold with the funds raised be used first to repay the \$1,200 with the balance being used to pay-off the bank note for Maumelle.

April 16, 1996

A conference call was made with all members present except Carl Cheshier. The following business was conducted:

- (1) Motion passed to approve the sale of the property in Texarkana, Arkansas.
- (2) Motion passed to utilize the sale of this property as follows: (a) Pay the balance of the loan of the First Free Will Baptist Church in Wynne, Arkansas. (b) Apply the balance of the sale to the building note of Lake Hills FWB Church near Hot Springs, Arkansas, with the understanding that it be designated APPLE fund to be repaid by the Lake Hills Church.

July 8, 1996

The Mission Board met at the state office in Conway, Arkansas, with all members present. The following business was conducted:

- (1) Motion passed to receive the auditor's report by Ricky Taylor, C.P.A.
- (2) Motion passed to receive the financial report give by David Joslin.
- (3) Motion passed to authorize Don Guthrie to sell the donated property in Hot Springs Village and that the proceeds from the sale go towards the Hot Springs mission's indebtedness.
- (4) Motion passed to adopt the 1997 proposed budget.
- (5) Motion passed to renegotiate the Hot Springs mission loan with Mercantile Bank to a lower monthly payment.
- (6) Motion passed that all proceeds from the sale of first property on TV Hill Road in Hot Springs be applied to the payback of the loan with Mercantile Bank for Hot Springs and that the interest received from the sale of that property on TV Hill Road in Hot Springs be applied to the bank loan for the Lake Hills mission without requiring it to be repaid by Lake Hills.
- (7) Motion passed to pay the increase for Levan Hubbard's health insurance.
- (8) Motion passed to spend an additional \$100 to be used in the production of the Hubbard music tape. These funds will be taken from his account and paid back from the sale of the tape.
- (9) Motion passed to pay mileage to David Copeland to the "New Beginnings" banquet that was held by the Rolling Oaks mission in Maumelle, at which he brought the message.
- (10) Motion passed to pay each missionaries' expenses from the General Fund to attend the "Leadership" and "Church Growth" conferences that will be held in Springdale, Arkansas, in August
- (11) Motion passed to give Lake Hills mission \$1,500 from the A.P.P.L.E. fund for the architect's final fee. This money will be repaid from the final payment of interest from the sale of the first property in Hot Springs.
- (12) Motion passed to receive the reports from Levan Hubbard and Don Guthrie.

Carl Cheshier, Chairman
Doug Little, Vice-Chairman
David Copeland, Secretary

Paul Payne, Member
Hursel Parker, Member
Bobby Shepherd, Member

RICKY J. TAYLOR, C.P.A., P.A.

P. O. Box 2851 • RUSSELLVILLE, AR 72801 • (501) 967-4439 • FAX: (501) 967-2481
INDEPENDENT AUDITOR'S REPORT

To The Board of Directors
Arkansas State Home Mission Board of the Arkansas State
Association of Free Will Baptists, Inc.

I have audited the accompanying balance sheet of Arkansas State Home Mission Board of the Arkansas State Association of Free Will Baptists, Inc. (a nonprofit Corporation) as of December 31, 1995 and 1994, and the related statement of revenues and expenditures, statement of fund balances, and statement of cash flows for the years then ended. The financial statements are the responsibility of the Organization's management. My responsibility is to express an opinion on these financial statements based on my audit.

Except as discussed in the following paragraph, I conducted my audit in accordance with generally accepted auditing standards. These standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe my audit provides a reasonable basis for my opinion.

The Organization has elected to record the values of land and buildings, specifically the state mission church at Wynne, Arkansas, at the current appraised values. Generally accepted accounting principles require that operational assets be valued at actual cost less appropriate adjustments for depreciation and substantial decreases for obsolescence. Due to limited records and the extensive use of donations relating to the establishment of the above mentioned property, it was not practical for me to extend my examination of such records beyond the amounts recorded.

In my opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the actual cash and donations records referred to in the preceding paragraph been susceptible to satisfactory audit tests, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Arkansas State Home Mission Board of the Arkansas State Association of Free Will Baptists, Inc. as of December 31, 1995 and 1994 and its results of operations and its cash flows for the years then ended in conformity with generally accepted accounting principles.

Ricky J Taylor CPA P.A.

Russellville, Arkansas
July 1, 1996

Member of:
American Institute of Certified Public Accountants
Arkansas Society of Certified Public Accountants
Oklahoma Society of Certified Public Accountants

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
BALANCE SHEET
DECEMBER 31, 1995 AND 1994

ASSETS

CURRENT ASSETS:	<u>1995</u>	<u>1994</u>
Cash in bank	\$ 21,387	\$ 19,487
Cash-saving accounts	<u>7,461</u>	<u>23,782</u>
Total Current Assets	28,848	43,269
PROPERTY, PLANT AND EQUIPMENT:		
Wynne property	135,000	135,000
Maumelle land and building	254,230	254,230
Hot Springs land and building	<u>334,338</u>	<u>56,500</u>
Total Property, Plant and Equipment	723,568	445,730
OTHER ASSETS:		
Mortgage/Notes receivables	<u>161,691</u>	<u>113,476</u>
TOTAL ASSETS	\$ <u>914,107</u>	\$ <u>602,475</u>

LIABILITIES AND FUND BALANCES

CURRENT LIABILITIES:		
Current portion of Long-Term debt	\$ 14,642	\$ 11,816
Bonus payable	3,009	1,869
Escrow payable	12,173	0
Current notes payable	<u>290,000</u>	<u>0</u>
Total Current Liabilities	319,824	13,685
LONG-TERM DEBT:		
Notes payable less current portion of L-T debt	<u>97,618</u>	<u>134,137</u>
Total Liabilities	417,442	147,822
FUND BALANCES:		
Fund balances	<u>496,665</u>	<u>454,653</u>
Total Fund Balances	<u>496,665</u>	<u>454,653</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ <u>914,107</u>	\$ <u>602,475</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

