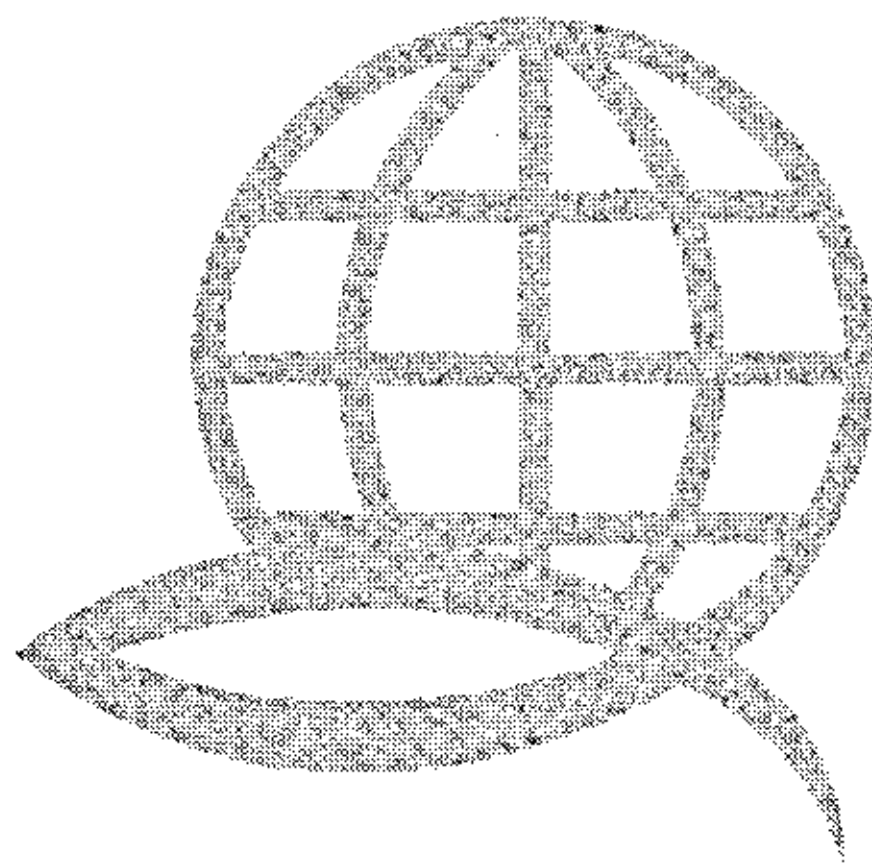


**Minutes**  
of the  
**One-Hundred Seventh Annual Session**  
of the  
**Arkansas State Association**  
of  
**Free Will Baptists**

Conway Public School Auditorium  
Conway, Arkansas  
August 3-4, 2004



**Moderator of the 107<sup>th</sup> Session**

David Bishop  
403 Avenue 2 N.E.  
Atkins, Arkansas 72823

**Clerk for the 107<sup>th</sup> Session**

Randy Ledbetter  
1103 East L Street  
Russellville, AR 72801

**MINUTES**  
**Of the**  
**107th Annual Session**  
**of the**  
**ARKANSAS STATE ASSOCIATION OF**  
**FREE WILL BAPTISTS**

**Table of Contents**

	<b>Page</b>
<b>Officers and Standing Boards .....</b>	<b>3</b>
<b>Officers of District Associations .....</b>	<b>4-6</b>
<b>Proceedings of Annual Session .....</b>	<b>6-8</b>
<b>Committee on Committees Report .....</b>	<b>9</b>
<b>Credentials Committee Report .....</b>	<b>9</b>
<b>Obituary Report .....</b>	<b>10</b>
<b>Arkansas Women Active for Christ Report .....</b>	<b>11-12</b>
<b>Arkansas Master's Men Report .....</b>	<b>12</b>
<b>Resolutions Report .....</b>	<b>12</b>
<b>Registration Report .....</b>	<b>12</b>
<b>Statistics Report .....</b>	<b>13</b>
<b>Executive Committee Report .....</b>	<b>13-14</b>
<b>State Executive Board Report .....</b>	<b>14-16</b>
<b>Executive Director's Report .....</b>	<b>17-31</b>
<b>Christian Supply Store Report .....</b>	<b>32-39</b>
<b>State Youth Board Report .....</b>	<b>40-41</b>
<b>State Youth Director's Report .....</b>	<b>42-49</b>
<b>Christian Education Board Report .....</b>	<b>50-54</b>
<b>State Missions Board Report .....</b>	<b>55-64</b>
<b>A.C.T.S. 1:8 Task Force Report .....</b>	<b>64-66</b>
<b>Mission Director's Report .....</b>	<b>66-73</b>
<b>Election Schedule .....</b>	<b>74</b>
<b>Arkansas State Association Constitution .....</b>	<b>75-79</b>

# OFFICERS AND STANDING BOARDS

## 2004-2005

### EXECUTIVE BOARD

David Watson .....	2005
David Copeland .....	2005
Dale Blackwell .....	2006
Joe Buttgen .....	2006
Will Harmon .....	2007
Jim Walker .....	2007

### MISSIONS BOARD

Dwayne Roper .....	2005
Kerry Gandy .....	2005
Kenneth Winningham .....	2006
Gerald Thomas .....	2006
Randy Burris .....	2007
David Taylor .....	2007

### YOUTH BOARD

Tim Landers .....	2005
Lynn Crawford .....	2005
Ken Brown .....	2006
Johnny Miller .....	2006
Darren Walker .....	2007
John Gilliland .....	2007

### CHRISTIAN EDUCATION BOARD

Kendall Ross .....	2005
Vince Daniels .....	2005
Leroy Scudder .....	2006
Doug Jones .....	2006
Randy Scott .....	2004
Bob Brown .....	2004

MODERATOR .....	David Bishop
ASSISTANT MODERATOR .....	Nelson Henderson
CLERK .....	Wendell Leckbee
ASSISTANT CLERK .....	Keith Bowden

# **OFFICERS OF DISTRICT ASSOCIATIONS**

## **ANTIOCH**

Moderator: Wayne Douthit  
23215 Tiffany Drive  
Mabelvale, AR 72103  
(479) 602-2408

Clerk: Robert Williams  
3894 Hwy 9  
Springfield, AR 72157  
(501) 354-4857

## **ARKANSAS**

Moderator: Delbert Hodges  
P. O. Box 378  
Lavaca, AR 72941  
(479) 674-5471

Clerk: Kathy Minnie  
HC 69 Box 124  
Gravelly, AR 72838  
(479) 299-4607

## **CENTRAL**

Moderator: Wendell Leckbee  
3731 Lakeshore Drive  
North Little Rock, AR 72116  
(501) 753-1719

Clerk: Edna Baker  
11311 Woody Green Road  
Bauxite, AR 72011  
(501) 602-2393

## **FELLOWSHIP**

Moderator: Randell Williams  
127 Welcome Home Road  
Hector, AR 72843  
(479) 284-2238

Clerk: Keith Bowden  
245 Bowen Estates Circle  
Russellville, AR 72802  
(479) 968-8321

## **HARMONY**

Moderator: David Williams  
P. O. Box 63  
Harvey, AR 72841  
(479) 299-4967

Clerk: Rhonda Mitchell  
P. O. Box 233  
Belleville, AR 72824  
(479) 493-2257

## **LITTLE MISSOURI RIVER**

Moderator: Ron Parker  
868 Melba Drive  
Shreveport, LA 71118  
(318) 688-8751

Clerk: Deshe Ledbetter  
P. O. Box 1374  
Glenwood, AR 71943  
(870) 356-5517

## **NEW HOPE**

Moderator: Robert Brown  
5286 Hwy 36 West  
Rose Bud, AR 72137  
Ph. (501) 556-5671

Clerk: Linda Whitten  
#9 Whitten Lane  
Vilonia, AR 72173  
Ph. (501) 796-3972

## **NORTHWEST**

Moderator: Bill Wyatt  
25 CR 804  
Green Forest, AR 72638  
(870) 438-5690

Clerk: Bradley Clark  
210 Cardinal Street  
Harrison, AR 72601  
(870) 743-9478

## **OLD MOUNT ZION**

Moderator: Paul Payne  
3017 East Emma  
Springdale, AR 72764  
(479) 751-3047

Clerk: Carla Henson  
P.O. Box 2165  
Rogers, AR 72732  
(479) 451-8408

## **POLK BAYOU**

Moderator: Tim Landers  
84 Jill Circle  
Batesville, AR 772501  
(870) 349-5394

Clerk: Amy Johnson  
8839 Hwy 37 North  
Newport, AR 72112  
(870) 252-3442

## **SALINE**

Moderator: Frank Matchett  
Rt 1 Box 73  
Star City, AR 71667  
(870) 628-3278

Clerk: Tracy Nichols  
115 Smith Road  
Warren, AR 71671  
(870) 226-5927

## **SOCIAL BAND**

Moderator: Leo Martin  
PO Box 152  
Reyno, AR 72462  
(870) 769-2269

Clerk: Dale Blackwell  
710 Utnage Drive  
Jonesboro, AR 72404  
(870) 932-6195

## **SOUTHEAST ARKANSAS**

Moderator: Phillip Payne  
644 B 144 West  
Lake Village, AR 71653  
(870) 256-3755

Clerk: Sandra Schuk  
125 Yocum Road  
Lake Village, AR 71653  
(870) 265-2880

## **UNITY**

Moderator: Will Harmon  
905 Karry Lane  
Fort Smith, AR 72901  
(479) 649-0082

Clerk: John Hayes  
2602 Phillips Drive  
Van Buren, AR 72956  
(479) 471-0854

## **ZION HOPE #2**

Moderator: Chet Smith  
6136 Arkhola Road  
Van Buren, AR 72156  
(479) 474-9243

Clerk: Gary O'Kelley  
P. O. Box 1424  
Van Buren, AR 72957  
(479) 632-3612

## **PROCEEDINGS**

### **Tuesday Evening, August 3, 2004**

The 106th annual session of the Arkansas State Association of Free Will Baptists met at the Conway Public School Auditorium in Conway Arkansas on August 3-4, 2004. The convention theme was "The Church in Crisis". The theme verses were 1 Peter 4:14-19.

Pre-service music was provided by Rachel Dennis, Beth Dennis, and Ben Campbell from First Free Will Baptist, North Little Rock. The service opened with song director Tim Landers leading the congregation in singing "Holy, Holy, Holy" and "I Worship You Almighty God." Randy Ledbetter, Clerk, led in prayer, called the session to order and introduced Moderator David Bishop. Brother Bishop read from Psalm 66:16, and spoke of the goodness of God and how God has been his help and encouragement.

The Committee on Committees was elected as follows: David Rawles, Tommy Tims, Leroy Scudder, Tim Harris, and Dale Blackwell.

Tim Landers led the congregation in singing "Tis So Sweet to Trust in Jesus" and "In times Like These". Assistant Clerk Wendell Leckbee led in offertory prayer. The offering for the two nights was \$1,434.44, divided among the three mission agencies to the following missionaries present: 1/3 to state missions (Jim Fairchild); 1/3 to home missions (Paul Hammons and Rue Dell Smith); and 1/3 to foreign missions (Don McDonald and Patsy Vanhook). Offertory music was brought by Debbie Stripling.

The Huntsville Free Will Baptist Church Trio brought special music, singing "O What a Savior Is Mine" and "Hallelujah, He's Coming Again." Moderator David Bishop introduced the evening speaker, Dr.



Danny Dwyer. Nelson Henderson prayed for God's anointing on the message. Dr. Dwyer spoke from Ephesians 3:14-21 on "The Challenge of the Times" and how we as Christians need to respond to these challenges by drawing upon the strength available to us in Christ. The congregation sang "Breathe On Me", as a song of response.

The report of the Committee on Committees was read by the clerk (p. 11). Brother Jackie Brown dismissed the service in prayer.

### **Wednesday Morning August 4, 2004**

The session opened with the congregation singing "How Great Thou Art" led by Tim Landers. David Williams led in prayer. Jeff Barnett brought the morning devotion from Romans 13:11 entitled "Wake Up and Smell the Lost".

Moderator David Bishop brought a brief message from Psalm 67:1.

The Credentials Committee Report was read by the Clerk. (p. 11)

Motion passed to accept the report and seat the delegates. The committee was dismissed. Visitors were welcomed by the Moderator.

The Report of Arkansas Women Active For Christ was given by President Lisa Bowden (pp. 13-14). Motion passed to receive the report. Lisa Bowden gave a report and power point presentation on the 50 year history of Arkansas Women Active for Christ. Steve Trail prayed a prayer of thanks and blessing for the Women Active for Christ in Arkansas.

The Report of the State Executive Board was given by Will Harmon (pp. 16-18). Attorney Lynn Plemmons reported on the legal status of the organizational structure of Arkansas Free Will Baptists. Motion made and passed to accept the proposed reorganization brought by the subcommittee appointed at the Executive Board meeting on October 9, 2003.

The Arkansas State Association of Free Will Baptists will be the only incorporated entity, and the other boards will not be incorporated, but will be divisions under the larger corporation.

Brother Keith Johnson was recognized for his years of service at the Christian Supply Store. David Winfrey was introduced as the New Manager of the Christian Supply Store. Motion passed to accept the report.

The Report of the Executive Director was given by Executive Director Tim Campbell, (pp. 19-33) and Auditor Ricky Taylor gave the Auditor's

Report. Motion passed to accept the report and adopt the budgets.

Will Harmon and Jim Walker were reelected to the Executive Board.

The Report of the Christian Supply Store was given by Keith Johnson (pp. 34-41). Brother Keith thanked and recognized his family for their help and support in the Christian Supply Store ministry, and thanked the state for the retirement reception in his honor, and for the honor of serving the State Association and it's people. Motion passed to receive the report and adopt the budget.

The Report of the Nominating Committee was read by the Clerk.

Motion passed to receive and accept the report.

Motion made and passed to give Brother Keith a rising vote of appreciation for his years of ministry.

### **Wednesday Morning Worship Service August 4, 2004**

The service opened with the congregation singing "Give Me a Vision" by Tim Landers. Randell Williams led in prayer. Special music was brought by the Winfrey Quartet, who sang "When We Get home" and God's Word Will Stand."

Moderator David Bishop introduced the morning speaker, Brother Fred Warner. He spoke from 1 Peter 1:13-21 on the theme "The Character of the Church". He called us to live holy lives in the fear of God. After singing "Wherever He Leads I'll Go", the meeting was dismissed.

### **Wednesday Afternoon Business Session August 4, 2004**

The session opened with Tim Landers leading the congregation in singing "A Glorious Church." Kerry Gandy led in prayer. Brother Greg Caswell brought the afternoon devotion from Ezekiel 22:30-31 on our need to be people of prayer and then led in prayer.

The State Youth Board Report was brought by Johnny Miller (pp. 42-43) and Patrick Baze gave the Youth Director's Report (pp. 44-51). Special presentations were made to Mark Stripling and Leo Martin for their work with the youth of our state. Auditor Ricky Taylor reported on the camp finances. Motion passed to receive these reports and adopt the budget.

Darren Walker was elected to the State Youth Board, replacing Leo Martin, and John Gilliland was elected replacing Mark Stripling.

The Christian Education Board Report was given by Kendall Ross (pp. 52-56). Motion passed to accept the report and adopt the budget. Bob Brown and Randy Scott were reelected to the Christian Education Board.



The State Home Mission Report was given by Dwayne Roper (pp. 57-68). Acts 1:8 missionaries Paul Hammons and Donnie McDonald gave reports on their works. Reports were also given by Jim Fairchild and Patsy VanHook. Ricky Taylor reported on the finances of the State Home Mission Board. Motion passed to receive the report and adopt the budget. Randy Burris and David Taylor were reelected to the State Mission Board.

The Acts 1:8 Task Force Report was given by Nelson Henderson (pp. 66-67). Motion passed to adopt the new funding formula proposed by the Acts 1:8 Task Force (p. 69) and accept the report.

The State Mission Director Report was given by Don Matchett (pp. 68-75). Motion was passed to accept the report.

James Kilgore brought a report from the Free Will Baptist Family Ministries. Johnny Miller was elected to serve on their board.

The Report of the Resolution Committee was read and accepted (p. 14).

The Report of the Obituary Committee was read by Assistant Clerk Wendell Leckbee (p. 12). The Congregation stood for a moment of silence and a prayer of thanks was offered for these lives. Motion passed to accept the report and dismiss the committee.

The Statistics Report was read (p. 15). Motion passed to receive the report and dismiss the committee.

The Registration Report was read. (p. 15). Motion passed to receive the report and dismiss the committee.

Delegates to the 2005 National Association in Louisville, Kentucky were elected as follows: Michael Birmingham, Judy Trail, Mary Joslin, Brenda Housley, Belinda Adair.

State Officers elected for the next year were as follows: Keith Bowden: Assistant Clerk, Wendell Leckbee: Clerk, Nelson Henderson Assistant Moderator, and David Bishop: Moderator.

Nelson Henderson was elected to the Hillsdale Free Will Baptist College Board.

Reports were given from several National Agencies: Hillsdale Free Will Baptist College, Executive Office of the National Association, National International Mission, Board of Retirement, Free Will Baptist Foundation, National Home Mission, Randall House Publications, Free Will Baptists Bible College, Alabama Free Will Baptist Children's Home.

Motion passed to adopt a resolution that the Arkansas State Association

requests that the Tennessee State Association permit the Arkansas State Association to have another position on the Board of Trustees of Free Will Baptist Family Ministries. The two members representing Arkansas will be elected alternate years for a two year term. Jackie Brown dismissed in prayer.

### **Wednesday Evening Worship Service August 4**

Pre-service music was brought by the Ladies Quartet from Rolling Oaks. Executive Director Tim Campbell opened the service with a special presentation to honor Keith and Barbara Johnson for their years of service to Arkansas Free Will Baptists. After a power-point pictorial presentation, Will Harmon spoke of Brother Keith's 23 years of service to our denomination, and presented the Johnson's with a monetary gift.

Tim Landers led the congregation in singing "We'll Work Till Jesus Comes." Brother Randell Smith led in prayer. The Old Reyno Free Will Baptist Church Choir brought special music, singing "Looking For A City", and "Sweeter As the Days Go By."

Levan Hubbard led in prayer for our mission offering. Lyndsey Stripling brought special music, singing "Not Too Far From Here". The congregation sang "A Glorious Church", and LeAnn Ledbetter brought special music, singing "Completely Yours." Executive Director Tim Campbell introduced the evening speaker, Dwayne Roper, who spoke from 1 Peter 4:17-18 on the theme "The Coming of the Judgement." He encouraged us to live up to the potential and plan that God has set for us, and that He will judge us. The congregation sang "Whatever it Takes" as a song of response.

The Report of the Arkansas Master's Men was given by Ken Nabors (p.14). After announcements, Tim Campbell read from Hebrews 13:20-21 and Jason Scott closed the session in prayer.

## REPORTS:

### REPORT OF THE COMMITTEE ON COMMITTEES

**Nominating:** Keith Johnson, Randell Williams, Randy Scott, David Copeland, Terry Rawls

**Credentials:** Lowell Graham, Bob Brown, Ronnie Whitten, Gene Cullum, Melvin Shelton

**Resolutions:** Leo Martin, Hover Lewis, Victor Hunter, O.D. Winfrey, Phillip Payne

**Obituary:** Lawnie Coffman, Ken Winningham, Jonathan McEntyre, Joe Buttgen, Sue Patton

Committee on Committees:

David Rawls

Dale Blackwell

Leroy Scudder

Tommy Tims

Tim Harris

### REPORT OF THE CREDENTIALS COMMITTEE

The following district associations have represented by letter, delegates, and fees: Antioch, Arkansas, Central, Fellowship, Harmony, Little Missouri River, Northwest, Old Mt. Zion, Polk Bayou, Saline, Social Band, Southeast, and Unity.

