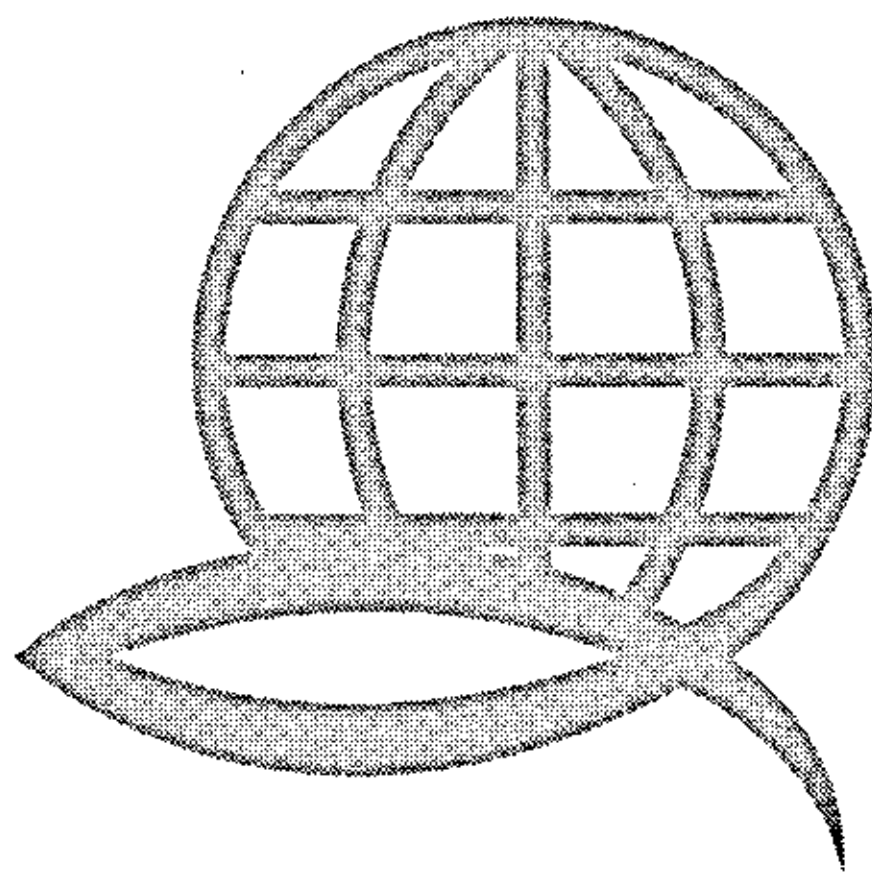


Minutes
of the
One-Hundred Eleventh Annual Session
of the
Arkansas State Association
of
Free Will Baptists

Independence Hall
University of Arkansas Community College
Batesville, Arkansas
August 4-5, 2008



Moderator of the 111th Session

Nelson Henderson
2819 Highway 62 West
Pocahontas, Arkansas 72455

Clerk for the 111th Session

Wendell Leckbee
3731 Lakeshore Drive
North Little Rock, Arkansas 72116

**SPECIAL CALLED MEETING
ARKANSAS FREE WILL BAPTISTS
SATURDAY MORNING, DECEMBER 1, 2007, 9:00 AM**

At 9:00 am on December 1, 2007 a special called meeting of Arkansas Free Will Baptists was called to order by Moderator, Nelson Henderson with 71 in attendance. He spoke from I Corinthians 10:31 regarding glorifying God in all situations. He then led in prayer.

He noted Article 7 of the Constitution which provides the procedure for the Executive Board to call the meeting and then introduced Executive Director, Tim Campbell, who noted that it was not so much an emergency as a matter of great importance.

Information and recommendations were as follows:

State Office has spent \$30,000 to \$50,000 on the bookstore in the past few years. Upon closure, the State Office became responsible for \$150,000 in bookstore debt. Consequently, a loan was secured from Simmons 1st Bank to pay off all debt with a 20-year note at \$1,231.75 per month.

Because of expenditures for the bookstore, the State Office is operating on a tight budget. The building has aged, and our maintenance costs are increasing. Other major repairs are imminent. It will be increasingly difficult for the State Office to fund these repairs and manage the bookstore debt. In short, the future expansion of State Office ministries will be on hold if a solution is not found.

Suggested solution is to sell the State Office which is appraised at \$556,000, acquire property, build a new State Office facility, pay off all bookstore debt and endow the remaining funds to offset expenses for State Office.

The Executive Board Proposal is to give the Executive Board permission to manage the process of buying new State Office property, selling the current State Office (only if reasonable sale can be secured), build a new State Office (only if construction cost is reasonable) and endow remaining funds.

Jim Walker, Chairman of the Executive Board, introduced the proposal of the Executive Board. After a second, the subject was opened for discussion. After discussion the recommendation was adopted.

Motion to adjourn was seconded and adopted.

Bobby Shepherd dismissed in prayer.

MINUTES
Of the
111th Annual Session
of the
ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS

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OFFICERS AND STANDING BOARDS

2008-2009

EXECUTIVE BOARD

Bobby Shepherd	2009
Mark Stripling	2009
Tommy Tims	2010
Jim Walker	2010
Paul Payne.....	2011
David Copeland	2011

MISSION BOARD

Ken Winningham	2009
Gerald Thomas	2009
Joe Ray Short	2010
Jason Scott	2010
Michael Morrison.....	2011
Dwayne Roper	2011

YOUTH BOARD

Ken Brown	2009
Johnny Miller	2009
Cody Alley	2010
John Gilliland.....	2010
Tim Landers	2011
Joey Postlewaite.....	2011

CHRISTIAN EDUCATION BOARD

Clark Snow.....	2009
Doug Jones	2009
Randy Scott.....	2010
Greig Caswell.....	2010
Kevin Jewell.....	2011
David Ponder	2011

MODERATOR.....	Nelson Henderson
ASSISTANT MODERATOR.....	David Harper
CLERK	Wendell Leckbee
ASSISTANT CLERK	Keith Bowden
HILLSDALE TRUSTEE	David Copeland
FAMILY MINISTRIES BOARD.....	Johnny Miller

OFFICERS OF DISTRICT ASSOCIATIONS

ANTIOCH

Moderator-Johnny McCoy
6200 Crow Mountain Road
Russellville, AR 72802
(479) 890-5328

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

ARKANSAS

Moderator-Bobby Richey
2856 Chris Freeman Circle
Boles, AR 72926
(479) 577-2527

Clerk-Vickie Roberson
25556 West State Hwy 28
Bluffton, AR 72827
(479) 299-4234

CENTRAL

Moderator-Marshall Smith
1206 Foxwood
Jacksonville, AR 72076
(501) 982-2633
marshes@aristotle.net

Clerk-Lori Hudman
15 Jane Drive
Sherwood, AR 72120
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FELLOWSHIP

Moderator-David Bishop
403 Avenue Two NE
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Clerk-Keth Bowden
1050 Bowen Estates Road
Russellville, AR 72802
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HARMONY

Moderator-Ronnie Garrett
P. O. Box 96
Plainview, AR 72857
(479) 272-4186

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

LITTLE MISSOURI RIVER

Moderator-Joe Ray Short
P. O. Box 1586
Glenwood, AR 71943
(870) 356-2374

Clerk-Deshe Ledbetter
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deshe@kdpine.com

NEW HOPE

Moderator-John Gilliland
5286 Highway 36 W
Rosebud, AR 72137
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Clerk-Tracy Gilliland
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Rose Bud, AR 72137
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tabgilliland@yahoo.com

NORTHWEST

Moderator-Lonny Burks
1624 Hwy 7 N
Harrison, AR 72601
(870)741-3943

Clerk-Joey Wilson
404 North Oak
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OLD MOUNT ZION

Moderator-Paul Payne
3017 East Emma
Springdale, AR 72762
(479)751-3047
westsidepreacher@aol.com

Clerk-Carla Henson
P. O. Box 14
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POLK BAYOU

Moderator- Tim Landers
84 Jill Circle
Batesville, AR 72501
(870)251-0266
Timotheous85@yahoo.com

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515 Laman Street
Cave City, AR 72521
(870)283-2274
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SALINE

Moderator-Frank Matchett
105 Braydn Lane
Star City, AR 71671
(870)628-5601

Clerk-Tracy Nichols
115 Smith Road
Warren, AR 71671
(870)226-5927
wbtracy@sbcglobal.net

SOCIAL BAND

Moderator-Nelson Henderson
P. O. Box 86
Pocahontas, AR 72455
(870)892-5094
mnhenderson@yahoo.com

Clerk-Dale Blackwell
710 Utnage Drive
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Blackwel@bscn.com

SOUTHEAST ARKANSAS

Moderator-Phillip Payne
644 B 144 West
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preacherpaynel@yahoo.com

Clerk-Sandra Schuk
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UNITY

Moderator-Jim Walker
505 Hester Lane
Greenwood, AR 72936
(479) 996-2198
jwalker@valvelinx.net

Clerk-Kendall Ross
2825 Grinnell Avenue
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kross@cfwbc.org

ZION HOPE #2

Moderator-Lloyd Shores
3517 Mountain Grove Road
Alma, AR 72921
(479) 632-4939
Shoreslr@gmail.com

Clerk-Gary O'Kelley
P. O. Box 1424
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(479) 632-3612

PROCEEDINGS

Monday Evening, August 4, 2008

The 111th annual session of the Arkansas State Association of Free Will Baptists met at Independence Hall at University of Arkansas Community College in Batesville, Arkansas on August 4-5, 2008. The theme verses were John 21:1-19.

The speaker for each session was Dr. Paul Harrison, Pastor, Cross Timbers Free Will Baptist Church, Nashville, TN.

The pre-service music was presented by "New Creation."

The Monday evening service opened with song director Kenny Clark leading the congregation in singing "*Victory in Jesus*." The pianist was Robin Richardson.

Wendell Leckbee, Clerk called the session to order and introduced the Moderator, Nelson Henderson. The Moderator welcomed those present and introduced Dr. Doug Matthews, Councilman for the City of Batesville, who extended a welcome on behalf of the city of Batesville.

The Committee on Committees was elected as follows: Dwayne Roper, Randy Scott, John High, David Taylor, and Dale Blackwell.

The congregation sang "*Glory to His Name*."

Offertory prayer was by Moderator, Nelson Henderson.

Special music was by Tammy Barber.

Tim Campbell introduced the evening speaker, Dr. Paul Harrison. His subject was "*An Unlikely Conversation*." The text was John 21:1-14.

Special music was presented by Kevin Watkins who sang, "*Crucified with Christ*." Tim Campbell directed the closing of service. "*Amazing Grace*" was sung as the hymn of invitation.

Report of the Committee on Committees was given (page 8).

After announcements the meeting was dismissed.

Tuesday Morning, August 5, 2008

The service opened with a welcome from Moderator, Nelson Henderson. He presented the Moderator's Message regarding "Change" and led in prayer.

The Credentials Committee Report was read by the Clerk, Wendell Leckbee (page 8). Motion passed to accept the report and seat the delegates. Visitors were recognized and welcomed.

Keith Burden brought words of greeting from the Executive Office and expressed appreciation for Arkansas people who serve on National Boards. He reported that "*One Magazine*" has 7,000 new members bringing total readership to 60,000.

Report of the Arkansas Women Active for Christ was given by President Lisa Bowden (page 10). Motion passed to receive the report.