	<u>1995</u>	<u>1994</u>
REVENUE:		
General fund income	\$ 54,012	\$ 50,152
Missionary income- Wynne	4,144	4,459
Missionary income-Maumelle	40,568	31,890
Missionary income-Waldron	7,394	34,933
Missionary income-Hot Springs	37,525	435
Interest income	<u>9,884</u>	<u>10,135</u>
Total Revenue	153,527	132,004
EXPENDITURES:		
Board mileage & meals	3,565	2,662
Telephone	873	437
Printing	334	296
Postage	505	234
Office supplies	71	4
Secretarial expense	1,200	1,200
Computer expense	450	600
Professional fees	1,400	1,300
Miscellaneous expense	11,658	2,249
Bank charge	120	120
Salary, retirement & benefits-Hot Springs	26,695	0
Salary, retirement & benefits-Waldron	10,600	31,425
Remittance-N.H.M.-Maumelle	30,000	28,525
Insurance-Workman's Comp.	317	0
Itinerant expense-Maumelle	338	268
Meeting & conventions-Maumelle	700	264
Self-support bonus-Guthrie	469	0
Self-support bonus-Hubbard	671	632
Interest expense	14,620	12,709
Mission Possible Project-Maumelle	0	2,960
Closing cost-Hot Springs	535	663
Wynne debt expense	3,142	1,000
Mission task force	<u>3,252</u>	<u>565</u>
Total Expenditures	<u>111,515</u>	<u>88,113</u>
TOTAL REVENUES OVER EXPENDITURES	\$ <u>42,012</u>	\$ <u>43,891</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
STATEMENT OF FUND BALANCES
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

Balance January 1, 1994	\$ 410,762
Excess Revenue Over Expenditures	<u>43,891</u>
Balance December 31, 1994	454,653
Excess Revenue Over Expenditures	<u>42,012</u>
Balance December 31, 1995	\$ <u>496,665</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 1995 AND 1994

CASH FLOWS FROM OPERATING ACTIVITIES:	<u>1995</u>	<u>1994</u>
Net Revenue Over Expenditures	\$ 42,012	\$ 43,891
Increase (Decrease) in:		
Bonus payable	1,140	<2,077>
Escrow payable	12,173	0
Proceeds from sale of land	<u>16,500</u>	<u>0</u>
Net Cash Provided by Operating Activities	71,825	41,814
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of land & building	<334,338>	<56,500>
Advance on notes receivable	<29,876>	0
Proceeds from collection from Mortgage Receivable	<u>21,661</u>	<u>28,260</u>
Net Cash Provided from Investing Activities	<342,553>	<28,240>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from short-term debt	290,000	0
Repayment of long-term debt	<u><33,693></u>	<u><24,587></u>
Net Cash Provided by Financing Activities	<u>256,307</u>	<u><24,587></u>
Net Increase(Decrease) in Cash	<14,421>	<11,013>
Cash at Beginning of Year	<u>43,269</u>	<u>54,282</u>
Cash at End of Year	\$ <u>28,848</u>	\$ <u>43,269</u>

The Accompanying Notes Are an Integral Part of These Financial Statements.

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

GENERAL

The Arkansas State Mission Board of the Arkansas State Association of Free Will Baptists, Inc., is a nonprofit Corporation organized to promote an active missions program within the State of Arkansas and to work in cooperation with the National Home Missions Board and Foreign Missions Board. The Corporation uses the fund method of accounting, whereby, the fund balance represents the equity the Corporation has in its assets. This accounting method is generally accepted among nonprofit Organizations as the most feasible way of reflecting their financial activity and position.

PROPERTY, PLANT AND EQUIPMENT

As mentioned in the audit report, the property located in Wynne, Arkansas is carried at current appraised values. The property at Maumelle, Arkansas and Hot Springs, Arkansas is carried at cost plus donated labor and material. Expenditures for repairs and maintenance are charged to operations when incurred, while major betterments and renewals are capitalized.

STATEMENT OF CASH FLOWS

For the purpose of the statement of cash flows, the Corporation considers all investment instruments purchased with a maturity of six months or less to be cash equivalents. Cash paid for interest for 1995 and 1994 is as follows:

1995	Interest	\$ 14,620
1994	Interest	\$ 12,709

INCOME TAXES

The Corporation is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Service Code.

NOTE 2 - MORTGAGE RECEIVABLE

The State Missions Board has sold various properties to various organizations and carries the mortgage on the property until paid.

NOTE 3 - ESCROW PAYABLE

Rolling Oaks Free Will Baptist Church in Maumelle, Arkansas is making payments to the Arkansas State Mission Board of the State Association of Free Will Baptists, Inc. to be applied to the purchase of the property in Maumelle. The property will not be transferred to Rolling Oaks Free Will Baptist Church until the church goes self-supporting.

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS ASSOCIATION OF FREE WILL BAPTISTS, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 1995 AND 1994

NOTE 4 - LONG-TERM DEBT

	<u>1995</u>	<u>1994</u>
Note payable - Security Bank, Conway, Arkansas, requires monthly installments of \$ 1,026, including principal and interest at an annual percentage rate of 7.75%. Note secured by real estate.	\$ 86,523	\$ 107,915
Note payable - Magnolia Federal Bank, Hattiesburg, Mississippi, requires monthly installments of \$ 196, including principal and interest at an annual percentage rate of 9.5%. Note secured by real estate.	3,264	5,202
Note payable - Cross County Bank, Wynne, Arkansas, requires monthly installments of \$ 750 and \$ 696 for 1995 and 1994, respectively, including principal and interest at an annual percentage rate of 9.5% and 8.5% respectively. Note is secured by real estate.	22,473	32,836
Note payable - Security Bank, Conway, Arkansas, is a short-term note used to finance the construction of the Lake Hills Free Will Baptist Church in Hot Springs, Arkansas. When construction is completed this will be converted to permanent financing. Interest is to be paid monthly.	<u>290,000</u>	<u>0</u>
	402,260	145,953
Less: Current note payable	290,000	0
Less: Current portion of long-term debt	<u>14,642</u>	<u>11,816</u>
Long-Term Debt	\$ <u>97,618</u>	\$ <u>134,137</u>

Scheduled minimum maturities of long-term debt over the five years subsequent to December 31, 1995 are as follows:

1996	\$ 14,642
1997	14,705
1998	14,720
1999	7,873
2000 and thereafter	<u>60,320</u>
	\$ <u>112,260</u>

RICKY J. TAYLOR, C.P.A., P.A.