The following district associations have represented by letter, delegates, and partial fees:

New Hope: One church did not pay: Greenbrier did not pay.

Zion Hope: Eight churches did not pay: Barling, Booneville, Chester, Cottonwood, Eighty-one, Independence, Kibler and Van Buren.

Respectfully submitted:

Credentials Committee

Lowell Graham

Bob Brown

Gene Cullum

Melvin Shelton

Ronnie Whitten

# OBITUARY COMMITTEE REPORT

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

## ANTIOCH

Mildred Dilday  
Ruth Standridge  
Larry Mitchell  
Leon Bird  
Eulita Craig  
Alta Purvis  
Opal Briscoe  
Ruby Roper  
Ola Ward  
Harmon Maxwell  
Irene Duvall Coffman  
Imogene Roberts Ennis  
Johnny Barnes  
Rev. Thomas Morris  
Sally Neely  
Matthew Rhoads  
Ida Hubbard  
John Chism (Deacon)  
Darla Capps  
Charles Watts

## ARKANSAS

Fern Moore  
Tish Rogers  
Octa Lee Graham  
Delton Pope  
Ella Cost  
J. C. Parks  
Eloise Hunt  
Roy Gene Metcalf

## CENTRAL

Nancy Thomas  
Audrey Cotton  
Bruce Edmondson  
Ron Kesterson  
Edith Merritt  
Bonnie Scoggins  
Charlotte Jones

## FELLOWSHIP

Cleatus Graves (Deacon)  
Gladys Hodges  
Ida Richardson  
Danny Freeman  
Joe Pennington  
Ora Stanton  
Edwin Weir  
Channing Barton  
Vella Biffle  
Bob Haralson (Deacon)  
Penny Barkley  
Ruth Condley  
Phyllis Reynolds

## HARMONY

Aaron Harkey  
Vernie Keathley  
Johnny Forest  
Lorene Jones  
Alean Newton

## LITTLE MISSOURI RIVER

Dianne Gentry  
Clarence Jones  
Ruthie Greenwood  
John Plyler, Sr. (Deacon)  
Alma Davis  
Artie Vaught  
Jim Morgan Reid

## NEW HOPE

Charlsie Wheatley  
Wendell Clark  
R.D. Winningham  
Monroe Baldwin  
George Hall (Deacon)  
Eddie Huff  
Delia Loyd

## NORTHWEST

Ruby Severs  
James H. Kelley (Deacon)

## OLD MT. ZION

Mable Mae Roles  
Jimmy Carr  
Elsie Vaughn  
Opal Bradley  
Edward Doyle  
Shirley Learman  
Jeffrey James  
Paul Cline  
Bert Mitchell  
Mary Lenora Jones  
Olivia Barnes  
Howard Grigg  
Rev. Cecil Garrison  
Gordon Bradshaw  
Marjorie D. F. Barham  
Jessie Marie Yarbrough  
Guy "Jr." Ellington  
Paul Erwin  
Maxine Anderson  
Stella Lawson Summers  
Irene Burris Stone  
Priscilla Gates Austill  
Mildred Bryan Stone  
Zelma Montez Curtis  
Billy Frank Cole  
Arthur Whiteley  
Etha Patton Pierce Hall  
Joyce Marie Kettner  
Gary G. Rollo  
Jesse Singleton  
Jack J. Morris

## POLK BAYOU

Madalyn Pierce  
Charles Trotter  
Bea Fulbright  
Betty Ramsey  
O. B. Kever  
Floyd Coleman  
Pauline Vines  
Kenneth Woodruff  
Bessie Johnson  
Betty Barber

Brenda Jones  
Loretta Jones  
Jerry Tate  
Troy Dee Reed  
Clara Cooper Long  
Retha O'Barts  
Billy D. Smith  
Roger Merriweather  
Lavern Hartsell Warren  
Carol Drumright

## SALINE ASSOCIATION

Louise Hollis  
Brad Englerth  
Zelma Young  
Erma Lou Sharp  
Minnie Thomson  
Marvin Thompson  
Rex Cornett  
Edith Wheeler  
Travis Taylor  
Jewel Rhodes  
Gussie Mae Thompson  
Curtis Green  
Ollie May Bryant  
Roy Lee Parker  
Velma Campbell  
Margaret Rawls  
John Austin Ewell  
Thomas Guthrie (Deacon)  
Erla Beaty  
Jim Wagner  
Abigail Crowson  
Janette Loyd  
Mildred "Jo" Winstead  
Mae Lela Cook  
James Gordon Bryant  
Hazel Burrow  
Almer Outlaw (Deacon)  
Iver Hendon  
Edwin Sellers  
Rudy White  
Lollie Morgan  
Gary Edmonds

## SOCIAL BAND

Kevin Ervin  
Marie Huntsman  
Rev. Jesse Pratt  
Rev. Earl McKelvey  
Rev. Dewey Thompson  
Naomi Denton  
Violet Miller  
Talmadge Saffell  
Harold Boling  
Mildred Jackson  
Inell Molencupp  
Nora Brandon  
Leona High  
Logan Crawford  
Retha Webster  
Charlie Reed  
Ollie Wheelless  
Juanita Harvey  
Charles Liscomb  
Vera Thompson  
Mary Sullinger

Wanda Lea Blackwell  
Jack Williams  
Lorene Tillman  
Buster Pratt  
Earl Michaels  
Ruby Gaines Richey  
Leon Knowlton  
John Ellington  
Bill Morgan

## SOUTHEAST ARKANSAS

Bernice Hill  
Ruby Payne  
Elsie Smith  
Tommy Payne  
Wendell Morphis  
Mercedith Jones  
Maydell Royce

## UNITY

None reported

## ZION HOPE #2

Elie Accord  
Katherina Patton  
Herman Brooks  
Eddie McGuire  
Alfred McGuire  
John Parr  
Pal Moomey  
Willis Edwards  
Leonard Threadgill  
Frances Chambers  
Jack Berryman  
Helen Stump  
Gelita Taylor  
Mary Helen Hattabaugh  
Joe McAlister  
Hazel Plum  
Earl Deffenbaugh (Deacon)  
Lavina Bing  
Hilda Rozell  
Imogene Robbins  
Myrtle Evans  
Vyrena Steed

Respectfully  
submitted:  
The Obituary  
Committee

Lawnie Coffman  
Ken Winningham  
Jonathan McEntyre  
Joe Buttgen  
Sue Patton



## **REPORT OF THE ARKANSAS WOMEN ACTIVE FOR CHRIST**

The 50th Annual session of the Arkansas Women Active for Christ met August 3, 2004, at Conway Public School Auditorium. The theme for the day was "Honor the Past, Celebrate the Present, Anticipate the Future". The theme scripture was Dueteronomy 6:7. The singing was directed by Freda Lewis with Sue Patton as the pianist.

Several home and Foreign Missionaries gave greetings and updates during the Missionary Share Time.

11 Districts reported with 68 locals and membership of 755. A total of 175 registered, including 3 Foreign Missionaries, and 3 Home Missionaries.

Total receipts for 2003 were \$76,105.16. Our giving to Foreign Missions was \$35,231.82 (Acts 1:8 receiving \$19,811.34 of this amount), National Home Missions \$13,266.48, Children's Home \$3,699.98, and our 2003 State Project Bookstore in Nantes, France \$10,638.33.

The following resolutions were adopted. (See below)

The 37<sup>th</sup> Annual banquet was held in the Student Center Ballroom on the UCA Campus, August 3, 2004 at 5:00pm with 185 in attendance.

Genelle Scott, former President of Arkansas Women Active for Christ spoke from the theme "Honor the Past, Celebrate the Present, Anticipate the Future." Special music was by Alene Coffman, former Arkansas Women Active for Christ President.

The Annual Retreat was held on April 30-May 1, 2004, at Camp Beaverfork with 149 registered. The theme was "Traveling Light" taken from Max Lucado's book of the same title. The scripture was Matthew 11:30. The speaker was Sandra Bishop, missionary to Japan.

Respectfully Submitted,

Lisa Bowden

Arkansas Women Active for Christ President

We, the Resolution Committee, submit the following recommendations:

A rising vote of thanks be given to the past officers.

A rising vote of thanks be given to the Records Committee for all their work to commemorate the 50<sup>th</sup> anniversary of Arkansas Women Active for Christ.

A thank you to Zion Hope No. 2 for the beautiful decorations for the state retreat and banquet.



A rising vote of thanks to the present Executive Committee for all the hard work they have done in making this an outstanding day.

Respectfully submitted:

**RESOLUTION COMMITTEE:**

Debbie Scott

Pat Hunnicutt

Marzell Carmichael

Pat Richards

**ARKANSAS MASTER'S MEN**

The Arkansas State Master's Men meeting was held at Ryan's Family Steakhouse in Conway on Wednesday August 4, 2004.

The meeting was called to order by Brother Ken Nabors. Opening prayer was by Brother Levan Hubbard. B.J. Sams was the speaker from KTHV channel 11.

The State project adopted was to continue the funds to pay on the camp bathroom loan. The treasurer's report was read and approved. We had 62 in attendance. The meeting was closed in prayer by Brother David Harper.

Meeting was called to order by Darren Walker. The treasurer's report was read and approved. Officers were elected for the 2004-2005 year as follows:

President: Darren Walker

Treasurer: Jerry Lewis

Program Director: Ken Nabors

Membership Dir.: Carman Rushing

Chorister: Brad Smith

Activities Dir.: James Smith

**RESOLUTIONS COMMITTEE REPORT**

We the Resolutions Committee recommend that we adopt the resolution that passed during the National Association in Kansas City, concerning the Same Sex Marriage Issue.

We further recommend that a copy of this resolution be sent to the state and national legislators that represent the State of Arkansas.

Respectfully Submitted:

Leo Martin

Hoover Lewis

O D Winfrey

Phillip Payne

Victor Hunter

## **STATISTICS REPORT FROM CHURCH LETTERS**

The Arkansas State Association of Free Will Baptists reports 15 associations comprised of 208 churches. The statistics for membership, baptism, etc., are based on the 188 churches that reported. There are 92 churches located in a city/town, 116 churches in rural, 84 with full-time pastors, and 95 part-time pastors. There are 304 ordained ministers, 64 licensed ministers, and 455 ordained deacons.

The churches reported 609 baptisms with 1,063 members added, 717 members lost, and a total membership of 18,605.

Sunday School enrollment was 10,649, CTS enrollment was 2,285; Women Active for Christ membership was 1,034 and Master's Men membership was 286.

There were 6 churches with day care, 7 churches with kindergartens, and 3 with Christian day schools.

The total income of all churches reporting was \$12,759,595.53 and 47 churches with budgets.

There were 63 churches with parsonages, and a total value of all church property, including parsonages, of \$67,058,530.00.

## **2004 REGISTRATION COMMITTEE REPORT**

The following have registered during the 107th session of the Arkansas State Association of Free Will Baptists, held at the Conway Public School Auditorium, in Conway, Arkansas, on August 3-4, 2004: Ministers 93, Deacons 14, Delegates 51, Home Missionaries 7, Visitors 114, for a grand total of 279 registered.

Respectfully submitted:  
T.W. Brown

## **EXECUTIVE COMMITTEE REPORT**

**December 2, 2003**

The Executive Committee met at the State Office in Conway. Those present for the meeting were David Bishop, David Winfrey, and Tim Campbell. The following program for the state association to be held on August 3 and 4, 2004 was approved:

- Theme: "The Church in Crisis" taken from I Peter 4:14-19
- Tuesday Evening Speaker: Rev. Danny Dwyer (Pastor of First Free Will Baptist Church, Florence, AL) - Message: "The Challenge of our Times"
- Wednesday Morning Speaker: Rev. Fred Warner (Free Will Baptist Evangelist)
- Message: The Character of the Church

-Wednesday Evening Speaker: Rev. Dwayne Roper (Pastor of First Free Will Baptist Church, Star City, AR) - Message: The Coming of the Judgement

Brother Tim Landers was selected to lead the singing. He was to secure a pianist for the meeting. Special music will be provided by the Old Reyno FWB Church of Reyno and LeAnne Ledbetter of First FWB Church of Russellville.

The devotions will be spoken by Brother Jeff Barnett of First Free Will Baptist Church of N. Little Rock and Rev. Greig Caswell, Pastor of Centerpoint Free Will Baptist Church of Vilonia.

The speakers for the annual Bible Conference are to be Rev. Danny Dwyer for the first half of the conference and Rev. Ron Hunter will present the new Randall House CLEAR curriculum in the second half of the meeting.

### **July 12, 2004**

The Executive Committee met at the State Office in Conway and Ricky Taylor (Independent Auditor) presented the audits for Arkansas State Association of Free Will Baptists, Inc., Arkansas State Home Mission Board of the Arkansas State Association of Free Will Baptists, Inc., Christian Supply Store, Inc., and Camp Beaverfork, Arkansas Free Will Baptists Youth Camp, Inc. They were received and approved.

The Committee unanimously voted to retain the services of Ricky Taylor as auditor for the 2005 year.

Moderator: David Bishop

Clerk: Randy Ledbetter

Assistant Moderator: David Winfrey

Assistant Clerk: Wendell Leckbee

Executive Director: Tim Campbell

## **Executive Board Report**

### **January 27, 2003**

The Executive Board met at the All Boards meeting at Ozark Conference Center, Solgohachia, Arkansas. Members present were Randell Williams, Dale Blackwell, David Watson, Will Harmon, and David Copeland. Kyle Hood gave his report on the OASIS ministry. Motion passed to approve report. Jim Walker was elected to fill the unexpired term of Tommy Tims who resigned for health reasons.

### **January 28, 2003**

The Executive Board met at the All Boards meeting at Ozark Conference Center in Solgohachia, Arkansas with all members present. Keith Johnson gave the bookstore report and summary audit for 2002. The board revised and approved the payroll and benefit reductions presented by Keith to reduce expense. Motion passed to draft and send a letter to be published in the Vision concerning the bookstore's status. Motion passed to approve the line of credit for 2003. Motion passed to approve bookstore report. Brother. Keith's contract was reviewed and signed for 2003.

Brother. Kyle Hood's contract for OASIS campus ministry for 2003 was approved and signed. Brother. Tim Campbell's contract as Executive Director for 2003 was approved and signed.

Motion passed to transfer \$3500.00 from Contingency Fund to Operational Fund.

Motion passed to appoint a committee for a feasibility study for a missions director. The committee will be appointed by Tim Campbell.

Motion passed to amend previous motion concerning the benevolent fund contributions and the onetime enrollment fee. Amount was lowered to \$35.00 from \$50.00 for each participant when a death occurs and the onetime enrollment fee was increased from \$5.00 to \$10.00.

Motion passed to accept Brother. Tim Campbell's report as Executive Director.

### **March 17, 2003**

The Executive Board met at the state office. Randell Williams called the meeting to order with the following members present: Dale Blackwell, David Watson, Will Harmon, David Copeland and Tim Campbell. Keith Johnson presented the financial reports from the Christian Supply Store. The reports for the month of February were discussed. They revealed that the cost cutting measures placed in effect at the first of the year have been successful for the period.

### **May 20, 2003**

The Executive Board met at the state office. Members present were Randell Williams, Dale Blackwell, Jim Walker, Will Harmon, and Tim Campbell.

Opening prayer was led by Jim Walker. The meeting was for reviewing the Personnel Policy Manual. The possibility of renting the bookstore side of the state office was discussed. There was discussion of recommending to the state the hiring of a Mission Director. The operation expenses were also reviewed.

### **July 8, 2003**

Members present were, Randell Williams, Will Harmon, Dale Blackwell, David Bishop, Tim Campbell, Keith Johnson, and auditor Ricky Taylor.

Ricky Taylor presented the auditor's report and the board approved his report. Keith Johnson presented the report and 2004 budget from Christian Supply Store and the board accepted this report and adopted the budget. Tim Campbell gave the report for the state office and presented the budgets for the general fund, operational fund, the VISION fund, Sunday school Fund, and contingency fund. After discussion and adjustments to the budgets, they were approved.

A mutual agreement between the board and Kyle Hood was approved. It stated that the OASIS ministry would be phased out by the end of the year and not included in the 2004 budget.

The board also approved the lease agreement between Arkansas Free Will Baptist and American Check Cashers pending approval of changes in the wording of the contract.



**August 6, 2003**

The Executive Board of Arkansas Free Will Baptists met during the state association with all members present. Officers were elected. Will Harmon is the Chairman, Dale Blackwell is the Vice-Chairman, and David Watson is the Secretary.

**October 9, 2003**

The Executive Board met at the state office. Will Harmon called the meeting to order with all members present. Motion passed to request that Tim Campbell be placed on nomination for the General Board of the National Association of Free Will Baptists. Motion passed to request that Brother. Tim Campbell be placed on the Executive Committee of the National Association of Free Will Baptists. Motion passed to accept the bookstore report given by Keith Johnson. Board received the reports from the state office by Tim Campbell. Motion passed to redesignate the percentage of the Coop funds for Oasis to the Contingency fund. Motion passed to recommend \$15,000 from the Acts 1:8 New Missionary Account be given to Paul Hammons as recommended by the State Home Mission Board. Motion passed to appoint a subcommittee for study of the organizational structure of Arkansas Free Will Baptists. The subcommittee will be Phil Whitaker, David Bishop, David Copeland and Tim Campbell to work with attorney Lynn Plemmons.

### **Proposed Cooperative Plan Budget - 2005**

<u>Agency</u>		<u>Plan A</u>		<u>Plan B</u>
Minister's Retirement		\$18,000.00		\$18,000.00
General Fund	18.5%	\$100,520.00	18.5%	\$100,520.00
State Missions	21.5%	\$116,820.00	21.5%	\$116,820.00
Youth Board	17.5%	\$95,086.00	17.5%	\$95,086.00
Christian Education Board	3%	\$16,301.00	3%	\$16,301.00
The VISION	<del>2%</del>	<del>\$10,867.00</del>	<del>2%</del>	<del>\$10,867.00</del>
<b>In-State Total</b>	<b>62.5%</b>	<b>\$357,594.00</b>	<b>62.5%</b>	<b>\$357,594.00</b>
National Association	<u>37.5%</u>	<u>\$203,756.00</u>	30.5%	\$165,721.00
Hillsdale			<u>7%</u>	<u>\$38,035.00</u>
<b>Total</b>	<b>100.0%</b>	<b>\$561,350.00</b>	<b>100.0%</b>	<b>\$561,350.00</b>

Plan B designated 7% to Hillsdale Free Will Baptist College, 62.5% to the State Association, and 30.5% to the National Association. The minister's retirement comes off the top of cooperative receipts for minister's retirement. Each senior, full-time, minister who is enrolled with the Board of Retirement gets 5% of his churches cooperative receipts funneled to his retirement account. Last year almost 40 ministers received \$18,000.00 into their retirement because their churches gave to coop.