Report of the Executive Director was given by Tim Campbell. He asked new pastors in the state to stand and introduce themselves. Financial reports were reviewed by Ricky Taylor, C.P.A., who presented the audit report. Tim Campbell reviewed the Christian Supply Store closing and the State Office Report. He also expressed appreciation for those who prayed for him during his surgeries. He expressed appreciation for Linda Whitten and Diana Caswell for their loyalty and service. Motion passed to accept the report and adopt the budgets. (pages 17-31)

Report of the Christian Supply Store was given by Tim Campbell. The final report was reviewed by Ricky Taylor, C.P.A. Motion passed to accept the report.

Tim Campbell presented a proposal for a committee to be appointed to consider changing the State Meeting dates. Motion approved. The moderator appointed David Taylor, Tim Landers, Randy Scott, David Ponder, Lisa Bowden and Wendell Leckbee.

Report of the Executive Board (page 16) was presented by Jim Walker. The report was accepted.

Paul Payne and David Copeland were elected to the Executive Board.

Report of the Christian Education Board was given by Randy Scott. (pages 34-35)

Motion adopted to accept the report and adopt the budget. Kevin Jewell and David Ponder were elected to the board.

Report of Camp Beaverfork Director was given by Tim Harris. (pages 57-58) His presentation included a video. He expressed appreciation to all who support the Camp because of its importance as an influence on the life of young people.

He announced an appreciation luncheon on November 1, 2008 for WAC and Master's Men.

Ricky Taylor, C.P.A., reviewed the audit report. Motion to accept the report and adopt the budget passed.

Report of the Youth Board was submitted by Johnny Miller. (page 58) Tim Landers and Joey Postlewaite were elected to the board.

Report of the Nominating Committee was read by the Clerk (page 59). Motion passed to accept the report.

A report from Hillsdale Free Will Baptist College was given by Bob Thompson. David Copeland was elected to the Board of Trustees.

Representatives from Youth Ministries and Free Will Baptist Bible College presented reports on their respective departments.

The meeting was dismissed.

Tuesday Morning Worship Service August 5, 2008

The service opened with David Winfrey leading the congregation singing "*Tis so Sweet to Trust in Jesus*" and "*Isn't He Wonderful.*" Tommy Jones led in prayer.

Nelson Henderson introduced Dr. Paul Harrison who spoke on the subject "The Heart of the Matter." His text was John 21:15-17. After announcements by Nelson Henderson the meeting was adjourned.

Tuesday Afternoon Business Session August 5, 2008

David Winfrey led the congregation in singing "*When We All get to Heaven.*" Ryan Johnson, Pastor, Walnut Ridge gave a devotional and led in prayer.

Report of the Mission Board was given by Don Matchett. (pages 36-37). Ricky Taylor, C.P.A., discussed the Boards financial reports. Motion adopted to accept the report and adopt the budget. Kerry Gandy and Jackie Brown were presented with plaques honoring their service to the Mission Board. Michael Morrison and Dwayne Roper were elected to the board.

Report of the Missions Director was given by Don Matchett (pages 43-49). He introduced Joe Tolbert, State Missionary to Cabot, who spoke about the church at Cabot and their many activities. Don Matchett also reported on the Mission Department trip to Green Bay which included 10 young people who did a Bible School. He also discussed the Fishing Tournament which was a huge success.

Report of the Resolutions Committee was adopted (page 12). Representatives from International Missions and Home Missions, Randall House, Free Will Baptist Foundation, Board of Retirement and Harvest Children's Home reported on their respective ministries.

A motion from the floor was adopted for the Moderator to appoint a 5 member committee including the moderator, executive director and missions director to study the distribution, promotion and giving to missions in the State

of Arkansas and to report back to this body for adjustments and changes in order to conform to International Missions Department support beginning in 2010.

The Moderator appointed Cody Alley, Will Harmon, David Bishop, Jason Scott and Jim Walker.

Report of the Obituary Committee was read by Keith Bowden, Assistant Clerk (page 9). The congregation was led in prayer by David Harper.

Motion adopted to accept the report.

The Statistics Report was read (page 13). Motion adopted to accept the report.

The Registration Report was read. (page 12) Motion adopted to accept the report.

Delegates to the 2009 National Association in Cincinnati, OH were named. They were Brenda Housley, Lisa Bowden, Cameron Lane, Mike Birmingham and Carolyn Winfrey.

State Officers elected for the next year were as follows: Nelson Henderson, Moderator; David Harper, Assistant Moderator; Wendell Leckbee, Clerk; and Keith Bowden, Assistant Clerk. David Copeland was re-elected to the Hillsdale Free Will Baptist College Board. Johnny Miller was re-elected to the Free Will Baptist Family Ministries Board. Mark Stripling, Pastor, First, North Little Rock, was asked to report on the fire which destroyed the sanctuary and educational building at First, North Little Rock.

Tim Campbell complemented David and Carolyn Winfrey on their work at Christian Supply Store. A standing ovation was awarded by the State Association.

After announcements the meeting was adjourned.

Tuesday Evening Worship Service August 5, 2008

Pre-service music was presented by Miranda Tucker, Ballew's Chapel Quartet, David Lee, Curt Davis and Polk Bayou Choir.

The service opened with the congregation joining the Polk Bayou Choir singing "*I Will Sing the Wondrous Story*." Nelson Henderson welcomed everyone to the evening service, reported on prayer requests and led in prayer.

Report of the Master's Men was given by President Wendell Leckbee who also presented an Arkansas Traveler Certificate to Tim Campbell for all his travels throughout the State in support of all departments and ministries. (page 12). Motion adopted to receive the report.

The congregation sang "*At Calvary*" and "*There is Power in the Blood*." Don McDonald led in prayer as the ushers prepared for the missionary offering. Offertory music was presented by the Polk Bayou Choir singing "*I Saw the Lord*."

The missions offering was \$1,133.25

Special music was presented by the choir singing "*Jesus Saves*."

Nelson Henderson introduced Dr. Paul Harrison who spoke on the subject "No Greater Challenge, No Greater Privilege." The text was John 21:15-17.

After a hymn of invitation Nelson Henderson thanked those who did so much in hosting the meeting and for attending a successful State Meeting. The 111th Session was adjourned.

REPORTS

REPORT OF THE COMMITTEE ON COMMITTEES

Credentials: Billy Wilson, Leroy Scudder, Ron Parker, Wayne Wilson and Tim Landers

Nominating: David Ponder, Greig Caswell, John Gilliland, Tim Foreman and Jackie Brown

Obituary: Jimmy Bundy, O. D. Winfrey, Victor Hunter, Ryan Johnston and Jonathan McEntire

Resolutions: Jim Walker, Joe Short, Jason Scott, Jerry Lewis and Steve Thomas

Committee on Committees:

Dwayne Roper, Randy Scott, Dale Blackwell, David Taylor, John High

REPORT OF THE CREDENTIALS COMMITTEE

The following District Associations have represented by letter, delegates and fees: Antioch, Arkansas, Central, Fellowship, Harmony, Little Missouri River, New Hope, Old Mt. Zion, Polk Bayou, Saline, Social Band, Southeast.

Northwest Association: Two churches did not pay: Mt. Home-First and Mt. Olivet. Unity Association: Five churches did not pay: Central, Heritage Temple, Riverview Fellowship, Shady Grove, Vista.

Zion Hope #2: Three churches did not pay: Barling, Booneville and Van Buren.

Respectfully submitted: Credentials Committee

Billy Wilson, Leroy Scudder, Ron Parker, Wayne Wilson, Tim Landers

2008 OBITUARY REPORT

ANTIOCH

Clarence Madewell
Margaret Belcher
Richard Smith
Marie Crotts
Clara Wilson
Anna Lee Bradshaw
Ray Hicks
Ruby Robinson
Ethel Duvall
Marie Davis
Joyce Duvall
Millie Venable
Crystal Foshee
Erma Dean Kelley
Woodene Duvall

ARKANSAS

Mitchell Cox
Kenny Reed
Liddy Willhelm

CENTRAL

Lillie Cox
June Manning
Bessie Gray
Donella Morphis
A. C. Cotton
Sue Patton
Jerry Bell
Allen Hubbard
John V. Sawyer (Deacon)
Virginia Ricks
James Marshall

FELLOWSHIP

Wanda Crow
Dot Couch
Lavonna Jagers
E. D. "Buster"
Barton (Deacon)
Sylvia McCuin

HARMONY

Norman Ray Jones
Charlotte Head
Eugene Rogers
Eva Moats
Leonard Page
Jack Taylor
James Harold Jackson
Helen Jackson
Billie Tatum

LITTLE MISSOURI RIVER

Legene Shockley
Myrtle Sirmon
Arva Parker
Floy Reid
Donnie Feamster
Hazel Morrison

NEW HOPE

Helen Fenley
Ruby Watts
Thelma Clark
Elsie Mercer
James Donald Turner
Betty Woodruff
Zanie Clay
Lorene Lafoon
Lillie Fay Smith

NORTHWEST

Pete Bell
Leola Billings

OLD MT. ZION

Linda Brasher
Ina Hansen
Velma Robinson
Verbal Clark
Paul Howerton
John Howell
Derald Parks
Erah Cline
Fred Archer
Gary Hawthorn
Theelma Hobbs
Elsa Grigg
Effie Cox-Masterson
Wilma Dobbs
Ina Pointer
James Crockett
Sue Devore
Patricia Spurgin
Rufus Young
Clyde Wood
Vesta Spencer
Betty Long
Barbara Casey
Beverly Calico
Virginia Tate
Connie Hinkle
Thomas Lathorp
Dorothy Lathorp
Jack Boyd
Clifton Martin
Jean Kilpatrick
Lula Boudrey

POLK BAYOU

Barry Falwell
Hazel Dean Tadlock
Burnell Harris
Herman Ezell
Earl Morgan
Estle Lewis
Clois R. Clark
Irene Pinkston
Warren C. Roach
Izena Welch

POLK BAYOU *CONT.*

Phyllis Jones
Irene Schuman
Emma Lee McDoniel
Estelle Lane
Retha Page
Pauline Bone
Judson Storey
Verlin Halcom
Ann Robins
Charlotte Crafton
Mabel Hubbard
Victoria Riley
Fran Skudder
Guy Skudder
Lowell Eagans
Dorothy Wagster
Geraldine Willhite
Claud Bradley
Nev Freeman
Bessie Rutledge

SALINE

Dora Drirur
Willie Bell Jordan
Erma Dodson
Jane Lowry
Martiel Barnett
Oliver Rice
Peggy Hodge
Ruth Hazel Weaver
Madeline Bryant
Edith Reep
Ann Hall
Emmalene Glover
Jimmy C. Wagnon
Bobbie Ann Pennington
Macel Meeks Knight
Hazel Mann
Lois Ryburn
Roy Harmon
Meade Adams
Myrtis Pearce
Lee Owens

SOCIAL BAND

Pearl Johnson Casey
Lola Lovelace
Ann Ponder
Phala Smith
Dorothy Holloway
Marquerite Hackworth
Sylvia Midgett
Carl Bennett
Bill Hoffman
Jewell Reynolds
Vmeca Brown
Lavonne Croom
Jeff Davis

SOCIAL BAND *CONT.*

Ruby (Dean) Liscomb
Rev. Leo Martin
Bernice Wildrick
Jewell Farrar
Joe Lynn Morrow
Lucille Hunt
Cleo Gentry
Lorine Williams
Alden Jones
Paul Hendrix
Tressie Godwin
Jessie Davis
Rev. Lowell Graham
James C. Hart
Martha Dean
Waive Todd
Charles Deen
Evelyn Cooper
Colleen Turner

S.E. ARKANSAS

None Reported

UNITY

Mary Katherine
Thomas
Jimmy Thomas

ZION HOPE #2

Jewell Rickman
Isabel Clark
T. J. Robertson
Wendell Welbern
Sylvia Hyde
Violet Organ
Aline Goss
Lonnie Nichols
Johnny Harris
Eula Mae Dickerson
Herman Stump
Robert Rozell
James Tudor
Barbara Atwell
Wanda Marston
Debra Ball
Boyne Brewer
Angus Barenburg

Respectfully
submitted:
**OBITUARY
COMMITTEE**

REPORT OF THE ARKANSAS WOMEN ACTIVE FOR CHRIST

The Annual Retreat was held on May 2-3, 2008, at Camp Beaverfork with 119 registered. The theme was "The King and I" taken from Psalms 20:9. The speaker was Sandy Atwood of Nashville. Concert, Singing, and Special music were by the Huntsville Trio: Suzanne Graham, Leona Gurley, and Jeff Reeves. Decorations were by the Saline District.