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INDEPENDENT AUDITOR'S REPORT ON ADDITIONAL INFORMATION

To The Board of Directors
Arkansas State Home Mission Board of the Arkansas State
Association of Free Will Baptists, Inc.

My report on my audit of the basic financial statements of Arkansas State Home Mission Board of the Arkansas State Association of Free Will Baptists, Inc. for 1995 and 1994 appears on page 51. That audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The statements of cash receipts and disbursements (cash basis) and the schedules of detail listings of notes receivable and liabilities, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Ricky J Taylor CPA P.A.

Russellville, Arkansas
July 1, 1996

Member of:
American Institute of Certified Public Accountants
Arkansas Society of Certified Public Accountants
Oklahoma Society of Certified Public Accountants

STATE MISSIONS - GENERAL FUND
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	1995	1994
Beginning Balance, January 1	\$ 8,508.17	\$ 4,355.07
Receipts:		
Arkansas Free Will Baptists - Coop	\$ 53,915.70	\$47,697.64
Churches, Associations, Individuals & Others	96.00	136.08
Insurance Dividend -Wynne (Cross County Bank)	-0-	1,002.00
Insurance Dividend-Maumelle (Security Bank)	-0-	1,002.00
Rolling Oaks - Maumelle Note	-0-	55.00
Notes Receivable - New Haven, West Helena	1,761.75	2,153.25
Bank Interest	449.73	288.28
Reimbursement for Hubbard Music Tape	-0-	258.90
Sale of Land #1 - Hot Springs	15,964.78	-0-
Transfer from APPLE Savings - Hot Springs	29,035.22	54,651.48
Total Receipts	\$101,223.18	\$107,244.63
Disbursements:		
Board Mileage & Meals	\$ 3,565.40	\$ 2,661.87
Phone	873.36	437.15
Printing	333.82	296.00
Postage	302.99	233.70
Office Supplies	71.11	3.67
Secretarial	1,200.00	1,200.00
Computer	450.00	600.00
Audit	1,400.00	1,300.00
Mission Task Force	3,251.68	565.48
Miscellaneous Expense	1,704.55	902.16
Bank Charges	120.00	120.00
Morgan - Christmas Bonus	-0-	225.00
Workman's Compensation	317.00	-0-
Hot Springs - Bank Account	1,000.00	-0-
Wynne - Transfer to Pay Back Apple	3,142.26	9,441.75
Wynne - Cross County Bank (Principal)	6,218.20	6,143.85
Wynne - Cross County Bank (Principal)-Dividend	-0-	1,002.00
Wynne - Cross County Bank (Interest)	2,387.97	3,007.93
Wynne - APPLE Note Repayable	-0-	1,000.00
Hubbard - Christmas Bonus	500.00	325.00
Hubbard - Special Bonus Account	616.20	593.40
Hubbard - Conference Expense	1,100.00	100.00
Maumelle - Hubbard Music Tape	-0-	258.90
Maumelle - Miscellaneous	1,213.45	788.82
Maumelle - Mission Possible Promotion	-0-	1,501.09
New Haven, West Helena (Principal)	1,937.74	1,762.78
New Haven, West Helena (Interest)	411.26	586.22
Security Bank - Maumelle (Principal)	4,697.51	3,254.62
Security Bank - Maumelle (Principal)-Dividend		1,002.00
Security Bank - Maumelle (Interest)	7,616.77	9,114.66
Hot Springs - Construction Interest	3,442.30	-0-
Hot Springs - Land	45,000.00	54,663.48
Hot Springs - Miscellaneous	802.42	-0-
Guthrie - Conference Expense	1,200.00	-0-
Guthrie - Moving Expenses	458.06	-0-
Guthrie - Special Bonus Account	466.68	-0-
Guthrie - Christmas Bonus	500.00	-0-
Total Disbursements	\$ 96,300.73	\$103,091.53
Ending Balance, December 31	\$ 13,430.62	\$ 8,508.17

O. D. WINFREY - WYNNE
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	\$(1,020.95)
Receipts:		
Churches, Associations, Individuals & Others		\$ 1,119.64
Wynne, First		-0-
Transfer from S.M. General Fund		-0-
Total Receipts	-0-	\$ 1,119.64
Disbursements:		
O. D. Winfrey - Salary & Benefits		-0-
Board of Retirement - Winfrey		-0-
Transfer to Wynne Mortgage Pay-Off		98.69
Total Disbursements	-0-	\$ 98.69
Ending Balance, December 31	-0-	-0-

WYNNE MORTGAGE PAY-OFF
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	-0-
Receipts:		
Churches, Associations, Individuals & Others	\$2,328.01	\$2,422.17
Transfer from O. D. Winfrey Account	-0	98.69
Total Receipts	\$2,328.01	\$2,520.86
Disbursements:		
Cross County Bank - Wynne	\$1,989.92	\$1,890.63
APPLE Savings	338.09	630.23
Total Disbursements	\$2,328.01	\$2,520.86
Ending Balance, December 31	-0-	-0-

WINFREY CASH BONUS ACCOUNT
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginng Balance, January 1	-0-	-0-
Receipts:		
Transfer from Winfrey Insurance Savings Acct .	-0-	\$2,707.64
Disbursements:		
O. D. Winfrey - Insurance for 1993	-0-	\$2,707.64
Ending Balance, December 31	-0-	-0-

LEVAN HUBBARD - MAUMELLE
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginng Balance, January 1	\$ 3,009.30	\$9,493.04
Receipts:		
Churches, Associations, Individuals & Others	\$23,872.23	\$23,905.51
Transfer from Morgan	2,164.34	-0-
Total Receipts	\$26,036.57	\$23,905.51
Disbursements:		
National Home Missions - Hubbard	\$30,000.00	\$28,200.00
Itinerant Expenses	191.82	267.79
Conference Expense	-0-	163.54
Newsletter	698.82	557.92
Hubbard Music Tape	-0-	1,200.00
Total Disbursements	\$30,890.64	\$30,389.25
Ending Balance, December 31	\$ (1,844.77)	\$ 3,009.30