Chairman: Will Harmon  
Secretary: David Watson  
David Copeland

Vice Chairman: Dale Blackwell  
Joe Buttgen  
Jim Walker



# ARKANSAS FREE WILL BAPTISTS

Comparative Receipts - January-December 2002-2003				
STATE ASSOCIATION				
			\$ Increase	% Gain
	2003	2002	(\$ Decrease)	(% Loss)
General Fund	90,256.14	89,320.92	935.22	1.05%
Operational Fund	9,175.00	7,700.02	1,474.98	19.16%
State Missions	157,010.70	145,303.73	11,706.97	8.06%
SM Property	36,497.76	10,579.58	25,918.18	244.98%
Sunday School Literature	255,731.15	259,294.92	-3,563.77	-1.37%
State Association Fees	6,175.00	6,315.00	-140.00	-2.22%
National Association Fees	20,150.00	10,600.00	9,550.00	90.09%
THE VISION	20,738.75	18,102.39	2,636.36	14.56%
OASIS	29,661.98	41,665.99	-12,004.01	-28.81%
Christian Education Board	42,391.85	27,873.62	14,518.23	52.09%
A.C.T.S. 1:8 Task Force	9,939.77	9,529.14	410.63	4.31%
Miscellaneous Accounts	28,085.46	4,830.51	23,254.95	481.42%
Christian Supply Store	674,883.00	654,640.00	20,243.00	3.09%
Camp Beaverfork	186,388.00	183,220.59	3,167.41	1.73%
TOTALS (Note 1)	1,569,087.56	1,468,976.41	100,111.15	6.82%
A.C.T.S. 1:8 (Note 2)	458,681.24	456,067.41	2,613.83	0.57%
COOP (Note 3)	543,936.54	524,056.71	19,879.83	3.79%
HILLSDALE	64,850.89	84,875.02	-20,024.13	-23.59%

- NOTE 1: The above totals represent monies receipted through Arkansas agencies
- NOTE 2: The above A.C.T.S. 1:8 totals are also included in the Foreign Missions totals below
- NOTE 3: The above Coop Plan receipts is the sum of all Coop receive by all agencies

NATIONAL ASSOCIATION				
			\$ Increase	% Gain
	2003	2002	(\$ Decrease)	(% Loss)
Executive Office	92,922.27	89,056.62	3,865.65	4.34%
Foreign Missions	532,099.43	555,447.05	-23,347.62	-4.20%
National Home Missions	271,959.50	269,671.50	2,288.00	0.85%
FWBBC	69,720.66	74,782.22	-5,061.56	-6.77%
Bd. Of Retirement & Insurance	15,909.88	15,296.91	612.97	4.01%
Master's Men	18,381.55	17,081.07	1,300.48	7.61%
WNAC	11,963.89	12,587.05	-623.16	-4.95%
FWB Foundation	6,817.69	6,549.56	268.13	4.09%
Theological-Integrity Commission	615.77	544.24	71.53	13.14%
Media Commission	568.11	544.24	23.87	4.39%
Music Commission	568.72	544.24	24.48	4.50%
Historical Commission	567.86	544.24	23.62	4.34%
TOTALS	1,022,095.33	1,042,648.94	-20,553.61	-1.97%
GRAND TOTALS (State, National, Hillsdale)	2,591,182.89	2,511,625.35	79,557.54	3.17%

# Total Cooperative Ministry Support for 2003

## ANTIOCH

Mt. Vernon	2,400.00
Ola	930.10
New Life	190.20
<b>Antioch Total</b>	<b>3,520.30</b>

## CENTRAL

Bethel	2,085.24
Capitol City	240.00
Conway, First	3,964.06
Hot Springs, First	1,200.00
Jacksonville, First	3,274.67
Malvern, First	1,622.00
N. Little Rock, First	10,172.83
Oak Park	7,807.21
Russellville, First	61,687.46
<b>Central Total</b>	<b>92,053.47</b>

## FELLOWSHIP

Dardanelle, First	3,674.00
Harmony	3,439.00
Oak Grove	3,487.00
Union Grove	13,286.00
Welcome Home	3,663.00
Woodlawn	5,398.00
<b>Fellowship Total</b>	<b>32,947.00</b>

## HARMONY

Danville	692.50
Plainview	951.00
Ranger	1,175.92
Upper Spring Creek	839.95
Wilson	726.69
<b>Harmony Total</b>	<b>4,386.06</b>

## LITTLE MISSOURI RIVER

Arkadelphia, First	873.20
Daisy	6,139.30
Glenwood	1,240.00
Hatfield	522.11
Lake Hills	8,070.65
Lodi	819.35
Pleasant Grove	1,330.52
<b>LM River Total</b>	<b>18,995.13</b>

## NEW HOPE

Bald Knob, First	400.00
Center Point	5,021.60
Chapel Lane	2208.52
Friendship	3,638.67
Mt. Bethel	5,699.01
Rolling Oaks	3,800.00
Sharon	3,631.64
South Heights	5,721.75
<b>New Hope Total</b>	<b>30,121.19</b>

## NORTHWEST

Berryville	217.29
Eureka Springs	704.64
Gospel Lighthouse, MO	219.20
Moore	1,016.40
Mt. Olivet, MO	135.00
Oak Grove	1,041.27
Oak Lane	98.00

Trinity	717.00
<b>Northwest Total</b>	<b>4,148.80</b>

## OLD MT. ZION

Calvary	6,360.10
Clifty Chapel	1,033.87
New Sulphur	300.00
Phillips Chapel	20,811.85
Rogers	800.00
Victory	2,166.66
Westside	735.65
West Ridge	1,800.00
<b>Old Mt. Zion Total</b>	<b>34,008.13</b>

## POLK BAYOU

Allen Chapel	15,642.00
Ballew's Chapel	6,138.10
Batesville, First	14,232.80
Blackland Chapel	4,880.00
Cave City	275.00
Mt. Harmony	4,932.37
New Bethel	3,530.37
Newport, First	5,601.65
Tuckerman, First	6,078.26
<b>Polk Bayou Total</b>	<b>61,310.55</b>

## SALINE

Corbin Ferry, LA	210.00
Crossett, First	3,047.94
Faith	3,284.82
Free Hill	35.00
Harmony	7,065.63
Hillview, LA	553.00
Landmark, LA	1,050.00
Macedonia	474.73
Mt. Pleasant	70.00
Oak Grove	1,710.43
Pine Hill	525.00
Pleasant Grove	42.00
Pleasant Valley	5,356.86
Rose Hill	3,224.06
Spring Hill	133.00
Star City, First	7,550.26
Trinity	6,823.20
Warren, First	5,711.30
Willoughby	52.50
Yorktown	1,279.54
<b>Saline Total</b>	<b>48,199.27</b>

## SOCIAL BAND

Arbor Grove	2,643.00
Cornerstone	1,878.68
Faith	8,280.00
Jonesboro, First	10,945.55
Old Reyno	3,669.21
Pocahontas	9,984.98
Poplar Valley	2,944.87
Sutton	13,408.59
United, Walnut Ridge	8,232.90
Walnut Ridge, First	5,230.95
<b>Social Band Total</b>	<b>67,218.73</b>

## SOUTHEAST

Southeast District	1,117.63
<b>Southeast Total</b>	<b>1,117.63</b>

## UNITY

Bethlehem	9,874.44
Cavanaugh	66,901.50
Central	1,170.00
Charleston, First	15,172.72
Greenwood, First	16,122.60
Oliver Springs	5,375.75
Ozark	11,479.61
Southside	2,683.65
Vista	6,225.97
<b>Unity Total</b>	<b>135,006.24</b>

## ZION HOPE

Catcher	755.14
Cottonwood	82.83
Fort Smith, First	292.52
Heritage Oaks	3,798.00
Kenner Chapel	608.25
Locke	2,293.49
Mulberry, First	1,210.68
Individual	25.00
<b>Zion Hope Total</b>	<b>9,065.91</b>

## OTHER

Worship Center, Cabot	1,838.13
<b>Grand Total</b>	<b>\$543,936.54</b>

## Total A.C.T.S. 1:8

## Support for 2003

## ANTIOCH

Antioch	89.53
Atkins, First	1,250.00
Benton	540.00
Clarksville, First	544.50
Dover, First	94.20
Hector	340.00
Holman	49.23
Johnson	900.00
Mt. Vernon	1,880.00
New Life	859.02
New Life Youth	229.41
Ola	700.00
Slaty Crossing	1,700.00
Smith Springs	3,360.00
Individuals	25.00
<b>Antioch Total</b>	<b>12,560.89</b>

## ARKANSAS

Arkansas District	1,000.00
Boles	600.00
Freedom	600.00
Harmony	298.04
Hosanna	360.00
Mulberry, Gravelly	2,604.50
<b>Arkansas Total</b>	<b>5,462.54</b>

## CENTRAL

Central District	8,755.81
Bethel	2,392.40
Capitol City	400.00
Conway, First	3,003.73
Hot Springs, First	1,255.00
Jacksonville, First	8,347.46
Malvern, First	1,479.97
N. Little Rock, First	21,466.94
Oak Park	12,304.59
Russellville, First	48,048.17
Individual	400.00
<b>Central Total</b>	<b>107,854.07</b>

continued on next page

A.C.T.S. 1:8 support continued

**FELLOWSHIP**

Fellowship District	2,880.00
Dardanelle, First	1,800.00
Harmony	1,841.00
Oak Grove	1,320.00
Union Grove	10,114.00
Welcome Home	1,894.00
Woodlawn	2,854.00
<u>Individual</u>	<u>485.00</u>
<b>Fellowship Total</b>	<b>23,188.00</b>

**HARMONY**

Harmony Association	878.69
Danville	82.97
Plainview	7,763.00
Ranger	1,105.00
Upper Spring Creek	870.00
Wilson	1,453.36
<u>Individual</u>	<u>300.00</u>
<b>Harmony Total</b>	<b>12,453.02</b>

**LITTLE MISSOURI RIVER**

Little MO River	2,575.57
Arkadelphia, First	1,445.00
Daisy	6,828.10
Daisy Children	100.00
Glenwood	2,396.25
Hatfield	500.00
Heritage, LA	50.00
Lake Hills	2,439.48
Lodi, Glenwood	3,955.77
<u>Pleasant Grove</u>	<u>900.00</u>
<b>LMR TOTAL</b>	<b>21,190.17</b>

**NEW HOPE**

New Hope District	1,180.00
Bald Knob	50.80
Cedar Heights	794.67
Center Point	2,679.00
Chapel Lane	4,674.86
18th Street	100.00
Friendship	1,289.92
Mt. Bethel	4,590.00
Rolling Oaks	1,910.00
Sharon	3,290.00
Soda Valley	813.00
South Heights	3,879.26
<u>Individual</u>	<u>90.00</u>
<b>New Hope Total</b>	<b>25,341.51</b>

**NORTHWEST**

Northwest District	2,850.00
Eureka Springs	740.00
Moore	3,697.08
Mt. Home, First	705.51
Oak Lane	510.00
<u>Trinity</u>	<u>505.50</u>
<b>Northwest Total</b>	<b>9,008.09</b>

**OLD MT. ZION**

Bentonville	1,290.31
Clifty Chapel	752.00
Durham	275.00
Faith	700.00
Fayetteville	83.64
Freedom	742.77
Hope	1,000.00
Huntsville	4,552.57
Mt. Zion	1,050.00
New Sulphur	600.00
Pea Ridge	50.00
Phillip's Chapel	3,060.00
Pilgrim's Rest	25.00
Victory	969.88
West Ridge	2,520.00
<u>Individuals</u>	<u>4,425.00</u>
<b>Old Mt. Zion Total</b>	<b>22,096.17</b>

**POLK BAYOU**

Polk Bayou Association	500.22
Allen Chapel	10,732.78
Ballew's Chapel	4,215.05
Batesville, First	4,318.13
Blackland Chapel	2,338.99
Mt. Harmony	2,152.00
New Bethel	4,294.58
Newport	2,888.60
Oak Grove	971.66
Oakland	541.05
Pool's Chapel	300.00

Tuckerman, First	10,384.05
Weaver's Chapel	1,179.75
Master's Men	50.00
<u>Individual</u>	<u>120.00</u>
<b>Polk Bayou Total</b>	<b>44,986.86</b>
<b>SALINE</b>	
Saline District	8,417.53
Crossett, First	3,731.65
Fordyce, First	780.00
Harmony	3,268.13
Hillview, LA	100.00
Macedonia	863.18
Oak Grove	408.00
Pine Hill	480.00
Pleasant Valley	971.39
Rose Hill	5,236.79
Spring Hill	500.00
Star City, First	19,137.89
Trinity, Hamburg	8,194.02
Warren, First	2,087.25
Willoughby	145.00
Yorktown	1,827.92
<u>Individuals</u>	<u>480.00</u>
<b>Saline Total</b>	<b>56,628.75</b>
<b>SOCIAL BAND</b>	
Social Band District	3,600.00
Arbor Grove	1,165.25
Coffman	727.00
Cornerstone	1,406.55
Corning	613.00
Faith	9,610.00
Grandview	968.00
Harmony	1,538.25
Jonesboro, First	3,673.31
Northside	1,555.00
O'Kean	220.00
Old Reyno	4,018.91
Paragould, First	900.00
Pocahontas, First	7,456.12
Sharum	1,000.00
Sutton	8,388.32
United, Walnut Ridge	1,466.10
<u>Walnut Ridge, First</u>	<u>3,054.00</u>
<b>Social Band Total</b>	<b>51,359.81</b>
<b>SOUTHEAST</b>	
Southeast District	558.83
<u>Grace</u>	<u>1,200.00</u>
<b>Southeast Total</b>	<b>1,758.83</b>
<b>UNITY</b>	
Bethlehem	1,290.51
Cavanaugh	14,829.63
Charleston, First	4,669.11
Greenwood, First	4,660.43
Oliver Springs	2,273.71
Ozark	1,681.67
Southside	1,650.00
Vista	2,226.20
<u>Individuals</u>	<u>360.00</u>
<b>Unity Total</b>	<b>33,641.26</b>
<b>ZION HOPE</b>	
Catcher	1,220.29
Chester	600.00
Cornerstone, Charleston	262.00
Cottonwood	36.12
88 FWB	150.00
Fort Smith, First	313.05
Independence	959.50
Kenner Chapel	380.25
Locke	1,200.00
Mulberry, First	989.51
<u>Riverdale</u>	<u>751.01</u>
<b>Zion Hope Total</b>	<b>6,861.73</b>
<b>Association Totals</b>	<b>434,391.70</b>
<b>ARKANSAS WOMEN ACTIVE FOR CHRIST</b>	
<b>ANTIOCH</b>	
Mt. Home, Lamar	7.40
Mt. Vernon	451.00
New Life	285.00
Ola	240.00
Slaty Crossing	237.00
<u>Smith Springs</u>	<u>449.50</u>
<b>Antioch Total</b>	<b>1,699.90</b>
<b>CENTRAL</b>	
Capitol City	50.00
First, Conway	240.93
Hot Springs	225.00

Jacksonville	275.00
N Little Rock, First	563.62
Malvern	7.89
Oak Park	600.00
<u>Russellville, First</u>	<u>440.00</u>
<b>Central Total</b>	<b>2,402.44</b>
<b>FELLOWSHIP</b>	
Fellowship District	49.55
Harmony	275.00
Oak Grove	90.00
Union Grove	800.00
Union Grove Actionettes	550.00
Welcome Home	173.00
<u>Woodlawn</u>	<u>282.00</u>
<b>Fellowship Total</b>	<b>2,219.55</b>
<b>HARMONY</b>	
Plainview	100.00
<u>Ranger</u>	<u>100.00</u>
<b>Harmony Total</b>	<b>200.00</b>
<b>LITTLE MO RIVER</b>	
Daisy	200.00
<u>Glenwood</u>	<u>180.00</u>
<b>Little MO River Total</b>	<b>380.00</b>
<b>NEW HOPE</b>	
Center Point	140.00
<u>South Heights</u>	<u>160.00</u>
<b>New Hope Total</b>	<b>300.00</b>
<b>OLD MT. ZION</b>	
Old Mt. Zion	122.58
New Sulphur	300.00
Rogers	338.00
<u>Victory</u>	<u>180.96</u>
<b>Old Mt. Zion Total</b>	<b>941.54</b>
<b>POLK BAYOU</b>	
Polk Bayou District	300.00
Allen Chapel	2,100.00
Ballew's Chapel	330.00
Batesville, First	180.00
Blackland Chapel	400.00
Cave City	300.00
Grace	260.00
Mt. Harmony	243.65
Newport, First	180.00
Tuckerman, First	150.00
<u>Weaver's Chapel</u>	<u>110.00</u>
<b>Polk Bayou Total</b>	<b>4,553.65</b>
<b>SALINE</b>	
Saline District	125.70
Crossett	720.00
Pleasant Valley	21.53
<u>Warren, First</u>	<u>1,103.14</u>
<b>Saline Total</b>	<b>1,970.37</b>
<b>SOCIAL BAND</b>	
Jonesboro, First	240.00
Pocahontas, First	225.00
Sutton	660.00
<u>Walnut Ridge, First</u>	<u>110.00</u>
<b>Social Band Total</b>	<b>1,235.00</b>
<b>UNITY</b>	
Unity District	64.66
Central	46.80
Charleston, First	482.92
Greenwood, First	19.00
Oliver Springs	550.00
Ozark	100.00
<u>Riverview</u>	<u>1,229.14</u>
<b>Unity Total</b>	<b>2,492.52</b>
<b>ZION HOPE</b>	
Centerpoint	50.00
Cornerstone	50.00
Fort Smith, First	40.00
Kenner Chapel	363.00
Mulberry, First	250.00
<u>Riverdale</u>	<u>30.00</u>
<b>Zion Hope Total</b>	<b>783.00</b>
<b>Total ARWAC</b>	<b>19,177.97</b>
<b>OTHER</b>	
Individuals	1,299.00
AR Master's Men	500.00
Green Bay, WI	500.00
Green Forest United Baptist	1,100.00
Harrison United Baptist	824.56
Lafferty Community	289.00
Legacy of Praise Quartet	373.75
<u>Worship Center, Cabot</u>	<u>225.26</u>
<b>Other Total</b>	<b>5,111.57</b>
<b>Grand Total</b>	<b>458,681.24</b>



2003 ARKANSAS FREE WILL BAPTISTS ASSOCIATION RECEIPTS									
ASSOCIATION	COOP	A.C.T.S. I:8	St. Mission	N.H.M.	F.M	FWBBC	HILLS.	MISC.	TOTALS
ANTIOCH	3,520.30	12,560.89			150.00			5,145.00	21,376.19
<i>Antioch Auxiliary</i>		1,699.90							1,699.90
ARKANSAS		5,462.54			600.00			1,910.00	7,972.54
CENTRAL	92,053.47	107,854.07	2,591.74	8,694.93	21,720.36	16,383.32	2,514.98	15,606.79	267,419.66
<i>Central Auxiliary</i>		2,402.44			200.00			100.00	2,702.44
FELLOWSHIP	32,947.00	23,188.00	343.50	4,616.50	550.00	-		4,690.00	66,335.00
<i>Fellowship Auxiliary</i>		2,219.55		15.00					2,234.55
HARMONY	4,386.06	12,453.02	374.00	1,054.00	2,175.00	-	1,222.00	1,814.00	23,478.08
<i>Harmony Auxiliary</i>		200.00						50.00	250.00
L MO RIVER	18,995.13	21,190.17	2,390.45	2,292.70	1,709.00	3,312.89	631.25	2,221.85	52,743.44
<i>L MO River Auxiliary</i>		380.00							380.00
NEW HOPE	30,121.19	25,341.51	4,251.25	5,473.55	824.00	600.00	3,260.66	3,945.25	73,817.41
<i>New Hope Auxiliary</i>		300.00						100.00	400.00
NORTHWEST	4,148.80	9,008.09		2,575.00			55.00	1,665.00	17,451.89
OLD MT. ZION	34,008.13	22,096.17	2,237.16	8,715.79	275.00			8,581.64	75,913.89
<i>Old Mt. Zion Auxiliary</i>		941.54							941.54
POLK BAYOU	61,310.55	44,986.86	1,086.56	5,959.33	6,872.71	1,600.00		5,348.65	127,164.66
<i>Polk Bayou Auxiliary</i>		4,553.65							4,553.65
SALINE	48,199.27	56,628.75	3,032.42	6,145.27			1,984.10	5,268.71	121,258.52
<i>Saline Auxiliary</i>		1,970.37							1,970.37
SOCIAL BAND	67,218.73	51,359.81	1,967.92	12,335.40	963.30	1,157.50	1,593.51	6,035.00	142,631.17
<i>Social Band Auxiliary</i>		1,235.00						100.00	1,335.00
SOUTHEAST	1,117.63	1,758.83		558.83				1,095.00	4,530.29
UNITY	135,006.24	33,641.26	915.00	6,237.56	6,346.95		30,308.00	6,550.00	219,005.01
<i>Unity Auxiliary</i>		2,492.52							2,492.52
ZION HOPE	9,065.91	6,861.73		180.00				2,180.00	18,287.64
<i>Zion Hope Auxiliary</i>		783.00	150.00						933.00
OTHER	1,838.13	5,111.57	10,618.89	1,096.11	561.11			1,853.34	21,079.15
<i>State WAC</i>			1,854.21					1,325.00	3,179.21
<i>Total Woman's Auxiliary</i>		19,177.97	2,004.21	15.00	200.00	-	-	1,675.00	23,072.18
GRAND TOTALS	543,936.54	458,681.24	31,813.10	65,949.97	42,947.43	23,053.71	41,569.50	75,585.23	1,283,536.72