The 5th Annual Presidents Luncheon was held on February 23, 2008 at the Conway First FWB Church. The theme was "Unlocking Our Potential." Lisa Bowden spoke on seven keys to unlocking our potential as leaders. 29 ladies attended and shared ideas and had a great time of fellowship. Lunch was served by the Arkansas WAC Executive Committee.

The 54th Annual session of the Arkansas Women Active for Christ met August 4, 2008 at Allen Chapel FWB Church in Batesville. The theme was "God's Stamp of Approval." The theme scripture was II Timothy 2:15. The speaker was John Reed, Missionary to Green Bay, Wisconsin. Connie Durham directed the singing with Robin Richardson as the pianist. Offertory was by Ruth Mize and special music was by Angela Bradley.

Home and International Missionaries gave greetings and updates during the Missionary Share Time.

Danita High, newly elected WNAC Executive Secretary-Treasurer was congratulated and presented with a gift from the Arkansas WAC. Debe Taylor led in a prayer of dedication.

11 Districts reported with 64 Locals and membership of 687. A total of 149 registered, including 3 International Missionaries, and 6 Home Missionaries.

Total receipts for 2007 were \$86,145.69. Our giving to International Missions was \$36,156.11 (Acts 1:8 receiving \$28,213 of this amount), National Home Missions \$16,746.03, Children's Home \$1,996.75, Florence Crittenton Home \$2,196.25, and our 2007 State Project was The Salt Lake City Team; the Ledbetters and Warrens with a total of \$9,893.79.

The following resolutions were adopted. (See Attached)

The 41st Annual Banquet was held at the Batesville First FWB Church on August 4, 2008 at 5:00 P.M. with 150 in attendance. Cheryl Reed, Missionary to Green Bay, Wisconsin spoke from the theme "God's Stamp of Approval" The theme scripture was Luke 10:42. Special music was by Angela Duncan. Polk Bayou District did the banquet decorations.

Respectfully Submitted,



Lisa Bowden
Arkansas WAC President

Arkansas Women Active for Christ
Resolution Committee Report
August 4, 2008

We, the Resolution Committee, submit the following recommendation:

We recommend that we give Allen Chapel Free Will Baptist Church a standing ovation for hosting the WAC State Meeting and providing refreshments.

Members:

Nina Chronister
Diane Caswell
Jeannie Barreck
Barbara Johnson
Modean Bowman

Arkansas Women Active for Christ
Executive Committee Recommendations
August 4, 2008

1. We, the executive committee, recommend that we accept the 2008 WNAC resolutions as printed.
2. We, the executive committee, recommend our state project for 2009 be John and Cheryl Reed, our missionaries to Green Bay, Wisconsin.
3. We, the executive committee, recommend that each district WAC contact in writing the WNAC office to request they consider continuing to schedule a National Retreat in Branson or the surrounding areas.

Executive Committee

Lisa Bowden, President
Belinda Adaire, Vice President
Brenda Housley, Secretary
Jayne Hannah, Treasurer
Janie Campbell, Field Worker
Judy Short, Member at Large
Kim Landers, Member at Large
Pat Hunnicutt, Member at Large
Sandy Forman, Member at Large

REPORT OF ARKANSAS MASTER'S MEN

The annual Master's Men Banquet was held August 5 at the Quail Valley Free Will Baptist Church in Batesville who were so kind to provide their facility. The meal was catered by the youth group from Cave City Free Will Baptist Church who did a tremendous job. 63 attended the banquet.

The results of the 2007-08 project were announced. The project to raise \$15,000 to repair the pool and \$5,000 to purchase a sign for Camp Beaverfork resulted in \$15,034 which was received and sent to Camp Beaverfork.

Jared Fowlkes introduced the recommended project adopted for the 2008-09 year which has a goal of \$52,400 which is to replace the 131 windows in the Florence Crittenton Home at a cost of \$400 per window. The project was adopted by those present.

Ken Akers, National Director of Master's Men reported on the National Office and the many projects and services offered by the Department.

Cash drawings of \$50 won by Greig Caswell (donated back to the project), \$25 won by Sidney Sawrie (donated back as \$50 to the project) and \$12.50 won by Lester King were conducted. A \$2,000 check for the project was presented at the meeting.

Special music was presented by Richard Dennis. Denver McKay presented the program.

Respectfully submitted,
Wendell M. Leckbee, President

RESOLUTIONS COMMITTEE REPORT

Be it resolved we give a standing vote of thanks and appreciation to the Polk Bayou Association for their hospitality during the 2008 Arkansas State Meeting. Be it resolved that a complete set of reports to be sent to each of our churches six weeks in advance of the State Meeting so that they can be read and comprehended prior to voting. A motion to amend the resolution as follows: the State Office will post on-line the reports as soon as they are available prior to the State Meeting. Motion to amend was carried. Amended report was accepted.

Respectfully Submitted: Resolutions Committee
Jim Walker, Joe Short, Jason Scott, Jerry Lewis, Steve Thomas

REGISTRATION COMMITTEE REPORT

The following have registered during the 111th Annual Session of the Arkansas State Association of Free Will Baptists, held at the University of Arkansas Community College, Batesville, AR, August 4-5, 2008. Ministers 73, Deacons 17, Delegates 34, Missionaries 11, Visitors 160, for a grand total of 295 registered.

Respectfully Submitted: Registration Committee:
David Copeland, Greig Caswell, Ronnie Whitten, and Michael Morrison

STATISTICS REPORT

The Arkansas State Association of Free Will Baptists reports 15 associations comprised of 210 churches. The statistics for membership, baptism, etc., are based on the 189 churches who reported.

There are 90 churches located in a city/town; 112 churches in rural, 82 with full-time pastors, and 96 part-time pastors. There are 293 ordained ministers, 44 licensed ministers, and 437 ordained deacons.

The churches reported 392 baptisms with 694 members added, 387 members lost, with a total membership of 18,036.

Sunday School enrollment was 9,607, CTS enrollment was 2,094, Women Active for Christ membership was 971 and Master's Men enrollment was 231.

There were three churches with day care; three churches with kindergartens, and three churches with Christian day schools.

The total income of all churches reporting was \$11,536,898.98 and 47 churches with budgets.

There were 53 churches with parsonages, and a total value of all church property, including parsonages, of \$73,530,071.60.

ARKANSAS FREE WILL BAPTISTS

Comparative Receipts - January-December 2007

STATE ASSOCIATION

			\$ Increase	% Gain
	2007	2006	(\$ Decrease)	(% Loss)
General Fund (2007 State Office)	528,578	99,697	56,360	11.93%
Operational Fund		19,313		
The VISION		20,353		
Sunday School Literature		306,305		
State Association Fees		6,150		
National Association Fees		20,400		
State Missions	203,200	178,379	24,821	13.91%
SM Property	5,824	5,824	0	0%
Christian Education Board	24,617	28,397	(3,780)	(13.31%)
Miscellaneous Accounts	54,209	73,566	(19,357)	(26.31%)
Christian Supply Store	223,955	463,502	(239,547)	(51.68%)
Camp Beaverfork	214,155	237,725	(23,570)	(9.91%)
TOTALS (Note 1)	1,254,538	1,459,611	(205,073)	(14.04%)
A.C.T.S. 1:8 (Note 2)	529,381	489,584	39,797	8.12%
COOP (Note 3)	550,510	548,997	1,533	0.27%
HILLSDALE	32,733	35,796	(3,063)	(8.55%)

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 International Missions totals below

NOTE 3: The above Coop Plan receipts is the sum of all Coop receive by all agencies

NATIONAL ASSOCIATION

			\$ Increase	% Gain
	2007	2006	(\$ Decrease)	(% Loss)
Executive Office	100,926	91,107	9,819	10.77%
International Missions	608,499	582,386	26,113	9.90%
National Home Missions	262,704	293,247	(30,543)	(10.41%)
FWBBC	63,055	58,630	4,425	7.54%
Bd. Of Retirement & Insurance	17,280	15,648	1,632	10.42%
Master's Men	19,104	15,758	3,356	21.29%
WNAC	28,079	15,428	12,651	82.00%
FWB Foundation	7,411	6,681	730	10.92%
Theological-Integrity Commission	580	557	23	4.12%
Media Commission	617	557	60	10.77%
Music Commission	617	557	60	10.77%
Historical Commission	617	557	60	10.77%
TOTALS	1,109,489	1,081,113	28,376	2.62%
GRAND TOTALS (State, National, Hillsdale)	2,396,760	2,576,522	(179,762)	(6.97%)

Executive Committee Summaries

January 30, 2007 (All Board's Meeting)

Present were Nelson Henderson, Keith Bowden, David Harper and Wendell Leckbee.

The meeting was opened in prayer by David Harper.

Plans for the State Meeting were made as follows:

Theme: A Ministry of Heritage and Hope.

Tuesday night – "Doctrine" - Steve Sawrie – Ozark

Wednesday 11am – "Distinctives" – Kevin Riggs – Russellville

Wednesday night – "Destiny" – Pat Baze – Camp Beaverfork

Devotion – Wednesday afternoon – Charlie Baggett – Star City

Music leader – Jeremy Raines – NLR (He will select the pianist)

Special Music – Tuesday night – Mike Birmingham – Shreveport, LA

Wednesday night – Hillsdale Trio – Norman, OK.

Meeting adjourned.

July 30, 2007

Present were Nelson Henderson, Keith Bowden, David Harper, Wendell Leckbee, and Tim Campbell.

Bro. Ricky Taylor met with the committee and presented the audits for Camp Beaverfork, Arkansas State Missions, Christian Supply Store, and Arkansas State Association of Free Will Baptists, Inc.

The audits were approved.

The committee approved the retention of Ricky Taylor as the auditor for 2008.

Meeting adjourned.

October 4, 2007

Nelson Henderson called the meeting to order. Wendell Leckbee led in prayer.

Plans for the 2008 State Meeting was discussed:

- a. Location – The possibility of meeting at a church. Batesville area selected:
 1. Allen Chapel – WNAC and State Meeting
 2. First – Master's Men
 3. Quail Valley – Seminar/Pastor-Laymen fellow-

ship.