MISSION POSSIBLE - MAUMELLE
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginng Balance, January 1	-0-	-0-
Receipts:		
Churches, Associations, Individuals & Others	\$16,695.30	\$7,984.10
Disbursements:		
Security Bank-Principal on Maumelle Loan	\$16,695.30	\$7,984.10
Ending Balance, December 31	-0-	-0-

HUBBARD SPECIAL BONUS SAVINGS ACCOUNT
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$1,869.42	\$1,237.79
Receipts:		
2% of Monthly Salary	\$ 616.20	\$ 593.40
January - December Interest	54.47	38.23
Total Receipts	\$ 670.67	\$ 631.63
Ending Balance, December 31	\$2,540.09	\$1,869.42

A.P.P.L.E.
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	-0-
Receipts:		
Notes Receivable:		
House of Prayer, Louisiana	\$ 4,513.44	\$ 4,513.44
Lighthouse Baptist, Texarkana	6,499.35	5,999.40
New Haven, West Helena	1,439.59	1,232.33
Heritage, Shreveport, Louisiana	3,850.00	3,000.00
Rolling Oaks, Maumelle	20,961.61	18,060.00
Wynne, First	-0-	500.00
Investment Note from C.E.L.F.	-0-	26,127.86
Wynne Mortgage Pay-Off	338.09	630.23
Transfer from APPLE Savings for Hot Springs	-0-	1,000.00
State Mission G.F. Payback to APPLE	-0-	1,941.75
State Mission G.F. Payback to APPLE	-0-	7,500.00
State Mission Payback for Wynne Note to APPLE	3,142.26	1,000.00
Total Receipts	\$40,744.34	\$71,505.01
Disbursements:		
APPLE Savings	\$40,744.34	\$44,377.15
Loyd Real Estate-Hot Springs Earnest Money	-0-	1,000.00
APPLE Savings-C.E.L.F Investment Note	-0-	26,127.86
Total Disbursements	\$40,744.34	\$71,505.01
Ending Balance, December 31	-0-	-0-

TIM MORGAN - WALDRON
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 7,534.47	\$ 3,801.84
Receipts:		
Churches, Associations, Individuals & Others	\$ 5,619.22	\$25,357.63
Waldron	2,475.00	9,575.00
Total Receipts	\$ 8,094.22	\$34,932.63
Disbursements:		
Tim Morgan - Salary & Benefits	\$11,300.00	\$31,200.00
Ending Balance, December 31	\$ 4,328.69	\$ 7,534.47
Less Transfer to Hubbard	2,164.34	-0-
Less Transfer to Guthrie	2,164.35	-0-
Adjusted Ending Balance, December 31	-0-	\$ 7,534.47

WINFREY INSURANCE SAVINGS ACCOUNT
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	\$2,707.74
Disbursements	-0-	\$2,707.74
Ending Balance, December 31	-0-	-0-

DON GUTHRIE - HOT SPRINGS
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginng Balance	\$ 435.00	-0-
Receipts:		
Churches, Associations, Individuals & Others	\$35,525.42	\$435.00
Transfer from Morgan to Guthrie	2,164.35	-0-
Total Receipts	\$37,689.77	\$435.00
Disbursements:		
Don Guthrie - Salary & Benefits	\$23,333.31	-0-
Itinerant Expense	2,780.90	-0-
Computer	1,891.59	-0-
Miscellaneous	168.00	-0-
Total Disbursements	\$28,173.80	-0-
Ending Balance, December 31, 1994	\$ 9,950.97	\$435.00

HOT SPRINGS PROPERTY - FROM APPLE
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginng Balance, January 1	-0-	-0-
Receipts:		
Transfer from APPLE	\$29,876.05	\$1,500.00
Disbursements:		
Taylor & Kempkes, Architect, Hot Springs	\$9,900.00	\$1,500.00
City Plumbing-Dirt Work	9,093.00	-0-
Christian Supply-Chairs, Tables, Hymnals	1,444.65	-0-
Lake Hills for Pews	9,438.40	-0-
Total Disbursements	\$29,876.05	\$1,500.00
Ending Balance, December 31	-0-	-0-

HOT SPRINGS BUILDING FUND
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginng Balance, January 1	-0-	-0-
Receipts:		
Individual	\$ 500.00	-0-
Brotherhood Insurance Dividend	1,500.00	-0-
Total Receipts	\$2,000.00	-0-
Disbursements:		
Lake Hills for Pews	\$2,000.00	-0-
Total Disbursements	\$2,000.00	-0-
Ending Balance, December 31	-0-	-0-

NATIONAL HOME MISSIONS - INVESTMENT NOTE**Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994**

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	\$25,000.00
Receipts:		
Interest	-0-	\$ 1,127.86
Total Receipts	-0-	\$ 1,127.86
Disbursements:		
Transfer to APPLE	-0-	\$26,127.86
Total Disbursements	-0-	\$26,127.86
Ending Balance, December 31	-0-	-0-

A.P.P.L.E. SAVINGS**Statement of Cash Receipts and Disbursements
For The Year Ending December 31, 1995 and 1994**

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	\$ 1,912.56	\$ 8,157.05
Receipts:		
Notes Receivable:		
House of Prayer, Louisiana	\$ 4,513.44	\$ 4,513.44
Lighthouse Baptist, Texarkana	6,499.35	5,999.40
New Haven, West Helena	1,439.59	1,232.33
Heritage, Shreveport, Louisiana	3,850.00	3,000.00
Wynne, First	-0-	500.00
Wynne Mortgage Pay-Off	338.09	630.23
Rolling Oaks, Maumelle	20,961.61	18,060.00
Investment Note From C.E.L.F.	-0-	26,127.86
Interest	154.62	401.98
SMGF Repay to APPLE	-0-	1,941.75
SMGF Repay to APPLE	-0-	7,500.00
SMGF Repay to APPLE for Wynne	3,142.26	1,000.00
Total Receipts	\$40,898.96	\$70,906.99
Disbursements:		
Transfer to APPLE-Hot Springs Ernest Money	\$5,000.00	\$1,000.00
Transfer to SMGF for Hot Springs Land	3,483.85	54,651.48
Transfer to Hot Springs for Architect	9,900.00	1,500.00
Security Bank for C.D.'s	-0-	20,000.00
Transfer to Hot Springs - Dirt Work	9,093.00	-0-
Transfer to Hot Springs - Pews	9,438.40	-0-
Transfer to Hot Springs - Christian Supply	1,444.65	-0-
Total Disbursements	\$38,359.90	\$77,151.48
Ending Balance, December 31	\$4,451.62	\$ 1,912.56