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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 statements of financial position of Arkansas State Association of Free Will Baptists, Inc. (a nonprofit Corporation) as of December 31, 2003 and 2002, and the related statements of activities, and 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 offices at Conway, 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 Association of Free Will Baptists, Inc. as of December 31, 2003 and 2002 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  
June 11, 2004

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



ARKANSAS STATE ASSOCIATION OF  
FREE WILL BAPTISTS, INC.  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2003 AND 2002

ASSETS

ASSETS:	<u>2003</u>	<u>2002</u>
Cash	\$ 140,679	\$ 125,676
Accounts Receivable	2,491	364
Inventory	2,422	1,413
Property, Plant & Equipment		
Less Accumulated Depreciation	<u>392,212</u>	<u>392,544</u>
 Total Assets	 <u>\$ 537,804</u>	 <u>\$ 519,997</u>

LIABILITIES AND NET ASSETS

LIABILITIES:		
Accounts Payable	\$ 8,422	\$ 2,981
Designated Contributions Payable	117,945	99,050
Sales Tax Payable	185	71
Payroll Taxes Payable	1,451	1,401
Notes Payable	<u>17,473</u>	<u>21,674</u>
 Total Liabilities	 145,476	 125,177
 NET ASSETS:		
Unrestricted	388,413	393,445
Permanently Restricted	<u>3,915</u>	<u>1,375</u>
 Total Net Assets	 <u>392,328</u>	 <u>394,820</u>
 Total Liabilities and Net Assets	 <u>\$ 537,804</u>	 <u>\$ 519,997</u>

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

**ARKANSAS STATE ASSOCIATION OF  
FREE WILL BAPTISTS, INC.  
STATEMENTS OF ACTIVITIES  
FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002**

	2003			2002	
	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL	TOTAL
<b>REVENUE:</b>					
Designated contributions-					
National Home Missions	\$	\$	\$ 65,950	\$ 65,950	\$ 57,149
Designated contributions-					
Foreign Missions			42,947	42,947	45,346
Designated contributions-					
Acts 1:8			458,681	458,681	456,067
Designated contributions-					
Free Will Baptist Bible College			23,054	23,054	26,519
Designated contributions-					
Hillsdale			41,570	41,570	28,222
Designated contributions-Other			28,407	28,407	28,661
Cooperative Contributions	543,937			543,937	524,057
Sunday school literature sales	231,812			231,812	231,528
Vision sales and advertising	10,979			10,979	8,504
FWB History books sales	0			0	1,574
National Association fees	20,150			20,150	10,550
State convention fees	6,175			6,175	6,240
Rental income	9,175			9,175	7,700
Interest income	5,530			5,530	1,773
State Cooperative income			156,811	156,811	168,604
Other income	38,920		13,595	52,515	31,769
Net Assets released from restrictions:					
Restrictions satisfied by payments	828,475		(828,475)	0	0
<b>Total Revenue</b>	<b>1,695,153</b>	<b>0</b>	<b>2,540</b>	<b>1,697,693</b>	<b>1,634,263</b>
<b>EXPENSES:</b>					
Designated contributions	660,609			660,609	641,964
Cooperative contributions	543,937			543,937	524,057
Cost of sales - S. S. literature	161,332			161,332	160,793
Cost of sales - FWB history books	0			0	1,670
State convention expense	6,668			6,668	6,108
Interest expense	1,285			1,285	707
Property taxes	0			0	1,704
Payroll taxes	7,200			7,200	7,514
Health insurance & retirement	11,108			11,108	15,792
Property insurance	2,492			2,492	2,044
Gifts to Retiring Executive Director	0			0	10,769
Website cost	1,025			1,025	0

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

ARKANSAS STATE ASSOCIATION OF  
FREE WILL BAPTISTS, INC.  
**STATEMENTS OF ACTIVITIES - (CONTINUED)**  
FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002

	2003			2002	
	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL	TOTAL
<b>EXPENSES: (CONTINUED)</b>					
Workman's comp insurance	\$ 562	\$	\$	\$ 562	\$ 460
Utilities	3,684			3,684	3,660
Janitor	1,150			1,150	1,342
Supplies	5,128			5,128	4,599
Miscellaneous	11,367			11,367	23,022
Salary, housing, retirement					
insurance & social security	55,740			55,740	68,622
Board mileage & meals	11,436			11,436	11,955
Auto & travel expenses	7,588			7,588	6,651
Repairs & maintenance	3,992			3,992	2,853
Telephone	3,476			3,476	3,192
Postage & printing	34,722			34,722	31,288
Computer expense	2,400			2,400	2,430
Secretary salaries	62,725			62,725	58,854
Stockroom expense	2,022			2,022	1,620
Professional fees	3,200			3,200	3,150
Retreat & conference expense	25,850			25,850	19,774
National Association fees	21,300			21,300	10,750
Directors transition expense	0			0	21,872
Acts 1:8 field rep. Expenses	0			0	885
Ministers benevolence expenses	11,055			11,055	3,075
Oasis salaries	23,669			23,669	29,273
Oasis ministry expenses	4,016			4,016	2,914
Depreciation	9,447			9,447	11,169
<b>Total Expenses</b>	<b>1,700,185</b>	<b>0</b>	<b>0</b>	<b>1,700,185</b>	<b>1,696,532</b>
<b>Increase (Decrease) In Net Assets</b>	<b>(5,032)</b>	<b>0</b>	<b>2,540</b>	<b>(2,492)</b>	<b>(62,269)</b>
<b>Net Assets - Beginning of Year</b>	<b>393,445</b>	<b>0</b>	<b>1,375</b>	<b>394,820</b>	<b>457,089</b>
<b>Net Assets - End of Year</b>	<b>\$ 388,413</b>	<b>\$ 0</b>	<b>\$ 3,915</b>	<b>\$ 392,328</b>	<b>\$ 394,820</b>

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

ARKANSAS STATE ASSOCIATION OF  
FREE WILL BAPTISTS, INC.  
**STATEMENTS OF CASH FLOWS**  
FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002

CASH FLOWS FROM OPERATING ACTIVITIES:	<u>2003</u>	<u>2002</u>
Increase <Decrease> in net assets	\$ <2,492>	\$ <62,269>
Adjustments to reconcile net revenues over expenditures to net cash provided by operating activities:		
Non-cash gift to Executive Director	0	5,769
Depreciation	9,447	11,169
<Increase> decrease in:		
Accounts receivable	<2,127>	1,224
Inventory	<1,009>	1,649
Increase <decrease> in:		
Accounts payable	5,441	<2,100>
Payroll taxes payable	50	65
Sales tax payable	114	8
Designated contributions payable	<u>18,895</u>	<u>&lt;74&gt;</u>
Net Cash Provided by Operating Activities	28,319	<44,559>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property & equipment	<u>&lt;9115&gt;</u>	<u>&lt;26,774&gt;</u>
Net Cash Used by Investing Activities	<9115>	<26,774>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from debt	0	23,350
Repayment of debt	<u>&lt;4,201&gt;</u>	<u>&lt;7,790&gt;</u>
Net Cash Provided by Financing Activities	<u>&lt;4,201&gt;</u>	<u>15,560</u>
Net Increase <Decrease> in Cash	15,003	<55,773>
Cash at Beginning of Year	<u>125,676</u>	<u>181,449</u>
Cash at End of Year	<u>\$ 140,679</u>	<u>\$ 125,676</u>
SUPPLEMENTAL DISCLOSURES:		
Cash Paid During the Year for Interest	<u>\$ 1,285</u>	<u>\$ 707</u>

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

ARKANSAS STATE ASSOCIATION OF  
FREE WILL BAPTISTS, INC.  
**NOTES TO THE FINANCIAL STATEMENTS**  
DECEMBER 31, 2003 AND 2002

**NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Arkansas State Association of Free Will Baptists, Inc. is a nonprofit corporation organized to provide central leadership and representation for Free Will Baptists of Arkansas and to handle certain receipts and disbursements of Free Will Baptist Churches. The corporation's support comes primarily from COOP receipts and Sunday School literature sales.

The Corporation is exempt from federal income tax under section 501 (c)(3) of the Internal Revenue Code.

The following significant accounting policies have been followed in the preparation of the financial statements:

**Basis of Accounting**

The Corporation prepares its financial statements using the accrual basis of accounting, which involves the application of generally accepted accounting principles; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

**Basis of Presentation**

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets; unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

**Contributions**

The Corporation accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in SFAS No. 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions.

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. The Corporation has no temporarily restricted net assets.



ARKANSAS STATE ASSOCIATION OF  
FREE WILL BAPTISTS, INC.  
**NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)**  
DECEMBER 31, 2003 AND 2002

Property and Equipment and Depreciation

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	5 years
Office furniture & equipment	5 years
Building improvements	10 - 25 years

Cash Equivalents

The Corporation considers all highly liquid investments with a maturity of nine months or less when purchased to be cash equivalents.

Inventory

Inventory is stated at the lower of cost (first in, first out method) or market.

NOTE 2 - PROPERTY & EQUIPMENT

A summary of property is as follows:

	<u>2003</u>	<u>2002</u>
Auto	\$ 23,314	\$ 23,314
Office Furniture & Equipment	49,132	40,017
Building Improvements	<u>24,322</u>	<u>24,322</u>
	96,768	87,653
Less Accumulated Depreciation	<u>59,556</u>	<u>50,109</u>
	37,212	37,544
Land and Building	<u>355,000</u>	<u>355,000</u>
Total Property and Equipment	<u>\$ 392,212</u>	<u>\$ 392,544</u>

ARKANSAS STATE ASSOCIATION OF  
FREE WILL BAPTISTS, INC.  
**NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)**  
DECEMBER 31, 2003 AND 2002

**NOTE 3 - 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, 2003 and 2002 was as follows:

	<u>2003</u>		<u>2002</u>	
	<u>PLAN A</u>	<u>PLAN B</u>	<u>PLAN A</u>	<u>PLAN B</u>
State General Fund	18.5%	18.5%	19%	19%
State CTS Board	17.5%	17.5%	17.5%	17.5%
State Missions Board	17%	17%	17%	17%
Christian Education Board	3%	3%	3%	3%
THE VISION	2%	2%	2%	2%
National Association	37.5%	30.5%	37.5%	32.5%
ACTS 1:8 Task Force	2%	2%	2%	2%
OASIS *	2.5%	2.5%	1.5%	2%
Hillsdale	0%	7%	0%	5%
TOTAL	100%	100%	100%	100%

\*As of October 1, 2003, distributions were paid to contingency fund.

**NOTE 4 - 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 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 2003 and 2002 are \$ 8,490 and \$ 1,314. Distributions from the fund were \$ 3,500 in 2002. This amount is included in Cash and Cash Equivalents on the Statement of Financial Position.

**NOTE 6 - RESTRICTIONS ON NET ASSETS**

Permanently restricted net assets are available for the following purposes:

	<u>2003</u>	<u>2002</u>
Ministers Benevolent Fund	<u>\$ 3,915</u>	<u>\$ 1,375</u>
	<u>\$ 3,915</u>	<u>\$ 1,375</u>

These net assets are restricted due to donor restrictions.

ARKANSAS STATE ASSOCIATION OF  
FREE WILL BAPTISTS, INC.  
**NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)**  
DECEMBER 31, 2003 AND 2002

NOTE 7 - NOTES PAYABLE

	<u>2003</u>	<u>2002</u>
Note payable – Simmons First Bank, Conway, Arkansas, requires monthly installments of \$ 457, Including principal and interest at an annual Percentage rate of 6.5%. Note is secured by vehicle.	<u>\$ 17,473</u>	<u>\$ 21,674</u>
Total Debt	<u>\$ 17,473</u>	<u>\$ 21,674</u>

The aggregate maturities of these notes are as follows:

2004	\$ 4,482
2005	4,782
2006	5,102
2007	3,107

NOTE 8 - CONCENTRATION OF CREDIT RISK

The Board has an accounting risk of loss in the area of cash and cash equivalents to the extent cash funds are not insured by a governmental agency. The amount of accounting risk of loss on December 31, 2003 is \$ 90,884.

NOTE 9 – CONTINGENT LIABILITIES

The Executive Board of The Arkansas State Association of Free Will Baptists, Inc. has signed the notes for Arkansas State Home Mission Board of the Arkansas State Association of Free Will Baptists, Inc., Camp Beaverfork, Arkansas Free Will Baptists Youth Camp, Inc. and Christian Supply Store, Inc. and the long term lease agreement for Christian Supply Store, Inc. If these entities are unable to cover there obligations, the Arkansas State Association of Free Will Baptists, Inc. will be liable for those obligations.

**2005 General Fund Budget****Receipts:**

	2005
Cooperative Plan (18.5% of \$543,350)	100,520.00
Fund Transfers	67,967.00
Secretarial Transfers	6,600.00
Total Receipts:	175,087.00

**Disbursements:**

Director's Salary,	33,200.00
Director's Housing	12,600.00
Director's Insurance	4,400.00
Director's Retirement	1,200.00
Director's Social Security	6,300.00
Travel & Auto	5,000.00
Vehicle Payment	5,500.00
Auto Insurance	1,100.00
National	1,500.00
Board Milage & Meals	3,000.00
Phone	2,500.00
Postage	400.00
Dinners	1,000.00
All Boards Mtg. Expenses	600.00
Postage Meter Rental	165.00
Office Supplies & Printing	1,000.00
Web Site & Internet	1,100.00
Audit	2,500.00
Computer & Peripherals	500.00
Copier	2,690.00
Contingency	14,782.00
Staff Salaries	50,320.00
Staff Insurance	10,000.00
Staff Retirement	1,930.00
Stockroom Salaries	1,500.00
Payroll Taxes	8,000.00
Workman's Comp	300.00
Misc.	2,000.00
Total Disbursements:	175,087.00

**2005 Contingency Fund Budget****Receipts:**

Interest On Checking Accounts	1,500.00
-------------------------------	----------

**Total Receipts:**

1,500.00



## 2005 Operational Fund Budget

### Receipts:

Rental Income	15,600.00
Rental Utilities	1,600.00
Total Receipts:	17,200.00

### Disbursements:

Utilities	5,500.00
Pest & Dust Control	500.00
Janitor & Yard	1,500.00
Property Insurance	2,500.00
Property Taxes	800.00
Supplies	200.00
Repairs & Maintenance	2,000.00
Audit	1,000.00
Miscellaneous	500.00
Computer/Office Equipment	500.00
Improvements	1,000.00
Total Disbursements:	16,000.00
Transfer	\$ 1,200.00

## 2005 Sunday School Budget

### Receipts:

Sale of Literature	257,000.00
Total Receipts:	257,000.00

### Disbursements:

Literature for Resale	161,000.00
Postage/UPS	8,250.00
Incoming Freight	1,750.00
Sales Tax	16,700.00
Supplies	500.00
Phone	1,100.00
Audit	500.00
Misc.	1,000.00
Total Disbursements:	190,800.00
<b>Transfer</b>	<b>66,200.00</b>

## 2005 VISION Budget

### Receipts:

Coop Receipts (2%)	10,867.00
Subscriptions	10,800.00
Advertisements	100.00
Total Receipts:	21,767.00

### Disbursements:

Printing	10,500.00
Postage	7,000.00
Supplies	200.00
Computer Fund	700.00
Audit	600.00
Secretarial	1,200.00
Misc.	1,000.00
Total Disbursements:	21,200.00
<b>Transfer</b>	<b>567.00</b>

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*Russellville, AR 72811*  
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## 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, 2003 and 2002, 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, 2003 and 2002 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 C.P.A., P.A.*

Russellville, Arkansas

June 3, 2004

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

CHRISTIAN SUPPLY STORE, INC.  
**BALANCE SHEETS**  
DECEMBER 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash on hand	\$ 200	\$ 200
Cash in bank	7,088	9,772
Cash-contingency fund	682	676
Accounts receivable	18,157	11,104
Inventory	<u>233,373</u>	<u>206,893</u>
Total Current Assets	259,500	228,645
<b>FIXED ASSETS:</b>		
Auto	14,159	14,159
Equipment	55,305	55,305
Leasehold Improvements	5,235	5,235
Less: Accumulated Depreciation	<u>&lt;67,737&gt;</u>	<u>&lt;64,484&gt;</u>
Total Fixed Assets	<u>6,962</u>	<u>10,215</u>
<b>TOTAL ASSETS</b>	<b>\$ <u>266,462</u></b>	<b>\$ <u>238,860</u></b>

**LIABILITIES AND FUND BALANCES**

<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 81,611	\$ 80,320
Notes payable	20,124	26,124
Payroll taxes payable	1,351	1,990
Sales tax payable	<u>6,603</u>	<u>5,833</u>
Total Current Liabilities	109,689	114,267
Total Liabilities	109,689	114,267
<b>FUND BALANCES:</b>		
Fund balance, Beginning	124,593	161,753
Current year profit <loss>	<u>32,180</u>	<u>&lt;37,160&gt;</u>
Fund balance, Ending	<u>156,773</u>	<u>124,593</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ <u>266,462</u></b>	<b>\$ <u>238,860</u></b>

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

**CHRISTIAN SUPPLY STORE, INC.**  
**STATEMENTS OF REVENUE AND EXPENSES**  
**FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002**

	<u>2003</u>	<u>2002</u>
<b>REVENUE:</b>		
Sales	\$ 674,883	\$ 654,640
<b>COST OF SALES:</b>		
Merchandise purchases	393,379	402,231
Freight	6,067	5,494
Sales tax	45,514	44,273
Supplies	8,733	9,393
Commissions	<u>1,805</u>	<u>1,484</u>
Total cost of sales	455,498	462,875
<b>GROSS PROFIT</b>	219,385	191,765
<b>OPERATING EXPENSES:</b>		
Advertising	8,059	13,904
Auto expense	395	380
Insurance	16,801	21,185
Bank charges & credit card fees	3,404	3,465
Miscellaneous	2,194	2,173
Postage	4,694	5,570
Rent	52,800	49,200
Payroll taxes	5,520	7,564
Telephone	3,511	3,133
Travel	330	471
Salaries-other	44,971	70,901
Manager-salary & housing	25,368	28,998
Manager-insurance & retirement	1,367	2,577
Professional fees	4,000	3,900
Property tax	2,031	2,205
Returned checks	48	<218>
Utilities	7,010	7,250
Depreciation	<u>3,253</u>	<u>4,408</u>
Total operating expenses	185,756	<u>227,066</u>
<b>NET OPERATING PROFIT &lt;LOSS&gt;</b>	33,629	<35,301>

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



CHRISTIAN SUPPLY STORE, INC.  
**STATEMENTS OF REVENUE AND EXPENSES-(CONTINUED)**  
 FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
NET OPERATING PROFIT <LOSS>	\$ 33,629	\$ <35,301>
OTHER REVENUE AND EXPENSES		
Interest income	117	139
Interest expense	<u>&lt;1,566&gt;</u>	<u>&lt;1,998&gt;</u>
NET PROFIT <LOSS>	\$ <u>32,180</u>	\$ <u>&lt;37,160&gt;</u>

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

CHRISTIAN SUPPLY STORE, INC.  
**STATEMENTS OF CASH FLOWS**  
 FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
<b>CASH FROM OPERATING ACTIVITIES:</b>		
Excess of revenues over expenses	\$ 32,180	\$ <37,160>
Adjustments to reconcile excess to net cash provided by operating activities:		
Depreciation	3,253	4,408
(Increase)decrease in accounts receivable	<7,053>	4,495
(Increase)decrease in inventory	<26,480>	23,018
Increase(decrease) in accounts payable	1,291	<20,533>
Increase(decrease) in payroll taxes payable	<639>	<660>
Increase(decrease) in sales tax payable	<u>770</u>	<u>&lt;820&gt;</u>
Net cash provided by operating activities	3,322	<27,252>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of fixed assets	<u>0</u>	<u>0</u>
Net cash used in investing activities	0	0
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from debt	0	40,000
Repayment of debt	<u>&lt;6,000&gt;</u>	<u>&lt;13,876&gt;</u>
Net cash used in financing activities	<6,000>	26,124
Net Increase (Decrease) in Cash	<2,678>	<1,128>
Cash at Beginning of Year	<u>10,648</u>	<u>11,776</u>
Cash at End of Year	\$ <u>7,970</u>	\$ <u>10,648</u>

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

CHRISTIAN SUPPLY STORE, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2003 AND 2002

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION

The Christian Supply Store, Inc., is a nonprofit corporation in Conway, Arkansas, organized to provide Christian material for Arkansas Free Will Baptists. The Corporation also services many other denominations and organizations within Arkansas and other surrounding states. The inventory consists primarily of bibles, music, literature, clothing, reference and training materials as well as cards and gift items.