Churches to be contact about banquet meals as a fund raiser. MSC

- b. Meeting Dates - Monday-Tuesday, August 4 and 5 instead of on Tuesday-Wednesday. MSC
- c. Registration - develop a sign up service rather than completing a registration card. Recommendation made to provide a list with "Name and areas to check for Ordained Minister, Ordained Deacon, Delegate and Non-Delegate which is the data needed by the statistical committee. The lists would be passed out in order to register more of our attendees. Name badges would be available. MSC
- d. Bible Conference – Change the format to a seminar followed by fellowship with Emphasis on pastor/laymen attendance. Speaker selected was Neil Gilliland.
Time to be scheduled is 1:30 – 3:00 pm. MSC
- e. Topics and Speakers – The decision was made to select one speaker for the three services. The person selected was Paul Harrison. The topic to be discussed in detail with the speaker. MSC
- f. Further study to be made on a proposal to move State Meeting to May

Respectfully Submitted

The Executive Committee
of

Arkansas Free Will Baptists

Moderator: Nelson Henderson

Assistant Moderator: David Harper

Clerk: Wendell Leckbee

Assistant Clerk: Keith Bowden

Executive Director: Tim Campbell

Executive Board Summaries

January 29-30, 2007 (All Board's Meeting)

The following people were present: Will Harmon, Jim Walker, Bobby Shepherd, Mark Stripling, David Copeland, Nelson Henderson, David Harper, and Tim Campbell.

January 29, 2007

1. The Board received a report from Bro. Tim Campbell regarding the Christian Supply Store.
2. MSC to shut down and liquidate the Christian Supply Store at the end of the lease on August 31, 2007.
3. MSC to cover Bro. Tim Campbell's out of pocket expenses from his recent surgery.
4. MSC that minister's retirement funds provided for pastor's whose churches pay COOP is to be based solely on COOP received for the state.

January 30, 2007

The following people were present: Will Harmon, Jim Walker, Bobby Shepherd, Mark Stripling, David Copeland, David Winfrey, and Tim Campbell.

1. The Board received a financial report from Bro. Tim Campbell.
2. MSC to replace Len Crawford on the Youth Board with Joey Postlewaite.
3. Adjourned.

June 21, 2007

The following people were present: Jim Walker, Bobby Shepherd, Mark Stripling, David Copeland, Nelson Henderson, and Tim Campbell.

1. Bro. Tim Campbell gave a report on COOP.
2. The Board received a report from Bro. Tim Campbell regarding the Christian Supply Store.
3. MSC to give Bro. Tim Campbell a 2% raise on his salary and housing and to raise his retirement to \$2400 a year. (Executive Session)
4. MSC to use the Brotherhood Mutual dividend received to apply towards the Christian Supply Store debt.
5. MSC to purchase a vacation package up \$500 and give \$200 for expenses to David and Carolyn Winfrey in appreciation for their service to

the Christian Supply Store.

6. MSC to adopt the budget for 2008.

June 28, 2007 (Conference Call)

The following people were present: Jim Walker, Bobby Shepherd, Mark Stripling, David Copeland, Nelson Henderson, David Watson and Tim Campbell.

1. MSC to give David Winfrey \$900.00 for his July house payment from bookstore funds, then if his house doesn't sell he will be given \$900 for his August house payment from State Office funds. The obligation of the board ends August 31st.

November 30, 2007

The following people were present: Jim Walker, Bobby Shepherd, Mark Stripling, Paul Payne, David Copeland, Nelson Henderson, David Harper, Don Matchett, and Tim Campbell.

1. MSC to present the following proposal to the called State Associational in December:
 - Give the Executive Board permission to manage the process of:
 - Buying new State Office Property
 - Selling the current State Office (only if reasonable sale can be secured)
 - Build a new State Office (only if construction cost is reasonable)
 - Endow remaining funds

Respectfully Submitted:

The Executive Board of Arkansas Free Will Baptists

Chairman: Jim Walker

Vice Chairman: Mark Stripling

Secretary: David Copeland

Bobby Shepherd

Paul Payne

Tommy Tims

Moderator: Nelson Henderson

Assistant Moderator: David Harper

Executive Director: Tim Campbell

2008 Proposed Cooperative Budget				
	Plan A		Plan B	
Agency	%	\$	%	\$
Minister's Retirement		16,000		16,000
General Fund & Vision	20.50%	112,750	20.50%	112,750
State Missions	21.50%	118,250	21.50%	118,250
Youth Board	17.50%	96,250	17.50%	96,250
Christian Education Board	3.00%	16,500	3.00%	16,500
In State Total	62.50%	343,750	62.50%	343,750
National Association	37.50%	206,250	30.50%	191,812.50
Hillsdale			*7.00%	14,437.50
Total	100.00%	566,000.00	100.00%	566,000.00

* = 7% of \$206,250

2007 Budget to Actual and 2009 Proposed			
	Jan - Dec 07	Budget	Proposed
State Office Income			
Rental	\$16,941.99	\$15,600.00	\$16,700.00
Coop	\$110,954.36	\$111,004.50	\$112,750.00
Secretarial Transfers	\$5,100.00	\$5,100.00	\$5,100.00
VISION Subscriptions	\$9,328.21	\$10,800.00	\$9,400.00
Sunday School Receipts	\$311,885.90	\$300,500.00	\$312,000.00
State Association Fees	\$6,210.00		\$6,210.00
ComputerTranfers	\$1,280.00	\$980.00	\$1,280.00
Utility Tranfers	\$2,229.59	\$2,794.00	\$2,300.00
Other Income	\$176,552.38		\$600.00
National Assoc. Fees	\$20,652.90		\$20,600.00
2007 National Hosting Fees	\$14,425.00		
Sales Tax	\$-	\$20,800.00	\$25,250.00
Interest Income	\$383.84		\$300.00
State Meeting Income	\$1,378.35		\$1,400.00
State Office Income - Other	\$1,255.42		\$1,500.00
Total State Office Income	\$678,577.94	\$467,578.50	\$515,390.00
State Office Expense			
Director's Salary	\$32,715.80	\$32,716.00	\$33,916.00
Director's Housing	\$15,600.00	\$15,600.00	\$15,600.00
Director's Insurance	\$8,959.53	\$5,200.00	\$8,700.00
Director's Retirement	\$1,200.00	\$1,200.00	\$2,400.00
Director's Social Security	\$8,632.00	\$7,654.00	\$8,712.00
Travel	\$9,691.96	\$6,500.00	\$7,000.00

Vehicle Payment	\$5,402.54	\$5,900.00	\$5,500.00
National Association	\$722.25	\$900.00	\$1,500.00
Board Mileage & Meals	\$4,723.80	\$3,000.00	\$3,000.00
Phone	\$3,163.15	\$3,250.00	\$3,200.00
Postage/UPS/Meter Rent/Freight	\$23,217.37	\$21,700.00	\$23,300.00
Dinners & Promotion	\$2,926.61	\$1,500.00	\$2,000.00
All Board's Meeting	\$3,465.00	\$1,000.00	
Printing	\$11,335.22	\$11,130.00	\$11,400.00
Web Site & Internet	\$1,213.54	\$600.00	\$600.00
Audit	\$6,300.00	\$4,750.00	\$6,300.00
Computer & Office Equipment	\$10,382.18	\$3,500.00	\$3,000.00
Contingency Tranfer	\$-	\$18,819.50	\$1,391.00
Vehicle Contingency	\$1,188.88	\$2,000.00	\$1,200.00
Miscellaneous	\$6,839.16	\$3,700.00	\$3,000.00
Utilities	\$7,938.63	\$4,300.00	\$8,000.00
Pest & Dust Control	\$547.73	\$480.00	\$550.00
Yard Maintenance	\$420.00	\$300.00	\$500.00
Property Insurance	\$3,340.50	\$3,300.00	\$3,400.00
Property Taxes	\$1,302.41	\$1,060.00	\$1,350.00
Supplies	\$2,915.14	\$1,100.00	\$1,100.00
Repairs & Maintenance	\$3,200.87	\$500.00	\$3,000.00
Improvements	\$340.60	\$640.00	\$300.00
Literature for Resale	\$219,299.56	\$222,000.00	\$220,000.00
Sunday School Expense	\$754.45		\$800.00
Workmans Comp Insurance	\$654.00	\$790.00	\$900.00
Sales Tax	\$25,251.00	\$20,800.00	\$25,250.00
Bookstore Expense	\$153,589.99		\$14,871.00
2007 National	\$3,472.63		
Operational Fund		\$2,500.00	
Secreterial		\$1,900.00	
Vehicle Insurance	\$697.38	\$850.00	\$700.00
National Association Dues	\$20,600.00		\$20,600.00
Bulletin Expense	\$6,269.95		\$6,300.00
State Meeting Expense	\$7,395.29		\$4,000.00
Minister's Retirement	\$739.41		
Theological Meetings			\$1,500.00
State Office Expense - Other	\$211.96		\$500.00
Payroll Expenses	\$58,586.43	\$56,439.00	\$60,050.00
Total State Office Expense	\$675,206.92	\$467,578.50	\$515,390.00

Contingency Savings

Beginning Balance	16,321.79
Bookstore Payout	13,864.45
2006 Ending Balance	2,457.34

2007 Arkansas Free Will Baptist Association Receipts										
Association	COOP	A.C.T.S. 1:8	State Miss.	N.H.M.	I.M.	FWBBC	Hillsdale	FWBFM	Misc.	Totals
Antioch	642.35	14,337.56		900.00						15,879.91
Antioch ARWAC		1,425.00			50.00					1,475.00
Arkansas	-	7,417.44			1,000.00					8,417.44
Central	60,080.50	72,688.60	247.50	33,274.46	24,170.67	14,666.57	2,837.55	10.00	32,069.33	240,045.18
Central ARWAC		2,465.92				50.00				2,515.92
Fellowship	43,009.50	47,926.35		3,646.00	2,286.90			461.00	1,500.00	98,829.75
Fellowship ARWAC		8,110.50								8,110.50
Harmony	5,523.49	20,424.59		1,957.00	450.00		1,592.00	750.00	1,053.07	31,750.15
Harmony ARWAC		321.89								321.89
Little MO River	20,519.88	30,932.65	166.25	360.00	420.00	3,689.95	578.00	3,510.04		60,176.77
Little MO River ARWAC		2,375.00								2,375.00
New Hope	35,022.24	25,196.58	15.00	3,055.70	3,235.87		2,880.43	2,059.50	1,498.40	72,963.72
New Hope ARWAC		480.00								480.00
Northwest	6,747.84	14,126.53		10,995.00			60.00	1,200.00		33,129.37
Old Mt. Zion	46,080.38	22,700.76	160.00	3,812.16	10,420.00				295.00	83,468.30
Old Mt. Zion ARWAC		300.00		500.00						800.00
Polk Bayou	70,577.57	50,144.71		7,904.36	11,312.05	2,100.00		565.00	1,957.00	144,560.69
Polk Bayou ARWAC		11,376.50		1,163.00						12,539.50
Saline	38,465.59	47,224.92		6,341.08	1,765.68		1,495.03	2,142.89	150.00	97,585.19
Saline ARWAC		799.84								799.84
Social Band	72,952.09	64,667.86		7,625.24	4,523.91	970.41	991.23	2,019.81	254.36	154,004.91
Social Band ARWAC		1,297.25			600.00				50.00	1,947.25
Southeast	839.46							150.00		989.46
Unity	144,699.91	40,020.60		13,577.22	12,420.00		22,298.58	736.52	1,100.93	234,853.76
Unity ARWAC		2,258.48			50.00					2,308.48
Zion Hope	5,073.30	9,321.01						180.00		14,574.31
Zion Hope ARWAC		821.23								821.23
Other	276.00	30,219.00	10,112.59	963.00	293.07	30.00		45.00	30.00	41,968.66
ARWAC					150.00			90.40	331.00	571.40
Totals	550,510.10	497,349.16	10,701.34	94,411.22	72,298.15	21,456.93	32,732.82	13,829.76	39,908.09	1,333,197.57
Totals ARWAC		32,031.61	255.00	1,663.00	850.00	50.00	-	90.40	381.00	35,321.01
Grand Totals	550,510.10	529,380.77	10,956.34	96,074.22	73,148.15	21,506.93	32,732.82	13,920.16	40,289.09	1,368,518.58
2006 Totals	548,853.97	489,584.21	121,396.37	91,886.48	46,301.70	23,011.85	33,147.35		87,614.68	1,441,796.61
\$ Increase or Decrease	1,656.13	39,796.56	(110,440.03)	4,187.74	26,846.45	(1,504.92)	(414.53)		(47,325.59)	(73,278.03)
% Increase or Decrease	0.30%	8.13%	-90.97%	4.56%	57.98%	-6.54%	-1.25%		-54.02%	-5.08%