HOT SPRINGS BUILDING LOAN ACCOUNT**Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994**

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	-0-
Loan from Security Bank	\$222,191.91	-0-
Note Withdrawals Paid to Lake Hills	\$222,341.91	-0-
Ending Balance, December 31	(\$150.00)	-0-

GUTHRIE SPECIAL BONUS SAVINGS ACCOUNT
Statement of Cash Receipts and Disbursements
For The Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Beginning Balance, January 1	-0-	-0-
Receipts:		
2% of Monthly Salary	\$466.68	-0-
Bank Interest	2.37	-0-
Total Receipts	\$469.05	-0-
Ending Balance, December 31	\$469.05	-0-

STATE MISSIONS
FUND BALANCES
For the Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
State Mission General Fund	\$13,430.62	\$ 8,508.17
Don Guthrie - Hot Springs	9,950.97	435.00
Levan Hubbard - Maumelle	(1,844.77)	3,009.30
Tim Morgan - Waldron	-0-	7,534.47
Hot Springs Building Loan Account	(150.00)	-0-
TOTAL FUND BALANCES, December 31	\$21,386.82	\$19,486.94

STATE MISSIONS
Detail Listing of Notes Receivable
For the Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
House of Prayer, Louisiana	\$27,167.16	\$28,870.22
Lighthouse Baptist, Texarkana	49,541.66	50,610.60
New Haven, West Helena	4,256.10	7,026.30
Heritage, Shreveport, Louisiana	10,850.00	14,700.00
Wynne, First	-0-	3,480.35
Rolling Oaks, Maumelle	-0-	8,788.93
Guy Seaton - Land Hot Springs	38,500.00	-0-
Rolling Oaks - To be applied towards land note	(12,172.68)	-0-
Lake Hills, Hot Springs	31,376.05	-0-
Total Notes Receivable, December 31	\$149,518.29	\$113,476.40

STATE MISSIONS
Detail Listing of Liabilities
For the Years Ending December 31, 1995 and 1994

	<u>1995</u>	<u>1994</u>
Cross County Bank - Wynne	\$22,473.07	\$ 32,835.46
Magnolia Federal - West Helena	3,264.31	5,202.05
Security Savings - Hot Springs	290,000.00	-0-
Security Savings - Maumelle	86,522.21	107,915.02
Hubbard - Bonus Payable	2,540.09	1,869.42
Guthrie - Bonus Payable	469.05	
Total Notes Payable, December 31	\$405,268.73	\$147,821.95

State Mission Board Budget
January - December 1997

Receipts:

Cooperative Plan (17% of \$350,000.00)	\$59,500.00
West Helena to pay-off note	2,350.00
Shreveport to APPLE	4,200.00
West Monroe to APPLE	4,200.00
Rolling Oaks, Maumelle to APPLE	30,000.00
Lake Hills, Hot Springs to APPLE	19,800.00
Hot Springs Land Sale to APPLE	20,000.00
Churches, Individuals, & Associations	<u>74,950.00</u>

Total Receipts	\$215,000.00	\$215,000.00
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Disbursements:

Maumelle - Salary & Benefits	\$38,850.00
Maumelle Property Payment	12,000.00
West Helena Property Payment	2,350.00
Lake Hills - Salary & Benefits	42,000.00
Lake Hills Property Payment	33,600.00
APPLE - Shreveport, Louisiana	4,200.00
APPLE - West Monroe, Louisiana	4,200.00
APPLE - Maumelle	30,000.00
APPLE - Hot Springs	19,800.00
APPLE - Hot Springs Land	20,000.00
Phone	1,000.00
Secretarial Expense	1,800.00
Computer	600.00
Board Mileage and Meals	2,000.00
Audit	1,000.00
Miscellaneous	1,600.00

Total Disbursements	\$215,000.00	\$215,000.00
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Mission Task Force Budget
January - December 1997

Receipts:

Cooperative Plan (1% of \$350,000.00)	\$3,500.00	\$3,500.00
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Disbursements:

Travel - Mileage	\$1,250.00
Printing	1,000.00
Promotion	1,050.00
Miscellaneous	200.00

Total Disbursements	\$3,500.00	\$3,500.00
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Report # 12

ARKANSAS WOMEN ACTIVE CHRIST

The 42nd annual session of the Arkansas Women Active for Christ met August 6, 1996, with the theme *"In the Potter's Hands."* A total of 177 registered including 15 missionaries, and 16 visitors. The convention is composed of 12 districts with 11 reporting, with total membership of 807.

The 11:00 message was given by Jon Mourglia from The Potter's House, Eureka Springs. The total giving for the year was \$95,883.76 with \$10,191.95 for Foreign Missions; \$10,427.87 to National Home Missions, and \$17,189.92 for A.C.T.S. 1:8; State Project - \$7,023.21; and \$39,444.31 to WNAC. The State Project last year was the support of Tommy Jones, missionary to Pittsburgh, Pennsylvania - \$3,585.16, and Ed Bowerman, missionary to Panama - \$43,338.05.

The State Project for this coming year is A.C.T.S. 1:8 and all state and home missionaries from Arkansas.

A total of 146 attended the banquet with Patsy Vanhook, missionary to France, as guest speaker. The theme was *"God's Ceramics."*

The Arkansas Women Active for Christ met for their state retreat on May 6-7, 1996, with attendance of 168. The theme was *"Binding Together in His Love"* with guest speaker Louise Vandivort, missionary to Flagstaff, Arizona.