METHOD OF ACCOUNTING

The financial statements of the Corporation have been prepared on the accrual basis of accounting, where 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, 2003 and 2002 are \$ 3,253 and \$ 4,408, 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 Corporation considers all investment instruments purchased with a maturity of three months or less to be cash equivalents. Cash available per operating accounts are \$ 7,288 and cash in the contingency fund is \$ 682.

Cash paid for interest is as follows:

2003	\$ 1,566
2002	\$ 1,998

INCOME TAXES

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

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

CHRISTIAN SUPPLY STORE, INC.  
**NOTES TO FINANCIAL STATEMENTS-(CONTINUED)**  
 DECEMBER 31, 2003 AND 2002

**NOTE 2 - CONTINGENCY FUND**

The Corporation 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>2003</u>	<u>2002</u>
Beginning Balance	\$ 676	\$ 668
Contributions	0	0
Disbursements	0	0
Interest earnings	<u>6</u>	<u>8</u>
Ending Balance	\$ <u>682</u>	\$ <u>676</u>

**NOTE 3 - NOTES PAYABLE**

Notes payable – Simmons First Bank, Conway, Arkansas.	<u>2003</u>	<u>2002</u>
A one year note due January 25, 2004, including interest at an annual percentage rate of 7%. The note is secured by all furniture, fixtures, equipment, inventory and accounts receivable.		
	\$ <u>20,124</u>	\$ <u>26,124</u>
Total Notes Payable	\$ <u>20,124</u>	\$ <u>26,124</u>

**NOTE 4 – LONG-TERM LEASE**

Christian Supply Store, Inc. entered into a long-term lease in September 1997. Scheduled minimum lease payments for the 4 subsequent years are as follows:

2004	\$52,800
2005	\$52,800
2006	\$52,800
2007	\$35,200



CHRISTIAN SUPPLY STORE, INC.  
**NOTES TO FINANCIAL STATEMENTS-(CONTINUED)**  
 DECEMBER 31, 2003 AND 2002

**NOTE 5 - CONCENTRATION OF CREDIT RISK**

The Corporation maintains cash deposits at a financial institution located in the United States. Accounts at the institution are insured by the Federal Deposit Insurance Corporation up to \$ 100,000. At December 31, 2003 all of the Corporation's deposits were insured.

**2005 Christian Supply Store Budget**

Revenue:		
	Sales	670,000
Cost of Sales:		
	Merchandise Purchases	395,000
	Freight	6,100
	Sales Tax	45,500
	Supplies	8,700
	Commissions	1,800
Total Cost of Sales:		457,100
Gross Profit		212,900
Operating Expense:		
	Advertising	4,000
	Auto Expense	0
	Insurance	0
	Bank & Credit Card Fees	3,400
	Miscellaneous	2,100
	Postage	5,500
	Rent	52,800
	Payroll taxes	10,000
	Workman's Comp	2,200
	Telephone	3,500
	Travel	2,500
	Salaried (Other)	50,000
	Manger Salary/Housing	35,000
	Manager Ins/Ret.	8,000
	Professional fees	4,000
	Property Tax	2,100
	Returned Checks	100
	Utilities	7,000
	Depreciation	3,300
Total Operating Expenses:		195,500
Net Profit <loss>		17,400

## **State Youth Board**

### **January 28, 2003**

Members Present - Tim Landers, Mark Stripling, Johnny Miller, Lynn Crawford, Pat Baze  
- Director

The financial reports were read by the director, motion was made seconded and carried to accept reports.

A motion was made and seconded to secure a maintenance employee at the camp. Motion carried.

A motion was made seconded and carried to use designated \$1296.00 to purchase new doors for the cabins.

A motion was made and seconded to purchase four new window HV AC units for cabins. Motion carried.

The theme for the upcoming camp was discussed and it was agreed that the theme for 2003 camp will be Catch the Vision - Acts 26: 18, Daily themes will be:

Personal Vision - Will Harmon

Leadership Vision - Tim Campbell

Total Vision - Doug Little

The mission emphasis will be presented by Matthew Turnbow during teen week and Jim Fairchild for Junior week.

The deadline for CTS registration was agreed to be set for April 14.

The Don Guthrie Scholarship will be awarded in the fall of 2003 to 1 boy and 1 girl attending a FWB college at an amount of \$500. Criteria for awarding the scholarship will be available at the Spring Retreat.

### **July 10, 2003**

Members Present: Patrick Baze (Director), Johnny Miller, Leo Martin, Mark Stripling, Tim Landers, Lynn Crawford, and Tim Campbell.

The board voted to accept the auditors report from Ricky Taylor and to accept the statement of assets and liabilities.

A motion was passed to refinance the improvement loan and include the cost of new camp truck (up to \$6500) in the loan.

The proposed 2004 budget was adopted to be presented to the State Association.

### **August 21, 2003**

The minutes of the previous meeting and the financial report were read and accepted.

Officers were elected for the coming year. They are Chairman – Johnny Miller, Vice-Chairman - Leo Martin, Secretary - Lynn Crawford.

Pat Baze informed the board that a camp truck had been purchased for \$4,500.00.

Camp ground improvements and the possibility for future expansion was discussed by the board. The Chairman appointed an expansion committee consisting of Mark Stripling, Tim Landers and Patrick Baze.

The details for the Fall Retreats were discussed and set.

Kids Retreat: Evangelists - Mike Stahl and John Lafave, "Kids at Heart Ministries" - October 3-4, 2003

Teen Retreat: Evangelist - Jim Fairchild November 14-15, 2003

The spring retreats were set.

Kids Retreat: Andy Holmes and Gerbert or Tommy Tombs and Little Tommy Date 5-6 March or April 23-24

Teen Retreat: Call Michael Boggs of FFH Date: possible March 26-27 or April 2-3

A limit of \$1,500.00 was set for the Evangelists at the retreats.

Some of the details for summer camp were set for the 2004 years.

Teen Camp - June 6-10 - Evangelist- Michael Waddell

Music - Bible College Students

Junior Camp-June 13-17

Evangelist - Donald Meyers or Ti Barnhill

Kids Camp - June 20-24

Evangelist - Mike and John, "Kids at Heart Ministries"

A motion made and passed to pay \$500.00 for fall Retreat and to pay \$1,500.00 for Spring Retreat.

A motion made and passed to pay the evangelists \$500.00 for Teen and Junior Camp and pay the musicians \$250.00.

A motion made and passed to pay \$1000.00 for Kids Camp (\$700.00 to Evangelist and \$300.00 to Musician).

A motion made and passed to increase Spring Retreat fee to \$20.00 per camper.

A motion made and passed to increase Summer Camp fees from \$50.00 to \$55.00 on Teen and Junior High Camps and \$45.00 to \$50.00 per camper on Kids Camp.

### **January 26-27, 2004**

Details were finalized for summer camps and 2004 retreats.

### **July 12, 2004**

Members present were Tim Landers, Leo Martin, John Miller, Mark Stripling, Ken Brown, Lynn Crawford and director Pat Baze.

The auditor's report was presented by Ricky Taylor. Motion was made seconded and passed to accept the report.

The board welcomed the new board member Ken Brown from First Free Will Baptist Church in Greenwood.

The financial report was presented and accepted by the board.

The board reviewed this year's camp and discussed improvements for promotion of the camp next year.

The need to secure certified lifeguards was discussed. Ken Brown said that he would be certified and Mark Stripling stated that he had some young people in his church that are already certified.

The proposed 2005 budget set to be presented to the state association.

Respectfully Submitted:

Chairman: Johnny Miller

Vice Chairman: Leo Martin

Secretary: Lynn Crawford

Tim Landers

Mark Stripling

Ken Brown

## 2005 State Youth Board Budget

### Receipts

Cooperative Plan (17.5% of 543,350)	95,086.25
Camp Registration and Concession	50,000.00
Camp Rentals	52,000.00
Interest Income	400.00
CTS Rally	5,000.00
Gifts and Contributions	3,513.75
Total Receipts	206,000.00

### Disbursements

Director's Salary	36,383.00
Maintenance Caretaker Salary	15,000.00
Clerical Salary	4,000.00
Auto Payment	3,600.00
Director Home Equity	900.00
Car Expense	3,000.00
Utilities - Camp and Director	27,000.00
Camp Insurance	13,000.00
Director Insurance	8,000.00
Payroll Taxes	6,000.00
Postage	400.00
Professional Fees	2,200.00
CTS Rally	5,000.00
Conventions	2,000.00
Miscellaneous	417.00
Camp Literature	100.00
Pool Maintenance	2,000.00
Food Service	25,000.00
Food Service Labor	2,500.00
Camp Equipment Operations	2,000.00
Repairs	12,000.00
Supplies	4,000.00
Camp Labor	4,000.00
Guest Speakers	5,000.00
Board Mileage and Meals	2,500.00
Loan Payment	12,000.00
Printing	1,500.00
Camp Security	1,000.00
Camp Games and Recreation	3,000.00
T-shirts	2,500.00
Total Disbursements	206,000.00



***Ricky J. Taylor C.P.A., P.A.***  
*Certified Public Accountant*  
*P. O. Box 2851*  
*Russellville, AR 72811*  
*(479) 967-4439*

## INDEPENDENT AUDITOR'S REPORT

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

I have audited the accompanying balance sheets of Camp Beaverfork, Arkansas Free Will Baptists Youth Camp, Inc. (a nonprofit corporation) as of December 31, 2003 and 2002, 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 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 Baptists Youth Camp, Inc. as of December 31, 2003 and 2002, 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 C.P.A., P.A.*

Russellville, Arkansas  
July 6, 2004

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

CAMP BEAVERFORK, ARKANSAS FREE WILL  
BAPTISTS YOUTH CAMP, INC.  
**BALANCE SHEETS**  
DECEMBER 31, 2003 AND 2002

	ASSETS	
	<u>2003</u>	<u>2002</u>
<b>CURRENT ASSETS:</b>		
Cash in bank	\$ 35,830	\$ 32,444
Cash-contingency fund	1,211	1,199
Cash-capital improvements fund	2,189	2,171
Cash-Arkansas Youth Scholarship fund	1,920	1,920
Accounts receivable	<u>10,814</u>	<u>11,820</u>
Total Current Assets	51,964	49,554
 <b>FIXED ASSETS:</b>		
Land and buildings	333,760	333,760
Auto	21,517	21,517
Equipment	60,538	57,038
Camp improvements	204,114	194,114
Less: accumulated depreciation	<u>&lt;134,856&gt;</u>	<u>&lt;111,624&gt;</u>
Total Fixed Assets	<u>485,073</u>	<u>494,805</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 537,037</u></u>	<u><u>\$ 544,359</u></u>
 <b>LIABILITIES AND FUND BALANCES</b>		
<b>CURRENT LIABILITIES:</b>		
Current notes payable	\$ 338	\$ 0
Current portion of L-T debt	4,504	8,186
Accounts payable	1,733	2,219
Payroll taxes payable	1,307	825
Designated contributions payable	<u>1,296</u>	<u>1,296</u>
Total Current Liabilities	9,178	12,526
 <b>LONG-TERM DEBT:</b>		
Notes payable (Less: current portion of L-T debt)	<u>95,496</u>	<u>94,953</u>
<b>TOTAL LIABILITIES</b>	104,674	107,479
<b>FUND BALANCE:</b>		
Fund balance, Beginning of Year	436,880	439,550
Excess revenue over expenses	<u>&lt;4,517&gt;</u>	<u>&lt;2,670&gt;</u>
Fund balance, End of Year	<u>432,363</u>	<u>436,880</u>
 <b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u><u>\$ 537,037</u></u>	<u><u>\$ 544,359</u></u>

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

CAMP BEAVERFORK, ARKANSAS FREE WILL  
BAPTISTS YOUTH CAMP, INC.  
**STATEMENTS OF REVENUE AND EXPENSES**  
FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
REVENUE:		
COOP	\$ 86,630	\$ 83,161
Camp rentals	37,612	44,331
Registration & concessions	50,774	48,470
CTS rally	6,760	5,916
Gifts and contributions	4,254	1,022
Interest income	<u>358</u>	<u>328</u>
Total Revenues	186,388	183,228
EXPENSES:		
Salaries-director	34,269	31,327
Auto expense	2,511	1,752
Utilities	19,425	21,171
Insurance-camp	12,779	8,648
Insurance and retirement-director	6,000	6,000
Payroll taxes	4,135	3,945
Office supplies	858	212
Professional fees	2,100	2,000
CTS rally	5,184	3,936
Meetings & conventions	1,357	1,126
Interest expense	5,978	7,204
Miscellaneous	7,899	4,814
Camp literature	0	16
Pool upkeep	920	1,435
Food service	23,451	28,107
Food service-labor	2,450	1,675
Supplies	4,452	4,297
Repairs & maintenance	11,210	14,344
Postage	110	267
Camp labor	15,460	14,497
Guest speakers	3,785	2,775
Board mileage & meals	1,799	2,522
Printing	1,541	1,380
Depreciation	<u>23,232</u>	<u>22,448</u>
Total Expenses	<u>190,905</u>	<u>185,898</u>
Excess Revenues Over Expenses	<u>\$ &lt;4,517&gt;</u>	<u>\$ &lt;2,670&gt;</u>

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

CAMP BEAVERFORK, ARKANSAS FREE WILL  
BAPTISTS YOUTH CAMP, INC.  
**STATEMENTS OF CASH FLOWS**  
FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
<b>CASH FROM OPERATING ACTIVITIES:</b>		
Net revenue <loss> over expenses	\$ <4,517>	\$ <2,670>
Adjustments to reconcile net revenue over expenses to net cash provided by operations:		
Depreciation	23,232	22,448
(Increase)decrease in accounts receivable	1,006	<7>
Increase(decrease) in accounts payable	<486>	<2>
Increase(decrease) in payroll tax payable	<u>482</u>	<u>26</u>
Net Cash Provided by Operating Activities	19,717	19,795
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchase of fixed assets	<u>&lt;13,500&gt;</u>	<u>&lt;3,270&gt;</u>
Net cash used in investing activities	<13,500>	<3,270>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Repayment of debt	<7,706>	<5,688>
Proceeds from debt	<u>4,905</u>	<u>7,517</u>
Net cash used by financing activities	<u>&lt;2,801&gt;</u>	<u>1,829</u>
Net increase (decrease) in cash	3,416	18,354
Cash at beginning of year	<u>37,734</u>	<u>19,380</u>
Cash at end of year	\$ <u>41,150</u>	\$ <u>37,734</u>

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

**CAMP BEAVERFORK, ARKANSAS FREE WILL  
BAPTISTS YOUTH CAMP, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2003 AND 2002**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**GENERAL**

Camp Beaverfork, Arkansas Free Will Baptists Youth Camp, Inc. is a nonprofit corporation established to serve the Arkansas Free Will Baptists 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 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 \$ 23,232 and \$ 22,448 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:

2003	\$ 5,978
2002	\$ 7,204

**INCOME TAXES**

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

**USE OF ESTIMATES**

The preparation of financial statements in conformity with generally accepted accounting principles includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.



CAMP BEAVERFORK, ARKANSAS FREE WILL  
BAPTISTS YOUTH CAMP, INC.  
**NOTES TO FINANCIAL STATEMENTS-(CONTINUED)**  
DECEMBER 31, 2003 AND 2002

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, 2003 and 2002, due payable to Camp Beaverfork, Arkansas Free Will Baptist Youth Camp, Inc.

NOTE 2 - NOTES PAYABLE

	<u>2003</u>	<u>2002</u>
Note payable-Simmons First Bank, Conway, Arkansas, requires monthly installments of \$ 804. including principal and interest at an annual percentage rate of 5.25%. This note is secured by property & equipment.	\$ 100,000	\$ 0
Note payable-Simmons First Bank, Conway, Arkansas, requires monthly installments of \$ 927, including principal and interest at an annual percentage rate of 7.5%. This note is secured by a vehicle, property and equipment.	0	98,487
Note payable-Honda America, requires monthly installments of \$ 368, including principal and interest at an annual percentage rate of 3.68%. This note is secured by a vehicle.	<u>338</u>	<u>4,562</u>
	100,338	103,139
Less: Current notes payable	338	0
Less: Current portion L-T Debt	<u>4,504</u>	<u>8,186</u>
Long-term Debt	\$ <u>94,496</u>	\$ <u>94,953</u>

Scheduled minimum maturities of long-term debt over the years subsequent to December 31, 2003, are as follows:

2004	\$ 4,504
2005	4,746
2006	4,007
2007	3,754
2008	3,976
2009 and Thereafter	79,013

CAMP BEAVERFORK, ARKANSAS FREE WILL  
BAPTISTS YOUTH CAMP, INC.  
**NOTES TO FINANCIAL STATEMENTS-(CONTINUED)**  
DECEMBER 31, 2003 AND 2002

NOTE 3 - CONTINGENCY FUND

Camp Beaverfork, Arkansas Free Will Baptists 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.

NOTE 4 – DESIGNATED CONTRIBUTIONS PAYABLE

Camp Beaverfork, Arkansas Free Will Baptists Youth Camp, Inc., received income that was designated for specific purposes. Money that was not spent that was included in designated contributions payable is as follows:

	<u>2003</u>	<u>2002</u>
Capital Improvement Fund	\$ <u>1,296</u>	\$ <u>1,296</u>
	\$ <u>1,296</u>	\$ <u>1,296</u>

NOTE 5 - CONCENTRATION OF CREDIT RISK

Camp Beaverfork, Arkansas Free Will Baptists Youth Camp, Inc., maintains cash deposits at a financial institution located in the United States. Accounts at the institution are insured by the Federal Deposit Insurance Corporation up to \$ 100,000. At December 31, 2003 all of the corporation's money was insured.