Cooperative Giving

Antioch Association

Antioch	0
Baker's Creek	0
Ben Hur	0
Cherry Hill	0
Clarksville	0
Dover	0
Faith	0
First, Atkins	0
First, Benton	0
Hickory Grove	0
Holman	0
Johnson	0
Maple Springs	0
Morrilton	0
New Life	642.35
Ola	0
Pine Ridge	0
Slaty Crossing	0
Smith Springs	0
South Mountain	0
St. Joe	0
Sweet Home	0

Arkansas Association

Boles	0
Brooklyn	0
Egypt	0
Freedom	0
Harmony	0
Hosanna	0
Keener	0
Mulberry	0
Potts	0
Union Hill	0
Waldron	0

Central Association

Bethel	1,486.80
Capitol City	420.00
Cross Roads, Jacksonville	2,948.12
First, Conway	4,201.60
First, Hot Springs	300.00
First, Malvern	901.20
First, N. Little Rock	10,305.83
First, Russellville	31,092.09
Grace Point, Cabot	3,533.97
New Beginning, Royal	49.16
Oak Park	4,841.73

Fellowship Association

First, Dardanelle	2,077.00
Harmony	4,926.50
Mt. Vernon	2,600.00
Oak Grove	4,231.00
Union Grove	17,254.00
Welcome Home	4,574.00
Woodlawn	7,347.00

Harmony Association

Corley	686.07
Danville	475.00
Plainview	1,536.00
Ranger	633.94
Upper Spring Creek	1,440.73
Wilson	751.75

Little Missouri River Association

Daisy	3,677.65
Grace Fellowship	1,088.00
Glenwood	2,267.20
Hatfield	815.03
Heritage, LA	0
Lake Hills	9,840.76
Lodi	1,578.39
Pleasant Grove	1,252.85

New Hope Association

Cedar Heights	0
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Center Point	10,519.00
Chapel Lane	773.61
Friendship	4,544.26
Greenbrier	0
Mt. Bethel	8,928.34
Rolling Oaks	2,695.00
Sardis	0
Sharon	2,950.97
Soda Valley	0
South Heights	4,611.06
Wesley Chapel	0

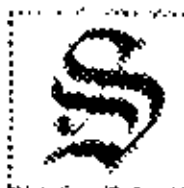
Northwest Association

Eureka Springs	712.80
First, Berryville	73.80
First, Mountain Home	0
Gospel Light, MO	0
Moore	2,428.80
Mt. Olivet	774.28
Oak Grove, Oak Grove	1,534.70
Oak Lane	720.00
Trinity	503.75

Old Mt. Zion Association

Bentonville	0
Calvary	8,540.75
Christian Home	0
Clifty Chapel	980.91
Durham	0
Eastgate	300.00
Faith	0
First, Fayetteville	440.00
First, Lowell	0
Freedom, Garfield	0
Greenland Memorial	0
Hope	0
Huntsville	0
Land of Goshen	0
Mt. Zion	0

New Sulphur 600.00	Hillview, LA 518.00	Warm Springs 0
Pea Ridge 0	Landmark, LA 630.00	<u>Southeast Association</u> 839.46
Phillips Chapel 26,619.72	Macedonia 355.16	<u>Unity Association</u>
Pilgrim's Rest 0	Mt. Horeb 0	Bethlehem 17,474.73
Rogers 4,800.00	Mt. Pleasant 52.50	Cavanaugh 81,123.70
Victory 1,999.00	Oak Grove 703.99	Central 3,065.47
West Ridge 1,800.00	Pine Hill 577.50	First, Charleston 16,424.10
Westside 1,000.00	Pleasant Grove 0	First, Greenwood 8,060.80
<u>Polk Bayou Association</u>	Pleasant Valley 4,896.90	Heritage 0
Allen Chapel 22,241.21	Rose Hill 5,751.82	Ozark 11,365.40
Ballew's Chapel 5,315.00	Spring Hill 91.00	Pleasant Hill 0
Blackland Chapel 5,301.00	Trinity 0	Riverview Fellowship 0
Cave City 600.00	Willoughby 406.00	Shady Grove 0
First, Batesville 13,711.00	Yorktown 906.36	South Side 3,166.46
First, Newport 1,052.00	<u>Social Band</u>	Vista 3,600.00
First, Tuckerman 10,807.60	Arbor Grove 2,529.17	<u>Zion Hope #2 Association</u>
Grace, Newport 0	Coffman 0	First, Alma 0
Macedonia, Mt. Pleasant 0	CornerStone 3,675.18	Catcher 637.78
Mt. Harmony 6,837.82	Elnora 0	Centerpoint, Mulberry 0
New Bethel 3,580.94	Faith, Jonesboro 9,531.97	Chester 0
New Home 0	First, Corning 0	Cornerstone, Charleston . . 1,503.68
Oak Grove, Lynn 1,131.00	First, Jonesboro 7,500.00	Cottonwood, OK 0
Oakland 0	First, Paragould 0	Crimson Cross 0
Pool's Chapel 0	First, Pocahontas 10,935.98	81 FWB 0
Quail Valley 0	First, Walnut Ridge 6,346.78	88 Lone Elm 0
Weaver's Chapel 0	Grandview 0	Enterprise 806.14
<u>Saline Association</u>	Harmony, Mountain Home 0	First, Boonville 0
Corbin Ferry, LA 367.50	Northside 0	First, Ft. Smith 310.00
Fairview 0	O'Kean 0	First, Mulberry 1,156.30
Faith, Warren 1,562.84	Old Reyno 5,066.05	Freedom, Alma 0
First, Crossett 167.10	Pioneer 0	Hwy. 71 FWB 0
First, Monticello 324.80	Poplar Valley 1,969.47	Independence 0
First, Star City 10,735.04	Pruett Chapel 0	Kenner Chapel 659.40
First, Warren 6,892.99	Ricky Chapel 0	Kibler 0
Free Hill 0	Sharum 0	Oliver Springs 419.25
Grace, Green Bay 131.25	Sutton 16,797.49	Riverdale 0
Harmony, Warren 3,394.84	United 8,600.00	



JOHN W. STOTTMAN, JR., CPA PA

A PROFESSIONAL ASSOCIATION
Certified Public Accountant

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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, 2007 and 2006, 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, 2007 and 2006 and its results of operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Russellville, Arkansas
July 18, 2008

Member

American Institute of
Certified Public Accountants
Arkansas Society of
Certified Public Accountants

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2007 AND 2006

ASSETS

ASSETS:	<u>2007</u>	<u>2006</u>
Cash	\$ 165,285	\$ 222,248
Accounts Receivable	1,012	1,438
Inventory	2,856	2,082
Property, Plant & Equipment		
Less Accumulated Depreciation	<u>392,174</u>	<u>399,788</u>
 Total Assets	 <u>\$ 561,327</u>	 <u>\$ 625,556</u>

LIABILITIES AND NET ASSETS

LIABILITIES:		
Accounts Payable	\$ 2,441	\$ 2,532
Designated Contributions Payable	213,334	215,662
Sales Tax Payable	13	74
Payroll Taxes Payable	1,356	1,639
Notes Payable	<u>163,115</u>	<u>18,269</u>
 Total Liabilities	 380,259	 238,176
 NET ASSETS:		
Unrestricted	178,513	383,766
Permanently Restricted	<u>2,555</u>	<u>3,614</u>
 Total Net Assets	 <u>181,068</u>	 <u>387,380</u>
 Total Liabilities and Net Assets	 <u>\$ 561,327</u>	 <u>\$ 625,556</u>

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, 2007 AND 2006**

	2007			2006	
	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL	TOTAL
EXPENSES: (CONTINUED)					
Workman's comp insurance	\$ 654	\$	\$	\$ 654	\$ 734
Utilities	8,299			8,299	7,822
Janitor	1,645			1,645	1,680
Supplies	3,725			3,725	5,912
Miscellaneous	24,880			24,880	13,996
Salary, housing, retirement insurance & social security	67,107			67,107	64,776
Board mileage & meals	12,558			12,558	6,639
Auto & travel expenses	10,856			10,856	9,461
Repairs & maintenance	4,510			4,510	8,194
Telephone	3,378			3,378	3,068
Postage & printing	34,509			34,509	26,870
Computer expense	5,216			5,216	4,788
Secretary salaries	51,994			51,994	50,877
Stockroom expense	698			698	302
Professional fees	6,300			6,300	4,750
Retreat & conference expense	21,527			21,527	24,870
National Association fees	20,600			20,600	20,400
Ministers benevolence expenses	4,150			4,150	10,678
2007 National Hosting Fees	30,000			30,000	0
Depreciation	13,261			13,261	12,751
Total Expenses	2,118,961	0	0	2,118,961	1,922,569
Increase (Decrease) in Net Assets	(205,253)	0	(1,059)	(206,312)	11,207
Net Assets - Beginning of Year	383,766	0	3,614	387,380	376,173
Net Assets - End of Year	\$ 178,513	\$ 0	\$ 2,555	\$ 181,068	\$ 387,380

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, 2007 AND 2006**

	2007			2006	
	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL	TOTAL
REVENUE:					
Designated contributions-					
National Home Missions	\$	\$	\$ 96,074	\$ 96,074	\$ 121,831
Designated contributions-					
International as Missions			73,095	73,095	56,533
Designated contributions-					
Acts 1:8			529,381	529,381	489,584
Designated contributions-					
Free Will Baptist Bible College			21,507	21,507	26,245
Designated contributions-					
Holidays			32,733	32,733	35,796
Designated contributions-Other			54,302	54,302	73,566
Cooperative Contributions	550,510			550,510	591,701
Sunday school literature sales	311,886			311,886	260,105
Vision sales and advertising	9,349			9,349	9,556
National Association fees	20,600			20,600	20,400
State convention fees	6,210			6,210	6,150
Rental income	19,550			19,550	19,313
Interest income	1,048			1,048	921
State Cooperative income			125,501	125,501	126,659
Other income	56,348		2,555	60,903	95,416
Net Assets released from restrictions:					
Restrictions satisfied by payments	936,207		(936,207)	0	0
Total Revenue	1,913,708	0	(1,059)	1,912,649	1,933,776
EXPENSES:					
Designated contributions	807,092			807,092	803,555
Cooperative contributions	550,510			550,510	591,701
Cost of sales - S. S. literature	232,850			232,850	217,014
C.E. Scholarships	3,125			3,125	1,925
State convention expenses	7,395			7,395	9,027
Interest expenses	3,203			3,203	1,303
Book store debt relief	0			0	10,000
Property taxes	1,302			1,302	1,164
Payroll taxes	4,937			4,937	4,555
Depreciation closing expenses	178,126			178,126	0
Property insurance	3,340			3,340	3,208
Website cost	1,214			1,214	549