ARKANSAS WOMEN ACTIVE FOR CHRIST

State Coordinator Mary Kelton

The new officers for 1996-1998 are as follows:

President	Mary Ann Chronister
Vice-President	Shirley Johnson
Secretary	Cindy Ellis
Treasurer	Bonita Hill
Field Worker	Vivian Jeffcoat
Members at Large	Judy Trail
	Velda Tucker
	Jan Morrison
	Carol Kircher

REPORT # 13: STATE MASTER'S MEN

In Jeremiah 8:6, the Lord told Jeremiah, "I harkened and heard, but they spake not aright; no man repented him of his wickedness, saying, What have I done? every one turned to his course, as the horse rusheth into battle."

I'm not saying that Master's Men need to repent of their wickedness but, I am asking "What have we done?"

Since this will be my last year as Master's Men President please allow me to reflect momentarily.

What have we done?

One thing is we have grown. Our growth may not have been astronomical but growth has occurred. Growth has happened in part because of the church membership plan. This is where a church can send in \$25 a month or \$300 a year and every man is given membership plus a subscription to ATTACK magazine. It is my hope and prayer that out of these additional members, more would become involved in our work.

Another thing which we have done is give. We have given through our time and talents. This past March, 30 men braved a cold, rainy, weekend for our annual Spring Retreat. Bro. Bob Thompson spoke on the topic "Join The Team". Saturday morning the men stayed for our workday to help prepare the camp for the busy year ahead.

We also gave our finances. According to the report on page 0 Arkansas gave over \$30,000 to Master's Men, which also included a donation from a house that John Fowlkes was in charge of from conception to completion. (John Fowlkes was voted Layman Of The Year this year.)

The final thing is What have we done for the future. I believe the potential for Master's Men is enormous. But getting men to sell out to a cause no matter how worthwhile has proven to be a tough task. We have laid a solid framework for an effective organization, still we need laborers to help finish the work.

As I close, I would like to say thank you for your support and hope that more of you will join our team and become part of our work and not "turn to your own course."

REPORT # 14: RESOLUTIONS

We recommend the adoption of Resolutions 1 and 2. We recommend that Item #3 be referred to the Executive Committee for consideration:

1. WHEREAS gambling is contrary to the Biblical principles of honest labor and personal financial responsibility,

AND WHEREAS efforts continue in this state to promote the spread of legalized gambling,

BE IT THEREFORE RESOLVED that pastors and churches make effort to inform their members regarding this issue and encourage them to stand strongly against gambling in their personal lives and in society,

BE IT FURTHER RESOLVED that our churches support appropriate efforts to counter the pro-gambling initiatives in our State.

(Submitted by Resolutions Committee)

2. WHEREAS the training of full-time and lay Christian workers is vital to the continuing health of our local churches and associations as Free Will Baptist,

AND WHEREAS Free Will Baptist have established schools of higher education to fulfill that purpose,

AND WHEREAS these schools are struggling to operate for lack of sufficient funding,

BE IT THEREFORE RESOLVED that Arkansas Free Will Baptists reaffirm our commitment to Christian higher education by promoting Free Will Baptist colleges in our churches through greater efforts of prayer, financial support, and student recruitment.

(Submitted by Resolutions Committee)

3. We request the State Association to appoint a committee to look into the possibility of building a larger building at Camp Beaverfork instead of going elsewhere.

If this is not possible, consider furnishing vans to bus people who are not familiar with the Conway area.

(Submitted by Vivian Jeffcoat, Ann House, Hazel Mann, and Myra Hill)

Committee:
Doug Little
Kevin Trimble
Nelson Henderson
Paul Payne
Roy Helms

REPORT # 15: NOMINATING COMMITTEE

Moderator	James Forlines
Assistant Moderator	David Bishop
Clerk	David Winfrey
Assistant Clerk	Randy Ledbetter
Statistician	Bob Isbell
Executive Board	Doug Little and Andy Percy
Christian Education Board	Joe Kircher and Nelson Henderson
State Mission Board	Don Guthrie and Scott Real
Youth Board	Kerry Gandy and Norman McFall
Hillsdale Trustee	Carl Cheshier

Committee: Bobby Shepherd, John Hewitt, Doug Harris, Wayne Smothers, and Steve Burton

REPORT # 16: STATISTICIAN

The Arkansas State Association of Free Will Baptists reports 15 associations comprised of 218 churches. The statistics for membership, baptism, etc., are based on the 206 churches who reported.

There are 95 churches located in a city/town, 119 churches in rural, 89 with full-time pastors, and 113 part-time pastors.

There are 369 ordained ministers, 36 licensed ministers, and 541 ordained deacons.

The churches reported 677 baptisms with 1,136 members added, 568 members lost, and a total membership of 19,887.

Sunday School enrollment was 12,380; CTS enrollment was 2,542; Woman's Auxiliary membership was 1,135; and Master's Men membership was 120.

There were one church with day care; two churches with kindergartens, three with Christian day schools and one Bible Institute.

The total income of all churches reporting was \$6,941,074.92 and 49 churches with budgets.

There were 67 churches with parsonages, and a total value of all church property, including parsonages, of \$146,479,530.00.

Statistician--Bob Isbell

REPORT # 17: REGISTRATION COMMITTEE

We, the registration committee, submit the follow information concerning those registering during the 1994 session of the Arkansas State Association of Free Will Baptist: Ministers 97, Deacons 22, Delegates 73, Missionaries 16, Visitors 166, Total 374

The following have been called from our midst this past year:

ANTIOCH

Geneva Harris
Joe Standridge
Gertha Barnett
Jessie Chandler
Raymond Osburn
Bill Williams
Seldon Daniel
Dannie Wilkins
Bessie Matthews
James (Budge) Roper
Normal (Short) Tyler
Pauline Worsham
Huel Dixon
Edith Manning
Lois Robinson

ARKANSAS

Violet Bradley
Earnest Wagner
Estell Wagner
Garthena Hawkins
Bea Burnett
Donald Polk
Tom Johnson
Dorothy Jones

CENTRAL

Eidith Poore
Charlie Reichen
Ione Johnson
Bill Romines
Doris O'Dell
Autie Smith
Linnie Sellers
Evelyn Browning