## **Christian Education Board Report**

**January 27-28, 2003**

The CE Board met at the Ozark Conference Center at the All Boards Meeting. Members present included Kendall Ross, Bob Brown, Mike Phillips, Leroy Scudder, Vince Daniel, and Jackie Brown.

The board accepted the January-December financial report.

After a final report of the 2002 Women's Conference, the following motions were made and passed:

1. To ask the Women's Conference sub-Committee to reimburse the CE Board the initial investment of \$1,847.41 from the proceeds of the 2002 Women's Conference Budget.
2. To replace Jackie Brown with Bob Brown on the Women's Conference subcommittee.

After a brief report on the upcoming Minister's Retreat at Lake DeGray the following motions were made and passed:

1. To approve Mike Phillips to purchase cassettes and cases for the 2003 retreat for which he will be reimbursed.
2. To have Jackie Brown make arrangements for two Branson getaway packages to be given away during the 2003 Minister's Retreat. The packages are not to exceed \$300.00 each and a minister must be a paying attendee to be eligible to win.

The upcoming 2003 Trailblazer Retreat, September 19-20 at Camp Beaverfork, was discussed with the following motions:

1. To have Bob Thomas as the guest musician and he will also speak on Friday night. He will be given an honorarium of \$1,200.00 plus expenses.
2. To have Jim Fairchild, Home Missionary to Cabot, minister during the Saturday morning devotional time with song and word. He will be given an honorarium of \$250.00 plus expenses.

In final business, two motions were presented and approved:

1. To seek Rob Morgan from Nashville, TN, and Carl Cheshire from Hillsdale College to be our speakers for the 2004 Minister's Retreat on February 23-25.
2. To approve the following as the Mission Statement for the Christian Education Board: "Educating and Edifying Arkansas Free Will Baptists for the furtherance of the Gospel."

**June 30, 2003**

The CE Board met at the State Headquarters Conference Room in Conway. The meeting was called to order by the Chairman. The board was led in prayer by Leroy Scudder. The following items were considered:

1. Financial Report (February-May) was reviewed and accepted as printed.
2. Proposed 2004 budget was reviewed and accepted.
3. Trailblazers Retreat Program was set for Camp Beaverfork, Sept. 19-20, 2003.
4. 2003 Free Will Baptist Women's Conference - Little Rock - The November 7-8 dates were reviewed and it was requested that advertising appear in September and October *VISION*.

## **5. 2004 Minister's Retreat - Lake DeGray State Park, Arkadelphia**

The speakers and dates were reviewed and tentatively confirmed for February 23-25, 2004 with Rev. Rob Morgan and Rev. Carl Cheshier as guest speakers.

Pre-Registration deadline was set for February 1, 2004. A motion passed to ask Rev. Levan Hubbard to lead the music and New Creation Quartet of Melbourne to provide the sound equipment and make tapes of the services as well as perform during the retreat. Two rooms for two nights will be provided for them as compensation. Vince Daniels agreed to confirm their availability. The motion passed for the honorariums for the speakers to be \$350.00 per session: Rev. Carl Cheshier, 3 times @ \$350.00 = \$1,050.00; Rev. Rob Morgan, 4 times @ \$350.00 = \$1,400.00. Each speaker will be provided with free room and travel expenses.

The board voted to provide two \$250 gift certificates to Christian Supply Store as appreciation giveaways.

The board was informed that the nominating committee selected the following individuals as Board Members:

Rev. Randy Scott to fill the vacancy of Mike Phillips, Rev. Doug Jones to replace Jackie Brown, and Rev. Leroy Scudder to succeed himself

The board selected the following officers for 2004: Rev. Kendall Ross, Chairman, Rev. Bob Brown, Vice-Chairman, and Rev. Leroy Scudder, Secretary.

## **September 19, 2003**

The CE Board met in Conway during the Trailblazer's Retreat. Members present were Chairman Kendall Ross, Vice-Chairman Bob Brown, Secretary Leroy Scudder, Vince Daniels, and Randy Scott.

The agenda included the following items:

1. Report on the 2003 Arkansas Women's Conference. The Women's Conference is to reimburse the CE Board in excess funds from the 2002 Women's Conference.
2. Preparations for the 2004 Ministers Retreat. The Minister's Retreat will meet again at Lake DeGray Lodge February 23-25. Speakers Rev. Carl Cheshier and Rev. Rob Morgan were confirmed. Also confirmed was Levan Hubbard leading the music and the New Creation Quartet will be performing on Wednesday morning with possibilities of singing in other sessions. New Creation is providing the sound equipment and will be recording the sessions on either tape or CD. The new hotel rates next year will be \$67.00 per room
3. The selected speaker for the 2005 Minister's Retreat is Rev. Matt Pinson from Free Will Baptist Bible College, but the dates and his schedule are yet to be confirmed.
4. Planning the 2004 Trailblazer's Retreat began with the discussion to invite Rev. Randy Riggs as guest speaker/musician, with the possibility of inviting Rev. Raymond Riggs for the devotion on Saturday morning. It was voted to invite the Riggs team for the 2004 Trailblazer's Retreat. The dates September 17-18 or September 10-11, 2004 are yet to be confirmed with Camp Beaverfork.
5. Randall House Publications Teacher Training Program - Randall House is establishing a Teacher Training Program under the heading of Team Church. CEO Ron Hunter of Randall House wants to put together a program for Arkansas teachers and workers. Kendall will confirm with Ron Hunter whether he can meet with us in December 2003.



6. A motion was passed to have a plaque made for Jackie Brown who has served on the board for six years. Executive Director Tim Campbell agreed to have one made.

### **December 4, 2003**

The CE Board met at the State Office in Conway. All members were present. Executive Director Tim Campbell also was present.

The meeting was called to order by Chairman Kendall Ross and he presented the following agenda:

1. Report on the 2003 Women's Conference. A written report by Terrie (Berry) Hogue was given to each member. Planning for the 2004 conference is on going. It was reported that subcommittee member, Debe Taylor, resigned from the Committee due to her schedule. The Committee requested that her replacement be selected from the attendee response cards. The request was approved. The board voted to send \$500.00 check to the Cavanaugh Church in gratitude for time and expense in planning the Women's Conference. The funds will be deducted from the Women's Conference fund balance.

3. Telephone Conference with Ron Hunter, CEO/General Director of Randall House Publications was held which centered on the idea of holding an Arkansas Team Church Sunday School Conference. Randall House would bring in staff to conduct 30-40 seminars in five major areas. The date would need to be planned a year in advance. Individual costs would be set at \$29. However, groups could register for as low as \$20. A target goal of 500-700 in attendance should be expected. Randall House will provide the funding, promotion, seminar leaders, and notebooks. The board's responsibility would be to plan the event and designate subcommittee teams. Randall House invited the Board to attend the Tennessee Conference next spring. Including the-Board members, as many as could register free of charge. Others from our State could register at the \$20.00 group rate. A motion was made to pursue the planning for an Arkansas Team Church Conference. Board Members are encouraged to bring their calendars to the All Boards Meeting in January for further discussion and planning.

4. Final details for the 2004 Minister's Retreat were reviewed. All speakers and personnel have been confirmed.

5. The 2004 Trailblazers Retreat: date is set for September 17-18, 2004. The Riggs Family has been confirmed.

6. The 2005 Minister's Retreat date has been confirmed for February 21-23, 2005. Free Will Baptist Bible College President Matt Pinson, FWBBC has been confirmed as speaker.

7. The Financial Report was given and approved by mutual consent.

8. Approval was given by mutual consent to provide gift baskets for the speakers at the 2004 Minister's Retreat. The approximate cost would be at \$25.00 each.

### **January 26-27, 2004**

The CE Board met at Ozark Conference Center during the All Board's meeting. Members present were Kendall Ross, Bob Brown, Leroy Scudder, Randy Scott, and Vince Daniels.

The Board discussed the following agenda:

1. Plans for the 2004 Minister's Retreat were confirmed. Final preregistration was set for February 1, 2004 and the registration fee will hold at \$75.00 per person. In



addition, a drawing for two \$250.00 gift certificates to Christian Supply Store will be awarded in the Wednesday morning session.

2. The dates and place for the 2004 Trailblazers Retreat were confirmed. The Riggs family will be the featured speakers and singers.

3. 2003 Women's Conference Report – Lisa Bowden reported that the conference was successful and ended up with excess funds. Plans for the 2004 conference are not complete at this time.

4. The board voted to attend the Mid-Tennessee TEAM Church conference in Nashville in preparation for Arkansas Free Will Baptist's conference.

5. Matt Pinson has been confirmed for the 2005 Minister's Retreat. The board voted to pay him an honorarium of \$1,500.00. The registration fee for the retreat will be \$75.00 per person.

6. Scholarship Program – Considerable discussion was given as to the possibility of offering scholarships to qualified ministerial students. The board voted to implement a scholarship program promoting higher Christian education among ministers and ministerial students, both in graduate and undergraduate programs. The scholarships will only be for those attending a Free Will Baptist College.

7. Future meeting dates were also set by the board.

### **May 3, 2004**

The CE Board met at the state office in Conway. Members present were Kendall Ross, Bob Brown, Leroy Scudder, Doug Jones, Vince Daniels, Randy Scott, and Tim Campbell.

Chairman Kendall Ross called the meeting to order and proceeded with the following agenda:

1. Details for the 2005 Minister's Retreat were discussed. It was voted to secure Levan Hubbard to lead the music again this year and to ask Randall Lovelace to provide the sound equipment again. Levan would be compensated \$75.00 plus a free room. Randall would be given \$300.00 plus a free room. The CE board is to provide blank tapes and CDs. Considering problems with the recording of the 2004 Minister's Retreat, the board voted to reimburse all those who paid for tapes or CDs.

2 Details for the 2004 Trailblazers Retreat were discussed and confirmed. The Riggs family is to receive \$1,200.00 plus 3 nights lodging.

3. A motion passed to implement the Scholarship Program and begin promotion. Approval of the recipient(s) will be announced at the state meeting in August of this year.

4. TEAM Church Report – 3 board member and Tim Campbell attended the Tennessee TEAM church conference on April 18. Each attendee gave a brief verbal report of the conference. A motion passed to hold an Arkansas conference sometime in the spring of 2005 providing the board could have input with Randall House regarding the keynote speaker and workshop leaders.

5. Women's Conference Update – The speaker for this year will be Dee Brestin and the theme will be "Falling in Love with Jesus." The dates have been set for November 12-13 and the location will be at the Embassy Suites Hotel in Little Rock. The room rate will be \$114.00 with a maximum of four in a room. The singing group, "UnDivided" from Ohio will provide the special music. Preregistration rate will be \$35.00 per person.

6. A motion passed to purchase a CD recorder (cost not to exceed \$500.00)

### **June 16, 2004**

The CE Board met at the state office in Conway. Members present were Kendall Ross, Bob Brown, Leroy Scudder, Vince Daniels, and Doug Jones.

Chairman Kendall Ross called the meeting to order and proceeded with the following agenda:

1. Update on the 2004 Women's Conference – All details will remain the same except that the location of the conference has been changed from downtown Little Rock to the Holiday Inn Airport. Also, the Chairperson, Terri Hogue has resigned and Kay Brown has agreed to assume the position. The committee will select another member to replace Terri.
2. TEAM Church Conference – After considerable discussion as to the date and location, a motion was passed to set the date for Saturday, April 16, 2005 for the conference. The location will be at the First Free Will Baptist Church in Russellville.
3. The proposed budget for 2005 was passed.
4. New officers were elected for the coming year. They are as follows: Chairman: Kendall Ross, Vice Chairman: Bob Brown, Secretary: Leroy Scudder, and Women's Conference subcommittee: Kendall Ross and Vince Daniels.

### **Proposed 2005 CE Board Budget**

#### **Receipts:**

Coop	16,301.00
Minister's Retreat	7,500.00
Woman's Conference	9,000.00
<b>Total Receipts:</b>	<b>32,801.00</b>

Minister's Retreat	12,500.00
Trailblazer Retreat	2,000.00
Board Mileage and Meals	2,800.00
Phone	310.00
Printing and Postage	1,000.00
Secretarial Expense	1,200.00
Computer	480.00
Audit	500.00
Woman's Conference	9,000.00
Miscellaneous	1,011.00
Scholarships	2,000.00
<b>Total Disbursements:</b>	<b>32,801.00</b>

#### **Respectfully Submitted:**

Chairman: Kendall Ross  
Secretary: Leroy Scudder  
Doug Jones

Vice-Chairman: Bob Brown  
Vince Daniels  
Randy Scott

## **State Mission Board Report**

**January 27 - 28, 2003**

Present: Taylor, Burris, Gandy, Shepherd, Fowlkes

Monday

The board met with the ACTS 1:8 Task Force during the All Boards meeting at the Ozark Conference Center. There was discussion about and plans made toward the implementation of guidelines setting forth the employment and duties of missionaries.

Tuesday

M/S/C Taylor / Gandy to approve the financial as presented by Sue Patton

M/S/C Gandy / Burris to approve minutes of Dec. 10 meeting.

M/S/C Taylor /Burris to request that Bobby Moore submit a monthly income, itinerant and expense report to the board.

M/S/C Gandy/ Fowlkes to transfer \$1,500.00 to the Zuniga account from the general fund.

M/S/C Fowlkes/ Burris to transfer funds from the general fund to erase the existing debt on the Gandy account at the end of January. M/S/C Gandy/ Taylor to credit the \$1175 from a gas line easement on the Cabot property to the Apple Fund to be applied to the Cabot debt.

M/S/C Fowlkes/ Gandy to pay \$505.80 for six months to the Lake Hills Church to assist them with their building debt.

M/S/C Gandy/ Burris to hold the restricted portion of the Apple fund in a local interest bearing account.

**February 13, 2003**

Present: Shepherd, Taylor, Fowlkes, Burris, Gandy

M/S/C Shepherd/ Taylor to approve the minutes of Jan. 27 meeting.

M/S/C Shepherd/ Gandy to approve the financial as presented.

M/S/C Gandy/ Burris to give the authority to Tim Campbell to list the Blytheville property with a Realtor in the area. The price on the church would be \$65,000, the parsonage to be \$45,000. The board would consider financing the property for 10% down 8% interest on the remaining principle.

M/S/C Gandy/ Burris to approve that Fairchild rent a building to begin services in Cabot.

**Conference Call March 11, 2003**

Present: All Members

In reference to an offer on the Blytheville, church building for \$50,000 with us required to do up to \$13,000 in repairs on the building.

M/S/C Gandy/Burris to offer to be \$55,000 with no repairs.

**Conference Call March 21, 2003**

All Members Present

In reference to an offer on the Blytheville, church building for \$50,000 with us required to put on a new roof or pay \$5,000 to replace the roof.

M/S/C Burris / Gandy to counter the offer with the price to be \$45,000 in "as is" condition with the board furnishing title work and a termite contract on the building.

**April 22, 2003**

All members were present.

The committee of Shepherd, Copeland, and Henderson met with the mission board to talk about the feasibility of hiring a full-time mission director for the state of AR.

M/S/C Fowlkes/ Shepherd to send to the Executive Board for approval the proposal that the Mission Board hire a full-time mission director for the state of Arkansas.

The financial report was presented by Tim Campbell and was approved by the board.

M/S/C Gandy/ Burris to transfer \$5,000 to Zuniga account from the general fund.

M/S/C Taylor/ Burris to accept Ramon Zuniga's resignation to come out from under the mission board effective June 30, 2003 and for the state to forward Zuniga all designated funds after that date.

The board authorized the chairman and secretary to sign on the Blytheville church building closing.

M/S/C Burris/ Gandy to transfer \$5,000 to The Worship Center Free Will Baptist Church of Cabot, AR for expenses.

#### **April 22, 2003**

The board met at the Cabot Mission.

Present were Roper, Shepherd, Fowlkes, Gandy, and Taylor, Campbell.

A Missionary Report was presented by Jim Fairchild. In the report he stated that he was looking for a plan approximately 80 x 120 for the new building.

M/S/C to drop the price on the home in Blytheville to \$29,000 with permission for Tim Campbell to negotiate to \$26,000 without a phone call.

#### **Conference Call April 27, 2003**

Present; Campbell, Roper, Taylor, Gandy, Burris, Fowlkes, Shepherd

M/S/C to accept the bid of \$95,520 from Crown Metal Buildings on an 80 x 120 (Shell only, 22 foot sidewalls, 3/12 pitch roof, and 2 colors) and to get a price on a turnkey finish on the inside.

M/S/C for building to face the highway for better appeal from the road.

M/S/C to pay for a water main extension up to \$40,000 if necessary to get the permit to build the church.

#### **May 23, 2003**

M/S/C Gandy / Shepherd Motion to install a tank as required by the city of Cabot providing 24,000 gallons of water for fire fighting purposes. Cost of the tank by Arcadian Fiberglass was \$8,765. delivered. The total cost to purchase and install should not exceed \$12,000.

M/S/C Shepherd/Burris Motion to approve site plan of the Cabot Mission with the 80 X 120 building facing Highway 89.

Jim Fairchild gave a report for the mission.

M/S/C Fowlkes/ Burris Motion to place proceeds from Blytheville into Apple Fund.

M/S/C Taylor? Gandy Motion to send Restricted Funds to trust account.

M/S/C Shepherd/ Taylor Motion to authorize up to \$3,000 for repair of the Wynne church.

M/S/C Roper/Gandy Motion to give Fairchild \$2,000 for expenses to the National Meeting in Tampa.

#### **July 10, 2003**

Present; Shepherd, Gandy, Taylor, Roper, Fowlkes, Burris, Ricky Taylor and Tim Campbell

M/S/C Gandy/ Burris to approve previous minutes as presented by Fowlkes.

M/S/C Shepherd/ Fowlkes to erase all deficits in the Zuniga account with funds from the general fund.

M/S/C Shepherd/Burris to approve the financial report as presented by Tim Campbell.

M/S/C Burris/ Taylor to accept the 2002 financial report as given by Ricky Taylor.

M/S/C Burris/ Shepherd to purchase copier for the state office with mission funds to be repaid by the state office.

M/S/C Shepherd / Gandy to approve the 2004 budget and the 2004 alternate budget.



### **Conference Call July 15, 2003**

Present: Shepherd Gandy, Taylor, Roper, Fowlkes, Burris and Campbell

The call was about some items left out of the minutes.

### **February 13, 2003**

Motion passed to authorize Missionary Jim Fairchild to purchase an outdoor LED display sign for the church. Funds will be disbursed from the General Fund and reimbursed later from the building loan for Cabot.

### **April 27, 2003**

Motion passed to pay the architect bill and other permit costs of approximately \$8,500 to Crown Metal Buildings from the General Fund to be reimbursed from the building loan for Cabot.

### **May 23, 2003**

Motion passed to pay a down payment of approximately \$25,000 to Crown Metal Buildings from the General Fund to be reimbursed from the building loan for Cabot.

### **August 6, 2003**

The Mission Board met briefly to elect officers for the New Year. Randy Burris, Dwayne Roper, Steve Trail and David Taylor were present. The following officers were elected for 2004: Dwayne Roper, Chairman, David Taylor, Secretary.

### **September 6, 2003**

Executive Director Tim Campbell contacted Board Chairman Dwayne Roper and Secretary David Taylor asking them to come to the State Office on Monday, September 8, 2003 to sign the paperwork for the sale of the Blytheville parsonage. The meeting was set for 9:00 am.

On Sunday, September 7, 2003, Chairman Dwayne Roper called David Taylor and asked if there was a problem appointing Kerry Gandy as acting Assistant Chairman of the Mission Board. We did not elect an Assistant Chairman when officers were elected at the State Meeting in August. Dwayne cannot make the meeting on Monday the 8th due to pressing family matters, Kerry was contacted and agreed to the appointment as Assistant Chairman and will be at the Monday signing of the Blytheville parsonage papers.

Dwayne was to contact Tim Campbell and inform him of the appointment.