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, 2007 AND 2006

CASH FLOWS FROM OPERATING ACTIVITIES:	<u>2007</u>	<u>2006</u>
Increase <Decrease> in net assets	\$<206,312>	\$ 11,207
Depreciation	13,261	12,751
<Increase> decrease in:		
Accounts receivable	426	1,313
Inventory	<774>	469
Increase <decrease> in:		
Accounts payable	<91>	<5,939>
Payroll taxes payable	<283>	243
Sales tax payable	<61>	44
Designated contributions payable	<2,328>	37,191
Net Cash Provided by Operating Activities	<196,162>	57,279
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property & equipment	<5,648>	<11,684>
Net Cash Used by Investing Activities	<5,648>	<11,684>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from debt	150,000	0
Repayment of debt	<5,153>	<4,964>
Net Cash Provided by Financing Activities	144,847	<4,964>
Net Increase <Decrease> in Cash	<56,963>	40,631
Cash at Beginning of Year	<u>222,248</u>	<u>181,617</u>
Cash at End of Year	<u>\$ 165,285</u>	<u>\$ 222,248</u>
SUPPLEMENTAL DISCLOSURES:		
Cash Paid During the Year for Interest	<u>\$ 3,203</u>	<u>\$ 1,303</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, 2007 AND 2006

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, 2007 AND 2006

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>2007</u>	<u>2006</u>
Auto	\$ 29,158	\$ 29,158
Office Furniture & Equipment	66,804	61,157
Building Improvements	<u>33,737</u>	<u>33,737</u>
	129,699	124,052
Less Accumulated Depreciation	<u>92,525</u>	<u>79,264</u>
	37,174	44,788
Land and Building	<u>355,000</u>	<u>355,000</u>
Total Property and Equipment	<u>\$ 392,174</u>	<u>\$ 399,788</u>

ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)
DECEMBER 31, 2007 AND 2006

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, 2006 and 2005 was as follows:

	<u>2007</u>		<u>2006</u>	
	<u>PLAN A</u>	<u>PLAN B</u>	<u>PLAN A</u>	<u>PLAN B</u>
State General Fund	18.5%	18.5%	18.5%	18.5%
State CTS Board	17.5%	17.5%	17.5%	17.5%
State Missions Board	21.5%	21.5%	21.5%	21.5%
Christian Education Board	3%	3%	3%	3%
THE VISION	2%	2%	2%	2%
National Association	37.5%	30.5%	37.5%	30.5%
Hillsdale	0%	7%	0%	7%
TOTAL	100%	100%	100%	100%

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. 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>2007</u>	<u>2006</u>
Ministers Benevolent Fund	<u>\$ 2,555</u>	<u>\$ 3,614</u>
	<u>\$ 2,555</u>	<u>\$ 3,614</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, 2007 AND 2006

NOTE 7 - NOTES PAYABLE

	<u>2007</u>	<u>2006</u>
Note payable – Simmons First Bank, Conway, Arkansas, requires monthly installments of \$ 1,232, including principal and interest at an annual percentage rate of 7.75%. Note is secured by real estate.	\$ 149,318	\$ 0
 Note payable – Simmons First bank, Conway, Arkansas, requires monthly installments of \$ 491, Including principal and interest at an annual Percentage rate of 6.25%. Note is secured by vehicle.	 <u>13,797</u>	 <u>18,269</u>
 Total Debt	 \$ <u>163,115</u>	 \$ <u>18,269</u>

The aggregate maturities of these notes are as follows:

2008	\$ 8,530
2009	\$ 9,132
2010	\$ 6,933
2011	\$ 4,193
2012 and thereafter	\$ 134,327

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, 2007 is \$ 58,368.

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.

**ARKANSAS STATE ASSOCIATION OF
FREE WILL BAPTISTS, INC.
NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)
DECEMBER 31 , 2007 AND 2006**

NOTE 10 – CHRISTIAN SUPPLY STORE, INC.

The Executive Board of the Arkansas State Association of Free Will Baptists, Inc. voted to close the Christian Supply Store, Inc. Christian Supply Store, Inc. was closed in 2007. The Arkansas State Association of Free Will Baptists, Inc. will be liable for all debts not covered from the liquidation of Christian Supply Store, Inc. The amount of the loss that the Arkansas State Association of Free Will Baptists, Inc. incurred in 2007 was \$ 178,126.

Ricky J. Taylor, P.A.

P. O. Box 2102

Russellville, AR 72811

(479)747-8771

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

I have compiled the accompanying balance sheet of Christian Supply Store, Inc. (a nonprofit corporation) as of December 31, 2007 and the related statement of revenue and expenses for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion of any other form of assurance on them.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by generally accepted accounting principles. If the omitted disclosures and statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Company's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Ricky J Taylor P.A.

July 28, 2008

CHRISTIAN SUPPLY STORE, INC.
STATEMENT OF REVENUE AND EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2007

Revenue:

Sales	\$	223,955
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Cost of Sales:

Merchandise purchases	\$	234,748
Fright		3,728
Sales tax		21,926
Supplies		1,665

Total Cost of Sales		<u>262,067</u>
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Gross Profit		(38,112)
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Operating Expenses:

Advertising	3,647
Office expense	1,413
Insurance	4,287
Credit card fees	1,461
Miscellaneous	2,843
Postage	1,503
Rent	35,200
Payroll taxes	3,257
Telephone	1,972
Travel	216
Wages	30,290
Directors salary & housing	17,843
Professional fees	3,900
Utilities	7,042
Contract labor	2,857
Depreciation	19,361

Total Operating Expenses	<u>137,092</u>
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Operating Profit <Loss>	(175,204)
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Other Income <Expense>:

Interest income	18
Income from Arkansas Free Will Baptists, Inc.	169,126
Interest expense	(8,214)

Net Profit <Loss>	\$ <u>(14,274)</u>
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See Attached Accountant's Compilation Report.

Christian Education Board Summaries

January 29, 2007 (All Board's Meeting)

The board met at the "All Boards Meeting" at the Cavanaugh Church in Ft. Smith. All members except for Clark Snow were present.

Items of discussion and business were:

1. Election of Officers: Randy Scott was elected as Secretary of the board, Tim Harris was elected as Chairman of the board, and Vince Daniel was elected as Vice Chairman of the board.
2. Discussion was conducted concerning the upcoming Minister's Retreat
3. Discussion was conducted in preparation of the 2008 Minister's Retreat
4. Next meeting time will be Tuesday, January 20, 7:30 AM, at the Minister's Retreat.
5. The Board voted to invite Ravi Zacharias as to be the speaker for our 2009 retreat.
6. Discussion was held concerning having the Christian Worker's Conference at the 1st FWB Church in Greenwood.
7. Jennifer Daniel gave a report on the 2006 SPA Women's Conference (copy of report and finances were given to all members present). Planning is underway for the 2007 conference to be held on the 2nd weekend in October (October 12-13).

At 8 PM we broke to meet with all of the other boards for a general meeting.

January 30, 2007 (All Board's Meeting)

We reconvened at 8 AM and the following business was conducted:

1. We continued discussion concerning the Christian Worker's Conference.
2. We reviewed our work to help the chairman compile our report to the all boards meeting
3. Adjourned and met with the other boards for reports, etc.

February 20, 2007

The Board met while at the Minister's Retreat convening at Lake DeGray Resort. Vince Daniels and Doug Jones were absent from the meeting.

Following prayer and reviewing the minutes of the last meeting we discussed the following item.

1. We received a request from the State Missions Board for permission to display a banner at the Minister's Retreat next year. MSC-We will allow a small, free-standing display to be used but only per rules of the lodge management. We will not allow time on the program for the State Missions Board or for other groups.

2. We had 80 registered for the retreat this year.

3. We discussed the 2008 retreat which will be held at Lake DeGray Resort, February 18-20, 2008, with Squire Parsons as the guest musician and speaker.

4. The next Christian Workers Conference will be held September 22, 2007, at the First FWB Church in Greenwood. MSC-We will contact Steve Ashby, Zack Archer, Ryan Giles, and Tim Eaton to speak at the conference. Others may be used to fill slots on the program as needed. Chairman Tim Harris and Bro. Tim Campbell will work on the program.

5. We discussed the 2009 Minister's Retreat. Possible speakers were: first choice-Ravi Zacharias; second choice-Eddie Moody; and third choice-Ervin Kaner. Bro. Tim Campbell will contact Ravi Zacharias.

6. We agreed to have a conference call if necessary to finalize plans for the 2009 retreat.

7. Our next meeting will be August 7 at the Market Place in Conway. Meeting time will be 11:00 AM.

Meeting adjourned!

June 2, 2007

The CE Board met this date with all members present. Tim Campbell met with the board. The meeting began with prayer by Kevin Jewell.

1. The minutes of the February 20 meeting were read.

2. Bro. Tim Campbell presented the board with a financial statement

3. The board discussed the upcoming Minister's Retreat. We discussed helping Squire Parsons find services for the Saturday, Sunday AM, and Sunday PM before the retreat.

4. The board discussed the budget for 2008. MSC to adopt the 2008 budget:

5. It was brought to our attention by Bro. Tim Campbell that a motion to set up the scholarship fund

was omitted from our minutes of August, 2006. After discussion, the following motion was made, seconded, and carried:

"After reviewing the minutes, it was determined that the motion to set up a revocable trust for scholarships was not recorded in the minutes. Therefore, the C. E. Board votes to ratify and establish a revocable trust with the Free Will Baptist Foundation funded by the C. E. Boards portion of the Brotherhood Mutual Insurance dividends (\$5,000 in 2005; \$5,000 in 2006)."

6. The board discussed the upcoming Christian Worker's Conference.

7. The next meeting will be held on August 7, 2007, at 11 AM at the Market Place Restaurant in Conway. We will deal with scholarships and miscellaneous business.

8. Bro. Tim shared with us some information about the D6 program from Randall House.

MSC to adjourn!

August 7, 2007

The CE Board met at the Market Place Restaurant with all members except Kevin Jewell present. Bro. Tim Campbell also attended this meeting. The following business was conducted.

1. The minutes were presented from the last meeting. Approved as presented.
2. The Chairman reported on our agreement with Squire Parsons concerning the 2008 Minister's Retreat. We were shown the contract and MSC to approve the contract.
3. The Minister's Retreat brochures will be put together by the board chairman and Tim Campbell.
4. We were informed that everything is set and in place for the Women's Conference scheduled for October 12-13.
5. The Christian Workers Conference to be held at Greenwood FWB Church on September 22 was discussed. Everything is ready and we were given the brochure which will be distributed at the State Meeting.
6. After discussion of scholarship applications, MSC to grant scholarships to Dick Martin and Jennifer Withers
7. The board voted to accept the resignation of Tim Harris from the board. MSC to accept his recom-

mendation and to thank him for a job well done. (Bro. Tim has accepted the position of State Youth Director,)

8. We discussed the board report to the state meeting in which we will promote all of our upcoming projects and will name the scholarship recipients.

MSC that we adjourn.