FELLOWSHIP

Lillian Hankins
Bobby Wright
Richard Eudy
Bevie Staggs
Ernest Harvill
Mary Catherine Maxwell
Doug Mackey
Norma Gregory
Ressie Price

HARMONY

Rose Taylor
Irene Elmore
Fred Bowden

LITTLE MISSOURI RIVER

Rev. S. B. Metcalf
Gaylord Griffin
Beatrice Vaught
Miley Vaught
Luther Dub Simmons
Kimmel Smith
Shirley O'Neal Wallin

NEW HOPE

Lucille Sowash
Jewell Sawrie
Hester Smith
Jaunita Thomas

NORTHWEST

Elmer Bailey
Delta Smith
Elige Tucker
Ethel Johnson
Mabel Scates
Elva Tharp
Opel Frazier
Chloe Buel
Sarah Evelyn Sparks

OLD MT. ZION

Letha Ann James
Leonard Harrison
Odie Shepherd
Leroy Shepherd
Jewell Campbell
Paul Gary Robinson
Doris Howerton
Alton "Toby" Reeves
Lori Ledbeetter
Cynthia Ann Phillips
Cordia McKenzie
Cecil McCord
Ray Shaver
Rachel Randall
Corman Grigg
Emma Ellington
Karen Dill
Ethel McGarrah
James Morrison
Lena Morrison
Ray McCoy
Emma Pierce
Sherman Spencer
Darrel Brown
Ernest Lassing
Virginia Rhine
Joyce Hunton
Mary Dudley
Johnny Freeman
Arthur Donaghey
Lonzo Berry
Kenneth Caudle
Mary Napier
William Miller
Ivan Lee Mayse
Marie Terry
Thelma Martin
Larry Young
James Yeager

OBITUARY REPORT 1996, Continued

POLK BAYOU

Billie Clark
Bernard Douthitt
Gail James
Moris J. Harrison (Deacon)
Harriet Cartwright
Bill Young
Mirl Coles
James Elms
Elsie Clouse
Oscar Presley
Alpha Roberts
Ralph Welch
Iva Adkisson
Nelda Haddock
Robert Heater
Wes Wildrick
John Lau (deacon)
Bertha Mullins
Vernon Freeman
Cecil Crews
Jerrell Polston
Zona Callahan
Demp England
Iva Edwards
Donnie Woodruff
J. D. Williams
Billie Jean Davis
Addie Jordan
Hazel Rowlett
Alta Taylor
Hattie Williams
Dorothy Shipman
J. D. Williams (Deacon)
George Rash

SALINE

Dorothy Henderson
Lewis Rickets
James Wheeler
Lloyd Williams
Barbara Boykin
Leroy Hood
Ben Williams
Sim Owens
Travis Collins
Emma Williams
Howard Henley
Nick Rosen
Mergie Auterson
Ruth Bryant
Martha Sue Stafford
John Parker
Lillie Spakes

SOCIAL BAND

Essie Dixon
Icie Reed
Edsel Ramer
Steve Marshall
Sarah Ollie Griffin
Nellie Barnett
Leonard Milligan
Della Mae Hatley
Nadine Lane
Owen Pace
Burt Furlang
Tom Pulliam
Amy Duncan
Mazie Hulvey
Gary Liscomb
Mrs. Elvis Sparks
Earl Gray
Ethel Hart
Willie Graham
Thurman Johnson
Herbert Huckabee
Marrie Murphy
John Pieri
Slane Mitchell
Myrna Swinney
Ollie Mae Horn
Calude Crays

SOUTHEAST

UNITY

Conred Rainwater
Edith Sandman
Pearl Edmonson
Wilma Vanmeter

ZION HOPE

Sam Brotherton
Aaron Borum
Frankie Joslin
Elizabeth (Lizzie) Viles
Gale Bennett
Roy Carr

Respectfully Submitted,

OBITUARY COMMITTEE:

Norman McFall, Chairman
Tim Morgan
Bob Isbell
Ben Scott
O. D. Winfrey

ARKANSAS STATE ASSOCIATION CONSTITUTION

Preamble

From experience we, the members of the Free Will Baptist denomination, being regularly baptized upon a profession of our faith in Jesus Christ and realizing the necessity of a bond of union and fellowship among us; to preserve and maintain correspondence and coordination with us; to unify the work of the various districts composing the State Association; and to devise and execute measures for the extension of the Kingdom of God in cooperation with the various districts of the Association, for that may be hereafter represented therein, do therefore ordain this Constitution for our better denomination government.

Article I.

Name:

This organization shall be known as the Arkansas State Association of Free Will Baptist, Affiliated with the National Association of Free Will Baptist.

Article II.

Purpose:

The purpose of this organization shall be to unify the work of the various districts composing the State Association and to devise and executive measures for the extension of the Kingdom of God in connection with the various districts in the Association.

Article III.

Representation:

Section 1. This association shall be composed of all ordained ministers and deacons with membership in a church belonging to a district association, the district associational clerk, all members of state boards, and standing officers of the state association.

Section 2. Each district association shall be entitled to five (5) lay delegates at large. Each local church which holds membership in a district association affiliated with this body shall be entitled to send one lay delegate.

Section 3. Associational Delegates:

A. In the event any of the elected delegates fail to report, said vacancy may be filled by appointment of the moderator of said district or by the delegates present from said district.

B. In the event the elected delegate from a local church is not present, the Pastor of that local church shall have the authority to appoint a delegate to serve in place of the absent delegate.

Section 4. New associations desiring membership in the state association shall send messengers bearing a petitionary letter. If found orthodox, upon examination by the credentials committee, they shall be received by the vote of the association and give the right hand of fellowship by moderator.

Section 5. The State Convention shall convene annually on the Tuesday following the first Sunday in the month of May.

Article IV.

Finance:

Section 1. This association shall be supported by a percentage of the Cooperative receipts as designated by the State Association and by designated gifts. Said allocations to national and state work to be recommended to the association by the budget committee.

Section 2. Each district association shall send \$25.00 for each church belonging to the district association for the purpose of entertaining the State Association; \$25.00 for each church for National Association fees; and \$5.00 per each church for minutes, for a total of \$55.00.