### **September 23, 2003**

#### **Morning Session**

The State Mission Board met at the state office. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, Steve Trail, and Executive Director Tim Campbell were present. Chairman Dwayne Roper called the meeting to order. Randy Burris led in prayer. Board Minutes of August 6, 2003, September 7 and 8, 2003 were presented.

Motion carried to accept the minutes. A financial report for August 2003 was distributed. After review, a motion carried to accept the report.

Motion carried to elect Kerry Gandy as Vice-Chairman.

Tim Campbell shared information that the building loan for the Cabot work will close this week. The situation at the Wynne Church was discussed. Motion carried that Kerry and Tim visit the Wynne Church on a Sunday evening to assess the condition of the church, and to talk with the membership about possibilities for the church.

Jim Fairchild gave an attendance and financial report for The Worship Center FWB Church in Cabot. Plans for upcoming activities and events were shared. The Board approved the church to give Jim \$200.00 per month toward expenses he incurs because of his pastoral duties.



A motion carried by the Board asking Tim to contact Bobby Moore, Jr. concerning the Little Rock Inner-City Mission work he is involved with. Now that Bobby has taken the pastorate of the 18th Street FWB Church in Little Rock, the Board recommends that Bobby's inner-city work now come solely under the auspices of his church. The State Mission Board will no longer receive or distribute funds for the mission work.

Discussion was given to John Reed's A.C.T.S. 1:8 account. A motion carried that we ask John to draft a letter to his designated supporters in Arkansas asking that they transfer their monthly support from John's account to the A.C.T.S. 1:8 Plan.

The Board met with Paul Hammons. Paul is going to Flagstaff, Arizona under the National Home Mission Board. He has asked the A.C.T.S. 1:8 Task Force to become a part of the A.C.T.S. 1:8 plan of support. A motion carried that the State Mission Board recommend to the Executive Board that Paul receive the \$15,000.00 in the "new missionary" account of 2003 ACTS 1:8 budget, and that he be considered for the 2005 budget.

#### Afternoon Session

The Board heard Tim Campbell share about the situation at the Bald Knob FWB Church. After discussion, a motion carried for Tim to meet with the former pastor and the church, appraise the situation, and report to the Board his findings. He was asked to let the church know that the Board will help the church with one month's building payment (the church owes about \$3,000.00 on their note). The Board began discussion on the position of Mission Director. It was decided that the schedule to accept résumés for the position will be as follows:

Nov-Jan: Announcement in The VISION about the position

Dec 1st-Feb 28th: Accept Résumés

Mar 1st-Apr 15th: Interview and Selection Process of the Board

June 1st: Target Date for Mission Director to begin

Board members are to review the Mission Director's job description before the October Board meeting. The Mission Director's relationship to the Mission Board, the Executive Director, and the Executive Board was discussed.

Tim shared that the dates for the 2004 All-Boards meeting will be January 26-27, 2004. It will be held at the Ozark Conference Center.

#### **October 28, 2003**

##### Morning Session

The State Mission Board met at the state office. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, Gerald Thomas, Steve Trail, and Executive Director Tim Campbell were present. Chairman Dwayne Roper called the meeting to order. Following prayer requests, Gerald Thomas led in prayer.

Motion carried to accept the previous meetings minutes. Tim Campbell presented the September 2003 financial report. Tim noted that a bequest had been given to the APPLE Fund in the amount of \$10,000.00. After review, a motion carried to accept the report.

The Worship Center FWB Church, Cabot-Bank Loan. The bank loan has been finalized. It will be released in \$150,000 increments. The first release has been received.

Wynne FWB Church. The situation at the Wynne Church was discussed. The church is organized. Kerry and Tim have not been able to visit with the church as of yet. Tim, Kerry and Dwayne will meet with the church and talk with them about the possibility of returning to missions status under the State Mission Board. Tim reported that the State Mission Board holds the deed to the Wynne Church. Bald Knob FWB Church. Tim reported that he has spoken with both the former pastor and the leaders of the Bald Knob FWB Church. Their financial situation is currently stable, and some of their members are

returning. Tim conveyed the Mission Board's willingness to help the church. He will stay in touch with the church and keep the Board updated.

Mission Director. The position was discussed at length. A job application form was presented by Tim, discussed, and accepted by consensus. A general agreement was reached that prospective candidates to be interviewed will be informed that a background and credit check will be initiated by the Board. Dwayne Roper will handle the requests for applications. The job description was reviewed. Two items were changed. Motion carried that the vacation statement (I. Responsibilities of the Director, G. Responsibilities of the State Mission Board, third paragraph) read as follows: *"The vacation policy shall be consistent with the Arkansas FWB Policy Manual, and the discretion of the Mission Board."* Motion carried to delete the third paragraph of section 8. General Information, and insert the following statement under section A. Administration as the second paragraph: *"The Director's primary duty will be the promotion (ACTS. 1:8 Plan. He will strive to meet the annual budget as set forth by the State Association. This will be accomplished, primarily by visiting local churches, district associations and other meetings that may come available."* Mis-

sionary Jim Fairchild distributed a three-page attendance and financial report for The Worship Center FWB Church in Cabot. Plans for upcoming activities and events were shared. Jim informed the Board that work on the church was to begin today. Motion carried to receive Jim's report as information.

Tim informed the Board that Paul Hammons has been approved for the new missionary monies in the 2003 ACTS 1:8 Plan budget, and the money (\$15,000.00) has been transferred to his account.

The Little Rock Inner-City Mission work was discussed. Tim advised that Bobby Moore, Jr. is going to resign as pastor of the 18<sup>th</sup> Street FWB Church. Therefore, it has been suggested to Bobby that he set up a Board of Directors for the mission work to handle monies received. No decision has been made to date. Tim will stay in contact with Bobby. It was agreed that the ACTS. 1:8 Plan Chairman and the State Mission Board Chairman draft the letter to John Reed concerning him writing his designated supporters in Arkansas and ask them to transfer their giving to the ACTS. 1:8 Plan.

Tim advised the Board that a subcommittee have been appointed from Executive Board to work with a lawyer on the rewrite of the Articles of Incorporation to bring the various state boards into uniformity. Tim also presented Arkansas county demographics and analysis on population, number of churches, church attendees, and growth rates that may serve useful in planning where to begin future FWB churches.

## **November 25, 2003**

### **Morning Session**

The State Mission Board met at The Worship Center FWB Church in Cabot. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, Gerald Thomas, Steve Trail, and Executive Director Tim Campbell were present. Rue Dell Smith, Ricky Gross, and John Taylor from the Landmark FWB Church in Monroe, Louisiana attended by invitation. Chairman Dwayne Roper called the meeting to order. Following prayer requests, Kerry Gandy led in prayer.

Motion carried to accept the previous meetings minutes. Tim Campbell presented the October 2003 financial report. Tim noted that giving to the State work was excellent in September and October. After review, a motion carried to accept the report.

The Worship Center FWB Church, Cabot-Construction Loan. The first \$150,000.00 increment of the construction loan has been received.

Following construction disbursements of \$34,571.19, a balance remained of \$115,428.81. Motion carried that the pending construction reimbursements of \$82,005.07 for work completed prior to the finalization of the loan is to be repaid as follows:

1. One-half of the \$74,313.33 due to the APPLE account is to be paid back immediately, with the balance paid back at the end of the project.
2. All of the \$4,999.74 due the State Mission Board's general fund is to be paid back immediately.
3. All of the \$1,346.00 for construction insurance is to be paid from the State Mission Board's general fund.

Wynne FWB Church - Tim, Kerry and Dwayne will meet with the church in December and talk with them about the possibility of bringing the church under the State Mission Board. If the church is agreeable to returning to mission status, we will proceed with working out the details of a pastor assuming the role of pasturing the church as a State Mission project on a bi-vocational basis. An update on the Bald Knob FWB Church was given. Tim reported that the church's membership has talked about closing the doors of the church. Tim is going to investigate into what will happen to the property if the church closes their doors.

Mission Director - Discussed continued on the position. Motion carried that if a board member applies for the position he will include a letter that will remove him from the process, with the option of resigning. It was discussed that if a resume' was received from someone unknown to any board member, the nearest board member would set up an initial get acquainted meeting with the applicant. Dwayne will forward resumes' to Tim for copying and distributing to board members.

Missionary Reports - Jim Fairchild distributed a seven-page attendance, activity, and financial report for The Worship Center FWB Church in Cabot. Also included in his report was a projected building budget for construction of the church. Plans for upcoming activities and events were shared. Motion carried to receive Jim's report as information.

The Little Rock Inner-City Mission work was discussed. Tim is working with Bobby Moore, Jr. regarding setting up a Board of Directors for the mission work to handle monies received. Bobby is still pastor at the 18<sup>th</sup> Street FWB Church, and is still trying to incorporate the mission work within the church ministry.

Tim will draft the letter to John Reed concerning him writing his designated supporters in Arkansas and asking them to transfer their giving to the A.C.T.S. 1:8 Plan. He will send a copy for review and approval to the A.C.T.S. 1:8 Plan Chairman and the State Mission Board Chairman.

The Board met with Rue Dell Smith, Ricky Gross, and John Taylor from the Landmark FWB Church in Monroe, Louisiana. An offer was extended to the Landmark FWB Church for a \$35,000.00 interest free loan to be paid back in 36 months, with an extension of an additional 24 months if needed. This loan will allow the church to finish their building and be able to occupy it. Brother Rue Dell gratefully accepted the offer.

Motion carried to loan the Landmark FWB Church the money.

Motion carried to assist the Lake Hills FWB Church for the first six months of 2004 with their mortgage payment (\$1,500.00 monthly mortgage).

Addendum: On December 2, 2003, the board approved, by email vote, a \$500.00 Christmas bonus for Jim Fairchild.

## **January 26-27, 2004**

### **Monday Evening Session**

The State Mission Board met at The Ozark Conference Center in conjunction with the state All-Board's meeting. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, Gerald Thomas, and Steve Trail were present. Chairman Dwayne Roper called the meeting to order. Randy Burris led in prayer.

Copies of the Mission Board Minutes of November 25, 2003 were distributed to the members. Motion carried to accept the minutes with the following changes and/or clarifications:



1. Change: the \$6,345.74 figure in item #2 of The Worship Center FWB Church, Cabot-Construction Loan was corrected to read \$4,999.74.
2. Clarification: under Miscellaneous, the \$35,000.00 loan to the Landmark FWB Church, Monroe, Louisiana is to come out of and paid back to the APPLE fund.
3. Clarification: a motion carried to approve the addendum concerning an email vote of a Christmas bonus for Jim Fairchild. The Board Chairman distributed November-December 2003 financial reports. After review, a motion carried to accept the reports. The Worship Center FWB Church, Cabot-Construction. The steel framing is up, the roof is on, and the exterior siding has been installed. Interior work will begin on Monday, February 2.

Wynne FWB Church - Dwayne and Kerry reported on their Sunday, January 18 meeting with the Wynne Church. They expressed the Mission Board's concern for the church. An offer of assistance was made to the church. However, this would necessitate a return to mission status. The members of the Wynne Church will vote to accept the offer.

Bald Knob FWB Church - Dwayne reported that the Bald Knob Church has discontinued its affiliation with Free Will Baptists.

Mission Director – The Board discussed the position of missions director and the interview process.

Miscellaneous: 2004 Tentative Calendar - A motion carried that the Mission Board tentatively schedules its 2004 meetings for the third Tuesday of each month (with no meeting scheduled in July).

The meeting was dismissed until Tuesday morning. Board members attended the general session.

#### **Tuesday Morning Session**

All six board members were present.

Wynne FWB Church - The possibility of the Board securing a retired preacher (or two) to interim at the Wynne Church was discussed. This would only take place if the Church voted to return to mission status.

Mission Director - Discussion began again regarding the process we will use in interviewing prospective candidates. Considerable time and thought was given to various ideas presented.

Missionary Reports - Jim Fairchild gave a five-page financial, attendance, and activity report. Jim agreed to forward Tim Campbell, at the Board's request, a copy of his tentative construction schedule. Jim said that he intended to affiliate the church with the Central Association, which met with the Board's unanimous approval.

#### **February 17, 2004**

##### **Monday Evening Session**

The State Mission Board met at the State Office in Conway. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, and Gerald Thomas, along with Tim Campbell were present. Chairman Dwayne Roper called the meeting to order. Gerald Thomas led in prayer.

Copies of the Mission Board Minutes of January 26-27, 2004 were distributed and read. Finding no corrections were necessary they were declared by the chair to stand approved as read.

Tim Campbell distributed January 2004 financial reports. Finding no corrections necessary after review, the chairman declared the financial reports stand approved as read.

The Worship Center FWB Church, Cabot-Construction - The Board reviewed the tentative construction schedule for the Cabot Church. Two churches, one from Michigan and one from Indiana, have been to Cabot to help with the interior framing.

Wynne FWB Church - No response has been received about the church's decision to return to mission status. Dwayne will follow up with the church about their decision.

Missionary Reports - No missionaries were present to give reports. Jim Fairchild sent an email attendance and activity report. Dwayne will contact Paul Hammons and invite him to be at our next board meeting.

Mission Director - Discussion continued concerning the position of Mission Director. Because resumes will continue to be accepted until the end of February, the Board simply continued to work on the question/interview process.

The meeting was adjourned for lunch. David Taylor prayed the dismissal prayer and blessing on the meal. Following lunch, more time was spent on the question/interview process for the Mission Director position.

### **March 11, 2004**

The State Mission Board met at the State Office in Conway. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, Gerald Thomas and Kenneth Winningham, along with Tim Campbell were present. Chairman Dwayne Roper called the meeting to order. Because of Steve Trail's resignation from the Mission Board, the Executive Board appointed Kenneth Winningham. Ken was welcomed to the Board and led in the opening prayer.

Copies of the Mission Board Minutes of February 17, 2004 were distributed and read. Finding no corrections were necessary they were declared by the chairman to stand approved as read.

No Mission Board financial reports were distributed, but updates on the following financial matters were distributed:

- 1) Designated Breakdown of Missionaries (February 04)
- 2) Account Ledger for the Cabot construction (1/1/02-3/10/04)
- 3) Coop Monthly Comparisons (1998-2004)
- 4) A.C.T.S. 1:8 Monthly & Yearly Comparisons (2001-2004)

The Worship Center FWB Church, Cabot-Construction - The Board heard a report from Kerry Gandy about his recent visit with Jim Fairchild. Good progress continues on the building. To help facilitate the work, a motion carried that Kerry act as the Board's liaison with Jim and the Cabot work. The need to stay within budget is essential; therefore, the Board will ask Jim to develop the following: 1) A construction priority schedule-at present, what is the highest to the least priority phase in the construction process? 2) A construction budget-estimated costs for each phase of the project, preferably based on having issued and received written bids. Hanging and finishing the drywall is the next major phase of the construction process.

Wynne FWB Church - In a telephone conversation Larry Burnett at the Wynne Church indicated to Tim Campbell that the Church would not be voting to accept the Board's offer of assistance by returning to mission status. The Church continues to struggle and currently has no prospect of securing a pastor.

Missionary Reports - No missionaries were present to give reports. Jim Fairchild sent an email attendance and activity report.

Mission Director - The Mission Board received six resumes from men interested in the position of Mission Director. Interview questions have been finalized. March 23 and 26 were chosen as the dates to interview the candidates.

With the additional office space required for a Mission Director at the State Office, a new telephone system will need to be installed. Additional telephone lines cannot be added to the current system. A motion carried that the Mission Board pay ~ the cost for a new telephone system for the state office.

A motion carried that the Board will not cover the cost of a second vehicle's mileage incurred by a missionary while on itnerate. The next Mission Board meeting will be



Tuesday, March 23, 2004 at the State Office in Conway. The meeting will begin at 8:00 am. The meeting was adjourned for lunch. Randy Burris prayed the dismissal prayer and blessing on the meal.

### **March 23 & 26, 2004**

The State Mission Board met at the State Office in Conway. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, Gerald Thomas and Kenneth Winningham were present. Chairman Dwayne Roper called the meeting to order and Gerald Thomas opened in prayer on Tuesday and Randy Burris opened in prayer on Friday. Tim Campbell joined the meeting on Friday during the meeting with Jim Fairchild.

The main purpose for the two-day meeting was to conduct interviews for the position of Arkansas State Missions Director. Prayer was made with each candidate asking for God's leading and wisdom.

Friday morning (3/26), the Board met with Jim Fairchild. Jim gave reports to the Board for attendance, finances, and construction project dates and estimates of costs. A motion carried that Jim be given \$2,000.00 to cover expenses to attend the National Association convention in Kansas City, Missouri (July 2004). February 2004 financial statements for the Mission Board were distributed to members. Copies of the Georgia State Association of FWB Missions Handbook were distributed to board members as information and for future consideration. A motion carried that mileage be paid to each candidate interviewed for the Missions Director position. The Mission Board will meet again on Thursday, April 8, 2004 to conduct an interview with the finalists for the Missions Director position.

### **April 5, 2004 Conference Call**

The State Mission Board held a conference call on Monday night, April 5, 2004. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, Gerald Thomas and Kenneth Winningham were present, as well as Tim Campbell.

The purpose for the conference call was to advise the board members that one of the two candidates being considered for the position of Mission Director had withdrawn his name from consideration. It was decided that our scheduled meeting on Thursday, April 8, to interview the remaining candidate would still take place.

### **April 8, 2004**

The State Mission Board met on April 8, 2004 at the State Office. Board members Randy Burris, Kerry Gandy, Dwayne Roper, David Taylor, Gerald Thomas and Kenneth Winningham were present. Tim Campbell attended the meeting except during the interview process. Ken Winningham opened the meeting with prayer.

Minutes of the previous two Board meetings (3/27/04 & 4/5/04) were distributed, along with financial statements for March 2004. The Cabot project was discussed briefly.

Motion carried to approve payment of \$650.00 from the General Fund for a new backhoe bucket (to replace the old one that broke) and The Worship Center FWB Mission Church pay the remaining costs for the bucket.

Jim Fairchild advised Dwayne Roper that they are going to have to use a "laser" drill to dig holes under the gas lines that cross the Church's property so that gas and water lines can be run from the road to the Church building.

Motion carried to an addition to the job description of the Missions Director. Under Responsibilities of the Director, Number 7 A will now read; "Employment shall be in keeping with the Arkansas FWB Policy Manual." The previous A and B will remain the same and become B and C respectively.

The Board conducted a second interview with a candidate for the position of Missions Director. Randy Burris led in prayer. After the interview and subsequent discussion among Board members. A vote was taken and passed by majority vote to offer the

position to Don Matchett. A motion carried that Don would assume the position June 1, 2004. A motion carried that Don move to Conway no later than January 1, 2005.

## **A.C.T.S. 1:8 Task Force Reports**

### **February 11, 2003**

The A.C.T.S. 1:8 Task Force met at the First Free Will Baptist Church in Conway with 17 members present (Nelson Henderson, Don Matchett, Mark Stripling, David Bishop, Dorace Bishop, Kevin Jewell, Sidney Sawrie, Doug Harris, David Watson, David Winfrey, Dwayne Roper, Phillip Payne, Jim Walker, Chet Smith, Lisa Bowden, Darrell Walker and Tim Campbell). ACTS 1:8 Emphasis Month was discussed. Many suggestions were given which will be compiled and given to each Task Force member.

Motion passed to recommend to individual Task Force members to send a representative from their association or organization if unable to attend. This representative will be a nonvoting proxy. After prayer requests were given the task force was dismissed in prayer by Bro. David Watson and Darren Walker.

### **May 13, 2003**

The A.C.T.S. 1:8 Task Force met at the First Free Will Baptist Church in Conway with 10 members present (Nelson Henderson, Doug Little, David Bishop, Dorace Bishop, Kevin Jewell, Sidney Sawrie, Doug Harris, David Winfrey, Lisa Bowden, and Tim Campbell) along with Bro. James Forlines, Director of National Foreign Missions.