Respectfully Submitted:

Chairman: Randy Scott

Secretary: Greig Caswell

Kevin Jewell

Doug Jones

Clark Snow

Vince Daniel

Proposed CE Board Budget for 2009

Receipts:

Coop	17,000.00
Minister's Retreat	7,500.00
Total Receipts:	24,500.00

Disbursements:

Minister's Retreat	12,500.00
Board Mileage & Meals	2,000.00
Phone	450.00
Printing & Postage	1,000.00
Secretarial Expense	1,200.00
Computer	480.00
Audit	500.00
Miscellaneous	1,720.00
Scholarships	4,500.00
Website	150.00
Total Disbursements:	24,500.00

Mission Board Minutes

January 29-30, 2007 (All Board's Meeting)

Monday night session

The State Mission Board met during the Monday night session of the 2007 Arkansas FWB All-Boards meeting held at the Cavanaugh FWB Church in Ft. Smith. All board members were present, along with Mission Director Don Matchett and Cabot missionary Joe Tolbert. Jackie Brown opened the meeting in prayer.

A motion carried to accept the minutes from the October 31, 2006 and November 20, 2006 Board meetings. Missionary Joe Tolbert gave a brief opening overview report of the work at Cabot. Sunday evening discipleship has been started with encouraging results.

Joe Tolbert's missionary contract is with the lawyer for final wording. Don will send the missionary contract and the Mission Director's 2007 contract to Kerry Gandy (chairman) and David Taylor (secretary) for signatures.

Board meetings for 2007 were set for Tuesday, April 1, June 5, September 18, and December 18. The April meeting will be at Cabot, and the remaining are scheduled for the State Office. All times are 9:00 am.

Mission Board and ACTS 1:8 budgets for 2007 were reviewed. Goals/projects for 2006 were reviewed. Target dates of March 1 for the ACTS 1:8 Promotional Packet and May 1 for the Mission Board Handbook were set for finishing these projects.

A motion carried to transfer \$46,000.00 of the monies set aside for future Hispanic ministry projects into the APPLE account with the FWB Foundation to earn a higher interest rate. Discussion began on possibilities for the next church plant project.

Reports on ACTS 1:8 mission works in Flagstaff, AZ, Salt Lake City, UT, and Green Bay, WI were heard from Don Matchett. ACTS 1:8 International missionary stateside schedules were discussed. Joe Tolbert distributed a handout outlining his vision for the work at Cabot. The new name will be Grace Point FWB Church. January (2007) and December (2006) financial statements were given. A budget proposal for 2007 was shared.

Kerry Gandy dismissed in prayer. The Board convened with the other boards in general session.

Tuesday morning session.

The State Mission Board met Tuesday morning during

the 2007 Arkansas FWB All-Boards meeting held at the Cavanaugh FWB Church in Ft. Smith. All Board members were present, along with Mission Director Don Matchett and Cabot missionary Joe Tolbert. David Taylor opened the meeting in prayer.

Don Matchett gave the Mission Director's report. Reports for 2006 Mission Board finances and ACTS 1:8 giving were distributed. Schedule, target and goals for 2007 were distributed by Don and reviewed, along with a tentative calendar for January through March.

Gerald Thomas dismissed the meeting in prayer.

April 18, 2007.

The State Mission Board met at the State Office with all Board members present. Also in attendance were Mission Director, Don Matchett and Executive Director, Tim Campbell. After prayer requests, Jackie Brown opened the meeting in prayer.

A motion carried to accept the minutes from the January 29-30, 2007 Board meeting. It was suggested that at the 2008 All-Boards meeting, that the Mission Board meet at 2 or 3 pm on Monday in order to consider all the necessary reports and business.

Missionary Joe Tolbert gave a report on the work at Cabot. Financial, attendance and proposed plans were shared. The name change to Grace Point FWB Church has been completed with the changing of the church sign. Landscaping improvements have been made. The mission church has petitioned and been accepted into the Central District Quarterly Meeting. Joe's credentials have been accepted pending correspondence from the White River Association (IN). The church recently saw five conversions and seven baptisms.

Don Matchett gave the Mission Director's report with financial information, a 2007 first quarter progress, his monthly schedule, tentative missionary/church assignments, demographic information for future mission church projects, and ACTS 1:8 Promotional Packet samples. Reports on ACTS 1:8 mission works in Flagstaff, Arizona, Salt Lake City, Utah, and Green Bay, Wisconsin were given. It was noted that the \$4,000 loan to the work in Green Bay has been repaid in full. Reports were shared regarding ACTS 1:8 international missionaries: Edgmon, Lancaster, Davison, and Bowerman. All hope to return to their fields of service in 2007. It was suggested that the Director schedule a missionary to speak at Teen Camp in June. Information was shared on the recent ACTS 1:8 Task Force meeting. The Task Force sees itself as a viable advi-

sory committee, as well as doing promotional work in the local associations.

A motion carried that \$4,000 be loaned to the Grace Point FWB Mission Church from the general fund, with a payback of twelve months (tractor/mower and out-building project).

The next Board meeting will be June 5, 2007 at the Grace Point FWB Mission Church in Cabot. Randy Burris dismissed the meeting in prayer.

June 6, 2007

The State Mission Board met at the Grace Point FWB Mission Church in Cabot with all Board members present. Also in attendance were Mission Director, Don Matchett and Executive Director, Tim Campbell. After prayer requests, Randy Burris opened the meeting in prayer.

A motion carried to accept the minutes from the April 17, 2007 Board meeting. Don Matchett gave the Mission Director's report with financial information: general fund and ACTS 1:8 receipts (May). A motion carried to accept the financial report. Don's monthly itinerant was distributed. It was shared that Eddie Bowerman is going to try and be at Teen Camp (Wed.) to share about missions.

Missionary Joe Tolbert gave a report on the work at Cabot. Financial and attendance information was received. A tentative 2008 church budget was submitted to the Board. Joe led Board members on a tour of the church, sharing some future plans/goals for expanding their teaching ministry and showing the improvements made. The John Deere mower has been purchased. The 20' x 20' storage building should be purchased and installed by month's end.

Don distributed a rough draft for the Mission Board's 2008 budget, along with an ACTS 1:8 budget draft. A motion carried to increase the Director's pay package \$1,200.00 for 2008. After discussion of revision ideas to the budget were noted, it was agreed that Don will email the Board members a copy of the revised 2008 proposal.

Board Chairman Kerry Gandy expressed appreciation to outgoing Board members Randy Burris and David Taylor for their service to the Board.

The next Board meeting will be September 18, 2007 at the State Office in Conway. Ken Winningham dismissed the meeting in prayer.

September 18, 2007

The State Mission Board met at the State office in Conway with all members present. New Board members Jason Scott and Joe Short were welcomed. Also in attendance was Don Matchett, State Mission Director and Tim Campbell, Executive Director. After a time of prayer requests, Ken Winningham led in prayer.

The first order of business was to elect officers for the 2007/2008 year. Kerry Gandy was re-elected as chairman and Ken Winningham was re-elected as vice-chairman. Jackie Brown was elected as secretary.

A motion carried to accept the minutes from the June 05, 2007 Board meeting. Don Matchett gave the Mission Director's report. He updated us on the status of missionary accounts, Acts 1:8 giving, his itinerary, and a financial report of AR missions. A motion carried to accept these reports. Don also distributed a letter from Rue Dell Smith in Louisiana regarding his plans in paying back his loan to the APPLE Loan Fund.

Missionary Joe Tolbert reported on the work at Cabot. He distributed financial reports and spoke of the excitement concerning Sunday school beginning in October. He pointed out the concern of his congregation to become more involved (membership) and asked the Board for input with this matter. He also asked the Board to consider selling some of the unused and unneeded property. He added this money could be used to pay back the loan and help bring them to a self-supporting status sooner.

A copy of the proposed Mission Handbook was distributed to each member. We will discuss and vote on this material at our next meeting.

Our next meeting will be in conjunction with the All Boards meeting at Cabot in January. A specific date has not been set by the State Office as yet, but our meeting is to begin at 3:00 pm on the first day of the meetings. Joe Short dismissed our meeting with prayer.

Chairman: Kerry Gandy

Vice Chairman: Ken Winningham

Secretary: Jackie Brown

Gerald Thomas

Jason Scott

Joe Short

2009 Proposed State Mission's Budget				
Income				
	Variable Income Account			
	Co-op			\$118,250.00
	Designated SM General Fund			\$150.00
	Fishing Tournament income			\$5,000.00
	Teen Mission trip income			\$6,500.00
	Designated to Gracepoint			\$800.00
	Misc. Income Interest and Reimbursements			\$24,500.00
	Transfer Income Accounts			
	A.C.T.S. 1:8 Reciepts for Cabot Missionary			\$52,800.00
	Payment and insurance from Cabot			\$23,000.00
	Mt. Calvary Property Reciepts			\$5,825.00
Total Re- ciepts				\$236,825.00
Expenses				
	Variable Expense Accounts			
	Phone			\$1,500.00
	Computer			\$1,000.00
	Utilities			\$2,000.00
	Board Mileage/Meals			\$5,000.00
	ACTS 1:8 Promotion			\$2,000.00
	Miscellaneous			\$2,650.00
	Missions Director's conventions			\$2,100.00
	State Missionary's conventions			\$2,000.00
	Mission Director's travel			\$8,000.00
	Missions Director's travel outside U.S.			\$3,000.00
	Auto Repair and Maintenance			\$1,000.00
	Office Expense			\$1,200.00
	Postage			\$800.00
	Printing			\$1,500.00
	Fishing Tournament Expenses & Payout to ACTS 1:8			\$5,000.00
	Teen Mission trip expenses			\$6,500.00
	Transfer Expense Accounts			
	Payroll Expense			\$55,400.00
	\$52,800 state missionary/\$2,600 M.D. Secretary			
	Payment for Cabot Property Insurance			\$3,000.00
	Conway Property Payment to Apple			\$5,825.00
	Fixed Expense Accounts			
	Audit			\$2,500.00

	Cabot Missioanry Bonus			\$750.00
	Arkansas Missionary self-supportive bonus account			\$1,050.00
	Rent			\$3,600.00
	Mission Director's Salary			\$29,450.00
	Mission Director's Housing			\$18,000.00
	Mission Director's Retirement			\$1,200.00
	Mission Director's Social Security			\$7,200.00
	Mission Director's Insurance			\$9,251.00
	Mission Director's Bonus			\$850.00
	Arkansas Missionary Bonus			\$750.00
	Secretarial Expense			\$3,900.00
	Simmons Bank Loan - Cabot			
	\$22,816.96 State Missions/ \$20,000 Cabot			\$42,817.00
	Payment on Auto			\$5,064.00
	Auto Insurance			\$968.00
Total Expenses				\$236,825.00

2009 ACTS 1:8 Budget	
Aycock	\$21,000.00
Lancaster	\$42,000.00
Vanhook	\$80,000.00
Davison	\$42,000.00
Edgmon	\$21,000.00
Bishop	\$42,000.00
McDonald	\$21,000.00
Bunch	\$42,000.00
Bowerman	\$111,000.00
Reed	\$17,400.00
Warren/ Ledbetter	\$34,400.00
Tolbert	\$52,800.00
New Ministry	\$25,000.00
Totals	\$551,600.00

2007 A.C.T.S. 1:8 Support

Antioch Association

Ben Hur	1,200.00
First, Clarksville	600.00
First, Clarksville Youth	91.16
First, Atkins	980.00
Johnson	935.00
First, Morrilton	531.00
Slaty Crossing	1,840.00
Smith Springs	3,120.00
Sweet Home	468.19
St. Joe	1,120.00
First, Dover	1,625.00
New Life	1,284.71
Antioch Youth	542.50
Antioch Total	14,337.56

Arkansas Association

Arkansas District	1,000.00
Boles	1,100.00
Harmony, Waldron	879.41
Keener	1,200.00
Mulberry	2,846.03
Hosanna	330.00
Freedom	62.00
Total Arkansas	7,417.44