Section 3. In the event any church within a local association does not pay its fee; the delegates, deacons, and ministers of that church shall not be seated.

Article V.

Discipline:

Section 1. This State Association shall have the right to settle any questions of discipline, doctrine, or practice that may properly come before it from any of the district composing said organization. If there be any question of discipline, doctrine, or practice on the part of a district body, delegates of that association shall be not seated until these questions have been settled to the satisfaction of the credentials committee.

Section 2. The decision of the credentials committee may be appealed to the State Association sitting in a committee as a whole.

Article VI.

Officers:

Section 1. The officers of the State Association shall consist of a moderator, assistant moderator, clerk, assistant clerk, promotional director. Each of these, with exception of the promotional director shall be elected annually. These shall constitute a standing Executive Committee.

Section 2. The Executive Committee shall plan the State Association. A district association desiring to host the state association shall extend an invitation at least one year in advance. If an invitation is not received, the State Association will convene in the Conway area unless another site is recommended by the Executive Committee.

Section 3. The Executive Committee shall employ the auditor for all standing boards. The auditor shall be responsible to report directly to the committee, and then to the directors and boards. The audits shall be paid for by each respective board.

Section 4. The Moderator shall be an ex-officio member of the Executive Board. The Promotional Director shall be an ex-officio member of all standing boards and committees.

Section 5. A committee on committees shall be elected by the body on the opening night of the association. All other committees shall be appointed by the committee on committees.

Section 4. The moderator, assistant moderator, promotional director, clerk, and assistant clerk shall serve as the program committee for the State Association.

Article VII.

Duties and Rules of Standing Boards:

Section 1. All standing boards shall be composed of six (6) members, each of whom shall serve for three years. A member may be re-elected for an additional term of three years. No board member shall immediately succeed himself after having served two full three-year terms on said board.

Each board shall prepare a budget of its proposed financial expenditures at the beginning of each fiscal year and shall present same for approval by the Arkansas State Association along with an audit made by an independent certified public accountant, which audit shall lead to the expression of an unqualified opinion on the financial statements. The auditor's report shall include, where applicable, a balance sheet and income statement and other schedules as may be necessary for a proper presentation of the financial condition and results of operation.

Section 2. All boards of this association shall organize immediately following the annual association meeting. They shall elect a chairman, vice-chairman, and secretary. Each board shall give a written report at the annual association of meeting conducted, work accomplished, monies received and expended during the year

Section 3. Executive Board: This board shall have the authority to fill irregular vacancies which may occur in its own body, and any irregular vacancies which may occur in any standing board between sessions of the

state association. An office may be declared vacant for any of the following reasons: if a member moves from the State; if a member fails to attend the board meetings for a period of one year without providential hindrance; or if for any reason he submits a statement of resignation.

The Executive Board shall keep a record of all work accomplished, money raised, meetings conducted, and make a full and complete report at the annual association of the State Association. The Executive Board shall receive, hold, manage, use control, and convey property entrusted to the State Association, except as stipulated elsewhere in the constitution.

No board shall buy or sell real estate, encumber the State Association beyond their current fiscal year and budget, or enter into litigation when the State Association is not in conference without the approval of the Executive Board. The chairman and secretary of the Executive Board shall sign all papers by which the State Association is to become legally responsible.

In case of an emergency situation, the Executive Board shall have the authority to call the State Association in conference by notifying each district association at least ten (10) days prior to the conference.

A bookstore shall be operated under the supervision and direction of the Executive Board who shall have the authority to employ a bookstore manager. A contractual agreement shall be signed annually by the manager of the bookstore and the Executive Board. The manager shall present a financial statement of the bookstore operation at each annual session of the association.

This board shall have the authority to employ the state promotional director. A contractual agreement shall be signed annually by the promotional director and the Executive Board. The promotional director shall assist in coordinating the work of the various boards of the State Association and shall serve as state treasurer. He shall promote both the state and national works, missionaries, mission conferences, etc. It shall be his duty to edit and publish the state paper.

He shall receive, hold, and disburse money as is made available by the State Association to the various boards. Disbursements to the various boards will be made when requested.

He shall present a written report of his work at each annual session of this association, with a financial statement of all monies received and disbursed.

Section 4. Mission Board: It shall be the duty of this board to promote an active missions program. It shall work in cooperation with the national home mission and foreign missions boards in the arranging of missionary conference, of missionary itineraries, and shall assist in the raising of the State quota for the national missions program.

The board shall not participate in the organization of any church or mission in a town, city, or community where there is an organized Free Will Baptist Church without seeking the cooperation of said church. Neither shall this board assist in the organization of a group that is out of fellowship with an established church.

This board shall be entrusted to receive, hold, manage, use, control, or convey State Mission Property.

Section 5. State Youth Board: It shall be the duty of the State Youth Board to sponsor activities for the youth of the state that will encourage, enlighten, and educate them in a manner which will be uplifting to Christ. This board shall sponsor retreats, conferences, activities, camps, and service oriented projects for the youth. This board shall be trustees of the camp facilities owned by the state. It shall be the responsibility of this board to employ a State Youth Director to manage the camp facilities, organize and coordinate youth activities, and receive and disburse designated funds as directed by this board. The State Youth Director shall promote district, state, and national programs involving the youth. The Youth Director shall be responsible for the hiring and dismissing of camp personnel under the direction of the State Youth Board.

Section 6. Christian Education Board: It shall be the duty of this board to promote Christian education throughout the state. They shall arrange activities which may include conferences, workshops, teacher training courses, and retreats to promote instruction and fellowship.

Article VIII.

Amendments:

This constitution may be amended at any regular session of the State Association by a two-thirds vote of the members present, providing proposed amendment is presented in writing to the body one day in advance.

Article IX.

Hillsdale Trustees:

The State Association shall have two trustees to Hillsdale Free Will Baptist College. They shall give an annual report to the State Association on the progress of the college. One board member shall be elected annually to serve a two-year term.

Article X.

Parliamentary Procedure:

This meeting of the State Association shall be governed by the rules of parliamentary law as set forth in Robert's Rules of Order.