The meeting was opened with prayer by Bro. Nelson Henderson.

The minutes of the last meeting were reviewed.

Bro. Tim Campbell gave a report from the Cabot work and also the Bank Draft Giving.

The financial report was reviewed. Motion passed to order some Post-it Pads to give to Pastors as a "Thank You" for their support.

The possibility of establishing the position of an Arkansas Missions Director was discussed. Motion passed to endorse the establishing of the position of an Arkansas Missions Director.

Suggestions to help with October Emphasis Month were discussed.

Motion passed to consult Randall House about creating a poster for Emphasis Month and letting Tim Campbell and Nelson Henderson to approve the design.

Motion passed to authorize the Chairman to appoint, at his discretion, a committee to develop a promotional plan for Emphasis Month. Bro. Doug Little resigned from The A.C.T.S. 1:8 Task Force. Motion passed to accept Bro. Doug's resignation from the Task Force. The next meeting was scheduled for July 1, 2003 at 10:00 at the First Free Will Baptist Church in Conway. The budget and Emphasis month will be discussed at that time. Bro. James Forlines shared with us about the work of the National Foreign Missions Department and answered questions from the Task Force.

The meeting was dismissed with prayer led by Bro. Sidney Sawrie.

### **September 16, 2003**

The A.C.T.S. 1:8 Task Force met at the First Free Will Baptist Church in Conway with 13 members present (Kevin Haralson, Mark Stripling, David Bishop, Dorace Bishop, Kevin Jewell, Sidney Sawrie, David Winfrey, Dwayne Roper, Jim Walker, Chet Smith, Lisa Bowden, Darren Walker and Tim Campbell).

The meeting was opened with prayer. Tim Campbell presided over the meeting.

Paul Hammons addressed the Task Force and asked to be considered for funding through the A.C.T.S. 1:8 Plan. Motion passed to let Nelson Henderson appoint a subcommittee to study changes needed to be made in A.C.T.S. 1:8 budgets and look at future adjustments that may be needed.

Financial reports were reviewed and discussed.

Motion passed to adopt the financial surveys as information.

October emphasis month was discussed.

Officers for the next year was elected (Nelson Henderson—Chairman, Jim Walker—Vice-Chairman, and David Winfrey—Secretary).

Motion passed that Paul Hammons be placed under the A.C.T.S. 1:8 Plan in 2005 and that \$15,000 of the New Missionary Account be given to his account now if approved by the State Mission Board, which will be forwarded to the Executive Board for approval.

Motion passed to accept Kevin Haralson's resignation from the Task Force.

The meeting was dismissed with prayer led by Dwayne Roper.

#### **November 13, 2003 (Task Force Subcommittee)**

The A.C.T.S. 1:8 Task Force Subcommittee met November 13, at the State Offices with Nelson Henderson, Jim Walker, David Winfrey, and Tim Campbell present.

The meeting was opened with prayer led by Jim Walker.

The formula for funding our A.C.T.S. 1:8 missionary budgets was considered and discussed. A report will be given to A.C.T.S. 1:8 Task Force.

The meeting was dismissed.

#### **January 13, 2004**

The A.C.T.S. 1:8 Task Force met at the First Free Will Baptist Church in Conway with 13 members present (Nelson Henderson, Don Matchett, Mark Stripling, David Bishop, Dorace Bishop, Kevin Jewell, Sidney Sawrie, David Watson, David Winfrey, Phillip Payne, Chet Smith, Darren Walker and Tim Campbell).

The meeting was opened with prayer.

The giving for 2003 was reviewed and discussed.

Our Emphasis Month for the past October was reviewed and ideas for this coming year were discussed. The new 2004 brochure was considered. Motion passed to print the new brochure and print bookmarks for the coming year.

The new formula for determining the missionaries A.C.T.S. 1:8 budget was presented and discussed.

The meeting was set for May 4, 2004 at the First Free Will Baptist Church in Conway.

The meeting was dismissed with prayer led by Phillip Payne.

#### **May 4, 2004**

The A.C.T.S. 1:8 Task Force met at the State Office in Conway with eight members present (Nelson Henderson, Mark Stripling, Dorace Bishop, Kevin Jewell, David Winfrey, Chet Smith, Darrell Walker and Tim Campbell).

The meeting was opened with prayer.

The giving for this year was reviewed and discussed.

The A.C.T.S. 1:8 budget for 2005 was discussed.

Motion passed to adopt the formula for missionaries on the field and present it to the State.

Motion passed to adopt the 2005 budget and present it to the State.

The meeting was dismissed with prayer led by Kevin Jewell.

#### **July 1, 2004 Conference Call**

The A.C.T.S. Task Force met via conference call on Thursday, July 1, 2004 to discuss two items. All members were present with the exception of David Winfrey, Chet Smith, and Mark Stripling.

1. A motion to rescind part of the proposed funding formula was discussed. The motion would delete the section that subtracts the instate designated giving from missionaries



A.C.T.S. 1:8 Support. The remainder of the proposed funding formula would be unchanged. This motion was seconded and passed unanimously.

2. A request was made by Hollie Hubbard, whom the National Foreign Missions office has appointed as a short-term missionary to Japan, to be added to the ACTS 1:8 Plan in 2005. This is a two-year appointment. The cost of the first year would be \$25,000.00. Motion made and seconded to use money from the "new missionary account" to support Hollie for 2005 and tentative plans made for her to be placed into the budget for 2006. Motion passed unanimously.

### 2005 State Mission Board Budget

#### Receipts:

Coop	116,820.00
ACTS 1:8 Receipts for Cabot Missionary	51,050.00
APPLE Payments from Cabot	-
Payments on Bank Note from Cabot	6,000.00
Conway Property Receipts	5,850.00
Interest Income	3,000.00
<b>Total Receipts:</b>	<b>182,720.00</b>

#### Disbursements:

Phone	1,000.00
Secretarial Expense	3,900.00
Computer	800.00
Board Mileage/Meals	5,000.00
Audit	2,000.00
Miscellaneous	520.00
Cabot Work (Payment)	34,500.00
Cabot Payments to APPLE	-
Payments on Bank Note from Cabot	6,000.00
Cabot Missionary Salary	36,050.00
Cabot Missionary Housing	15,000.00
Cabot Missionary travel expense to National	1,500.00
Conway Property Payments to APPLE	5,850.00
Missions Director's Salary	31,500.00
MD's Housing	12,000.00
MD's Retirement	1,200.00
MD's Insurance	5,100.00
MD's Social Security	6,800.00
MD's Travel expense to National	1,500.00
Auto Payment & Insurance	4,500.00
Travel	5,000.00
Office Expense	500.00
Computer & Projector	-
Postage	500.00
Printing	2,000.00
<b>Total Disbursements:</b>	<b>182,720.00</b>

# 2005 ACTS 1:8 Budget

	Missionary Budget	ACTS 1:8 Budget
Davisons	87,565.59	43,782.80
B. Aycocks	98,614.42	16,012.86
D. Aycocks	116,108.10	17,791.53
Lancasters	114,379.23	57,189.62
VanHook	81,073.47	72,878.47
Edgmons	113,066.33	28,266.58
Bishops	126,781.24	63,386.12
McDonalds	156,094.51	38,150.88
Bunchs	126,479.33	48,541.67
Bowermans	92,523.92	73,044.92
Reeds	47,787.00	23,893.50
Hammons	47,480.00	23,740.00
Fairchilds	51,050.00	51,050.00
Totals	1,259,003.14	557,728.94

\* This budget will be subject to change as the new A.C.T.S. 1:8 formula is applied.

***Ricky J. Taylor C.P.A., P.A.***

*Certified Public Accountant*

*P. O. Box 2851*

*Russellville, AR 72811*

*(479) 967-4439*

## 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 statements of financial position of Arkansas State Home Mission Board of the Arkansas State Association of Free Will Baptists, Inc. (a nonprofit Corporation) as of December 31, 2003 and 2002, and the related statements of activities, and 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 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, 2003 and 2002 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  
June 17, 2004

Member of:  
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.  
**STATEMENTS OF FINANCIAL POSITION**  
DECEMBER 31, 2003 AND 2002

ASSETS:	<u>2003</u>	<u>2002</u>
Cash	\$ 189,811	\$ 193,720
Cash - Savings Accounts	1,297	121,958
Cash - Trust Account	283,276	0
Property	500,715	1,020,529
Mortgage/Notes Receivable	<u>75,358</u>	<u>48,172</u>
 Total Assets	 <u>\$ 1,050,457</u>	 <u>\$ 1,384,379</u>

LIABILITIES AND NET ASSETS

LIABILITIES:		
Bonus Payable	\$ 1,297	\$ 3,594
Escrow Payable	1,175	263,827
Mortgage Payable	<u>228,319</u>	<u>172,939</u>
 Total Liabilities	 <u>230,791</u>	 <u>440,360</u>
 NET ASSETS:		
Unrestricted	739,145	874,130
Temporarily Restricted	<u>80,521</u>	<u>69,889</u>
 Total Net Assets	 <u>819,666</u>	 <u>944,019</u>
 Total Liabilities and Net Assets	 <u>\$ 1,050,457</u>	 <u>\$ 1,384,379</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.  
STATEMENTS OF ACTIVITIES  
FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002**

	2003			2002	
	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL	TOTAL
<b>REVENUE:</b>					
General Fund Income	\$ 87,224	\$	\$	\$ 87,224	\$ 82,469
Donations	10,033			10,033	0
Missionary Income-Hispanic Mission		8,929		8,929	35,244
Missionary Income-Maumelle		7,399		7,399	16,890
Missionary Income-Cabot		48,064		48,064	16,632
Missionary Income-LR Inner City		2,636		2,636	729
Guthrie Memorial Income				0	475
Contributed Property				0	65,387
Rental Income				0	3,000
Interest income	14,899	23		14,922	5,493
Gain (Loss) on Disposition of Assets		(2,908)		(2,908)	(33,550)
Gain (Loss) on Transfer of Assets To Self-Support Churches	(175,744)			(175,744)	0
Net Assets released from restrictions:					
Restrictions satisfied by payments	53,511	(53,511)		0	0
<b>Total Revenue</b>	<b>(10,077)</b>	<b>10,632</b>	<b>0</b>	<b>555</b>	<b>192,769</b>
<b>EXPENSES:</b>					
Board Mileage & Meals	5,105			5,105	4,405
Telephone	1,455			1,455	1,064
Printing	267			267	247
Postage	190			190	129
Office Supplies	33			33	60
Secretarial Expense	3,900			3,900	3,600
Computer Expense	3,000			3,000	2,400
Professional Fees	2,000			2,000	1,900
Workman's Comp Insurance	217			217	0
Miscellaneous	1,130			1,130	1,315
Travel	137			137	532
Missionary Expenses-Maumelle	171			171	34,152
Missionary Expenses-Cabot	59,107			59,107	19,289
Missionary Expenses-Hispanic Mission	16,812			16,812	43,351
Missionary Expenses-Inner City Mission	3,365			3,365	0
Guthrie Memorial Fund	0			0	475
Contributions to Hispanic Missionary	0			0	6,500
Contributions to John Reed-Missionary	0			0	5,000
Contributions to Maumelle Mission	7,274			7,274	0
Contributions to Cabot Mission	5,000			5,000	0
Contributions to Hot Springs Mission	3,035			3,035	0
Expenses for Contributed Property	1,957			1,957	7,408
Louisiana Land Fund Expense	9,531			9,531	4,513
Interest Expense	1,222			1,222	13,755
<b>Total Expenses</b>	<b>124,908</b>	<b>0</b>	<b>0</b>	<b>124,908</b>	<b>150,095</b>
<b>Increase (Decrease) in Net Assets</b>	<b>(134,985)</b>	<b>10,632</b>	<b>0</b>	<b>(124,353)</b>	<b>42,674</b>
<b>Net Assets - Beginning of Year</b>	<b>874,130</b>	<b>69,889</b>	<b>0</b>	<b>944,019</b>	<b>901,345</b>
<b>Net Assets - End of Year</b>	<b>\$ 739,145</b>	<b>\$ 80,521</b>	<b>\$ 0</b>	<b>\$ 819,666</b>	<b>\$ 944,019</b>

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.  
**STATEMENTS OF CASH FLOWS**  
FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002

CASH FLOWS FROM OPERATING ACTIVITIES:	<u>2003</u>	<u>2002</u>
Increase <decrease> in net assets	\$<124,353>	\$ 42,674
Add: Loss on disposition of property	2,908	33,550
Loss on transfer of property	175,744	0
Increase <Decrease> in:		
Bonus payable	<2,297>	<2,943>
Escrow payable	<u>&lt;262,652&gt;</u>	<u>26,175</u>
Net Cash Provided by Operating Activities	<210,650>	99,456
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of property	<165,490>	<264,612>
Proceeds from collection from Mortgage Receivable	11,851	4,301
Sales proceeds from property	506,652	178,450
Mortgage Advance	<u>&lt;39,036&gt;</u>	<u>&lt;40,000&gt;</u>
Net Cash Provided <Used> from Investing Activities	313,977	<121,861>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Loan Proceeds	228,318	0
Repayment of Debt	<u>&lt;172,939&gt;</u>	<u>&lt;32,271&gt;</u>
Net Cash Provided by Financing Activities	<u>55,379</u>	<u>&lt;32,271&gt;</u>
Net Increase <Decrease> in Cash	158,706	<54,676>
Cash at Beginning of Year	<u>315,678</u>	<u>370,354</u>
Cash at End of Year	\$ <u>474,384</u>	\$ <u>315,678</u>

SUPPLEMENTAL DISCLOSURES:

Cash Paid During the Year for Interest	\$ <u>1,222</u>	\$ <u>13,755</u>
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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, 2003 AND 2002

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Arkansas State Home Mission Board of the Arkansas State Association of Free Will Baptists, Inc. is a nonprofit Corporation incorporated under the law of the State of Arkansas. The purpose of the corporation is to establish and support Free Will Baptists Mission Churches in the state of Arkansas. The corporation's support comes primarily from donor contributions and COOP receipts.

The Corporation is exempt from federal income tax under section 501 ( c ) (3) of the Internal Revenue Code.

The following significant accounting policies have been followed in the preparation of the financial statements:

Basis of Accounting

The Corporation prepares its financial statements using the accrual basis of accounting, which involves the application of generally accepted accounting principles; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets; unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles includes the use of estimates that affect the financial statements. Accordingly, actual results could differ from those estimates.

Contributions

The Organization accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in SFAS No. 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions.

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. The Organization has no permanently restricted net assets.

ARKANSAS STATE HOME MISSION BOARD OF THE  
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.  
**NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)**  
DECEMBER 31, 2003 AND 2002

Property

As mentioned in the audit report, the property located in Wynne, Arkansas is carried at the appraised values. The property at Maumelle, Arkansas, Hot Springs, Arkansas and Cabot, 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.

Cash Equivalents

The Corporation considers all highly liquid investments with a maturity of nine months or less when purchased to be cash equivalents.

NOTE 2 - PROPERTY

A summary of property is as follows:

	<u>2003</u>	<u>2002</u>
Land & building - Wynne, Arkansas	\$ 135,000	\$ 135,000
Land & building - Maumelle, Arkansas	0	254,230
Land & building - Hot Springs, Arkansas	0	365,688
Land & building - Blytheville, Arkansas	0	65,387
Land & construction		
in progress - Cabot, Arkansas	365,715	200,224
	<u>\$ 500,715</u>	<u>\$ 1,020,529</u>

NOTE 3 - MORTGAGE RECEIVABLE

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

NOTE 4 - ESCROW PAYABLE

Rolling Oaks Free Will Baptist Church in Maumelle, Arkansas, Lake Hills Free Will Baptist Church in Hot Springs, Arkansas, and The Worship Center Free Will Baptist Church in Cabot, Arkansas are making payments to the Arkansas State Home Mission Board of the Arkansas State Association of Free Will Baptists, Inc., to be applied to the purchase of the property in Maumelle, Hot Springs, and Cabot, respectively. The property will not be transferred to Rolling Oaks Free Will Baptist Church, Lake Hills Free Will Baptist Church, or The Worship Center Free Will Baptist Church, until the church goes self-supporting.



ARKANSAS STATE HOME MISSION BOARD OF THE  
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.  
**NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)**  
DECEMBER 31, 2003 AND 2002

**NOTE 5 - RESTRICTIONS ON NET ASSETS**

Temporarily restricted net assets are available for the following purposes:

	<u>2003</u>	<u>2002</u>
Missionary - Maumelle	\$ 0	\$ <7,399>
Missionary - Hispanic Mission	0	552
Missionary - Cabot	6,595	2,081
Contributed Property - Conway	73,926	73,926
Little Rock Inner City Youth	<u>0</u>	<u>729</u>
	<u>\$ 80,521</u>	<u>\$ 69,889</u>

These net assets are restricted due to donor restrictions. They are released when the donor restriction is satisfied.

**NOTE 6 - NOTES PAYABLE**

	<u>2003</u>	<u>2002</u>
Note payable - Simmons First National Bank, Conway, Arkansas, requires quarterly installments of interest at an annual percentage rate of 4.0%. In November the note will convert from a construction loan to an amortizable valuable rate loan.	\$ 228,319	\$ 0
Note payable - U. S. Bank, Conway, Arkansas, requires monthly installments of \$ 1,893, including principal and interest at an annual percentage rate of 8.0%. Note secured by real estate.	<u>0</u>	<u>172,939</u>
	<u>\$ 228,319</u>	<u>\$ 172,939</u>

**NOTE 7 - CONCENTRATION OF CREDIT RISK**

The Board has an accounting risk of loss in the area of cash and cash equivalents to the extent cash funds are not insured by a governmental agency. The amount of accounting risk of loss on December 31, 2003 is \$ 374,487.

## **Nomination List and Election Schedule**

### Executive Board

***Term Ends 2004***

Will Harmon

Jim Walker

### Replacement

Will Harmon

Jim Walker

***Term Ends 2005***

David Copeland

David Watson

***Term Ends 2006***

Dale Blackwell

Joe Buttgen

### Youth Board

***Term Ends 2004***

\*Leo Martin

\*Mark Stripling

Darren Walker

John Gilliland

***Term Ends 2005***

Tim Landers

Lynn Crawford

***Term Ends 2006***

Ken Brown

Johnny Miller

### State Mission Board

***Term Ends 2004***

Randy Burris

David Taylor

Randy Burris

David Taylor

***Term Ends 2005***

Kerry Gandy

Dwayne Roper

***Term Ends 2006***

Kenneth Winningham

Gerald Thomas

### Christian Education Board

***Term Ends 2004***

Bob Brown

Randy Scott

Bob Brown

Randy Scott

***Term Ends 2005***

Vince Daniel

Kendall Ross

***Term Ends 2006***

Leroy Scudder

Doug Jones

### Officers

Moderator: David Bishop

Assist. Moderator: David Winfrey

Cllerk: Randy Ledbetter

Assist. Clerk: Wendell Leckbee

David Bishop

Nelson Henderson

Wendell Leckbee

Keith Bowden

Hillsdale FWB College Board Member (2 Year Term):

Nelson Henderson

Nelson Henderson

# **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 denominational government.

## **Article I.**

Name:

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

## **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 execute 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 given 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 August unless another time is recommended by the Executive Committee.

## **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; \$100.00 for each church for National Association fees; and \$5.00 per each church for minutes, for a total of \$130.00.

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 districts 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, and executive director. Each of these, with exception of the executive 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 Executive 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 6. The moderator, assistant moderator, executive 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 reelected 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 meetings 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 executive director. A contractual agreement shall be signed annually by the executive director and the Executive Board. The executive 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 conferences, 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.