Central Association

Central District	10,004.30
Bethel	1,090.00
Capitol City	700.00
First, Conway	2,487.98
First, Hot Springs	500.00
First, Jacksonville	5,463.03
First, Malvern	1,149.00
First, N. Little Rock	20,791.59
First, Russellville	20,566.41
Grace Point, Cabot	1,244.00
New Beginning, Royal	248.59
Oak Park	7,863.70
Individual	600.00
Total Central	72,688.60

Fellowship Association

Fellowship District	4,880.00
First, Dardanelle	1,700.00
Harmony, Russellville	2,547.00
Mt. Vernon	3,600.00
Union Grove	25,707.35
Welcome Home	4,574.00
Woodlawn	5,898.00
Oak Grove, Russellville	1,940.00
Individual	50.00
Total Fellowship	47,926.35

Harmony Association

Harmony District	789.19
Corley	200.00
Danville	55.00
Plainview	7,786.00
Ranger	1,460.88
Upper Spring Creek	4,280.02
Wilson	1,503.50
Individuals	4,350.00
Total Harmony	20,424.59

Little MO River Association

Little MO District	4,174.55
Daisy	4,920.00
Grace	1,075.00
First, Glenwood	3,648.40
Hatfield	907.50
Heritage, LA	150.00
Lake Hills	5,680.20
Lodi	8,402.00
Pleasant Grove	1,600.00
Individuals	375.00
Total Little MO River	30,932.65

New Hope Association

New Hope District	1,240.00
Cedar Heights	1,020.75
Center Point	6,376.00
Chapel Lane	1,409.35
Friendship	1,067.92
Mt. Bethel	3,854.50
Sharon	2,475.00
South Heights	3,753.06
Rolling Oaks	2,700.00
Individuals	1,300.00
Total New Hope	25,196.58

Southeast Association

Grace, McGehee	400.00
Total Southeast	400.00

Northwest Association

Northwest District	3,000.00
Moore	5,509.00
Trinity	236.02
Oak Grove	267.00
Oak Lane	893.50
Eureka Springs	825.00
First, Mt. Home	3,396.01
Total Northwest	14,126.53

Old Mt. Zion

Bentonville	250.00
Calvary	2,200.00
Clifty Chapel	1,200.00
Faith	700.00
First, Fayetteville	440.00
Huntsville	447.73
Freedom, Pea Ridge	796.29
Hope	1,200.00
Mt. Zion	775.00
New Sulphur	600.00
Pea Ridge	300.00
Phillips Chapel	4,965.00
Pilgrim Rest	350.00
First, Rogers	928.96
Victory	1,401.00
West Ridge	2,520.00
Durham	300.00
Individuals	3,776.78
Total Old Mt. Zion	22,700.76

Polk Bayou Association

Polk Bayou District	1,401.52
Allen Chapel	11,164.53

Ballews Chapel	4,345.77
Blackland Chapel	2,141.00
First, Cave City	2,125.00
Quail Valley	1,637.48
First, Batesville	3,569.60
First, Newport	880.00
First, Tuckerman	13,623.47
Mt. Harmony	2,904.03
Pools Chapel	300.00
Weavers Chapel	655.00
Oak Grove, Lynn	658.00
New Bethel	4,492.82
Master's Men	196.65
Individual	50.00
Total Polk Bayou	50,144.71

Saline Association

Saline District	5,975.14
Faith	960.00
First, Monticello	140.00
First, Star City	22,419.39
First, Warren	875.00
Harmony, Warren	2,395.33
Hillview	578.00
Macedonia	580.00
First, Crossett	1,067.77
Oak Grove, Wilmar	204.00
Pleasant Valley	3,873.45
Rose Hill	5,245.79
Springhill	300.00
Willoughby	170.00
Yorktown	1,494.80
Grace (Green Bay, WI)	506.25
Individuals	440.00
Total Saline	47,224.92

Social Band Association

Social Band District	4,681.00
Social Band Mission Conference	4,802.48
Sharum	1,212.80
Arbor Grove	1,197.47
First, Corning	290.00
Faith, Jonesboro	10,230.00
First, Jonesboro	3,786.81
Harmony, Mt. Home	2,660.00
First, Pocahontas	7,290.12
Grandview	2,000.00
First, Walnut Ridge	2,595.77
Northside	5,400.00
Okean	960.00
Old Reyno	4,582.00
First, Paragould	525.00
Sutton	9,539.40
United	1,200.00
CornerStone	1,590.01
Pioneer, Ash Flat	125.00
Total Social Band	64,667.86

Unity Association

Bethlehem	2,081.38
Cavanaugh	15,018.63
First, Charleston	7,842.99

First, Greenwood 8,444.60
 Oliver Springs 1,706.00
 First, Ozark 1,775.00
 Southside 1,800.00
 Vista 1,100.00
 Individuals 252.00
 Total Unity 40,020.60

Zion Hope #2 Association

Catcher 637.78
 Chester 1,050.00
 Cornerstone, Charleston. 492.61
 Cottonwood 40.00
 Enterprize 286.00
 Independence 1,100.00
 Kibler 8.00
 Kenner Chapel 300.00
 Locke 3,800.00
 Eighty-Eight 50.00
 First, Mulberry 300.00
 Riverdale 765.62
 First, Fort Smith 235.00
 Hertiage Oaks 256.00
 Total Zion Hope #2 9,321.01

Other

Crosspoint (UT) 1,672.00
 First Church Mission Vision 360.00
 United Baptists, Green Forrest. ... 1,200.00
 Individuals 26,087.00
 Community FWB 600.00
 Lafferty Community Church 300.00
 Total Other 30,219.00
 Total of All Associations 467,130.16

AR WAC

Antioch

Slaty Crossing WAC 195.00
 Smith Springs WAC 440.00
 Sweet Home WAC 120.00
 Ola WAC 45.00
 New Life WAC 105.00
 Mt. Home WAC 120.00
 Total Antioch WAC 1,425.00

Central

Capital City 50.00
 CrossPoint WAC 275.00
 First, Conway WAC 343.00
 First, Hot Springs WAC 330.00
 First, Malvern WAC 44.92
 First, N. Little Rock WAC 613.00
 First, Russellville WAC 360.00
 Oak Park WAC 450.00
 Total Central 2,465.92

Fellowship

Fellowship District WAC 4,762.50
 Harmony, Russellville WAC 275.00
 Mt Vernon WAC 345.00
 Union Grove WAC 1,700.00
 Union Grove Actionettes 600.00
 Welcome Home WAC 15.00
 Woodlawn WAC 636.00
 Oak Grove, Russellville WAC. 120.00
 Total Fellowship 8,110.50

Harmony

Ranger 100.00
 Upper Spring Creek WAC 221.89
 Total Harmony 321.89

Little MO River

Daisy WAC 1,655.00
 Lodi WAC 120.00
 Pleasant Grove 600.00
 Total Little MO River 2,375.00

New Hope

Center Point WAC 240.00
 South Heights WAC 240.00
 Total New Hope 480.00

Polk Bayou

Polk Bayou District WAC 2,041.50
 Allen Chapel WAC 3,800.00
 Ballesws Chapel WAC 520.00
 Blackland Chapel WAC 900.00
 First, Batesville 3,000.00
 First, Cave City 100.00
 First Newport WAC 120.00
 Grace 150.00
 Mt. Harmony WAC 360.00
 Weavers Chapel WAC 380.00
 Total Polk Bayou 11,376.50

Old Mt Zion

New Sulpur 300.00
 Total Old Mt. Zion 300.00

Saline

Saline District WAC 155.51
 First, Warren WAC 164.33
 First, Crossett WAC 480.00
 Total Saline 799.84

Social Band

First, Jonesboro WAC 240.00
 First, Pocahontas WAC 415.00
 First, Walnut Ridge WAC 120.00
 Harmony 162.25
 Sutton WAC 360.00
 Total Social Band 1,297.25

Unity

Bethlehem 504.00
 Central 75.00
 First, Charleston WAC 858.98
 Oliver Springs WAC 500.00
 Riverview WAC 320.50
 Total Unity 2,258.48

Zion Hope #2

Centerpoint WAC 194.00
 Kenner Chapel WAC 146.00
 First, Mulberry WAC 325.00
 First, Fort Smith WAC 150.23
 Riverdale 6.00
 Total Zion Hope #2 821.23
 Total AR WAC 32,031.61
 Grand Total 529,390.77



JOHN W. STOTTMAN, JR., CPA PA

A PROFESSIONAL ASSOCIATION
Certified Public Accountant

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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, 2007 and 2006, 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.

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.

In my opinion, 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, 2007 and 2006 and its results of operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Russellville, Arkansas
July 14, 2008

Members

American Institute of
Certified Public Accountants
Arkansas 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, 2007 AND 2006

ASSETS:

	<u>2007</u>	<u>2006</u>
Cash	\$ 26,759	\$ 102,808
Cash - Trust Account	527,924	359,364
Property	672,973	672,973
Auto, Equipment & Leasehold Improvements	8,489	12,162
Mortgage/Notes Receivable	<u>70,348</u>	<u>169,563</u>
 Total Assets	 <u>\$ 1,306,493</u>	 <u>\$ 1,316,870</u>

LIABILITIES AND NET ASSETS

LIABILITIES:

Bonus Payable	\$ 1,000	\$ 0
Escrow Payable	2,375	2,375
Payroll Taxes Payable	2,050	0
Deferred Income	1,000	0
Mortgage/Notes Payable	<u>484,281</u>	<u>487,880</u>
 Total Liabilities	 <u>490,706</u>	 <u>490,255</u>

NET ASSETS:

Unrestricted	805,623	812,831
Temporarily Restricted	<u>10,164</u>	<u>13,784</u>
 Total Net Assets	 <u>815,787</u>	 <u>826,615</u>
 Total Liabilities and Net Assets	 <u>\$ 1,306,493</u>	 <u>\$ 1,316,870</u>

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

**ARKANSAS STATE MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006**

	2007			2006	
	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTAL	TOTAL
REVENUE:					
General Fund Income	\$ 122,631	\$	\$	\$ 122,631	\$ 120,054
Designated Income			421	421	1,169
Mission Conference Revenue	5,697			5,697	4,008
Missionary Income-Cabot		45,439		45,439	25,881
Miscellaneous Income	654			654	1,876
Interest Income	27,458			27,458	25,411
Impact-Life Rock	900			900	0
Gain (loss) on Transfer of Assets To Self-Support Churches				0	0
Net Assets released from restrictions: Restrictions satisfied by payments	49,480	(49,059)	(421)	0	0
Total Revenue	208,820	(3,620)	0	203,200	178,379
EXPENSES:					
Board Meeting & Meals	4,840			4,840	8,870
Telephone	1,253			1,253	1,979
Printing	4,843			4,843	152
Postage	584			584	233
Office Supplies	1,222			1,222	1,550
Secretariat Expense	3,900			3,900	3,900
Computer Expense	1,119			1,119	1,383
Professional Fees	2,475			2,475	2,850
Designated Contributions	421			421	1,169
Impact-Life Rock	1,821			1,821	0
Miscellaneous	1,780			1,780	4,970
Auto & Travel Expenses	7,924			7,924	7,677
Repairs & Maintenance	1,919			1,919	1,044
Missionary Expenses-Cabot	50,937			50,937	17,118
Mission Conference Expenses	6,964			6,964	3,008
Cabot Expenses	13,566			13,566	16,536
Utilities	1,862			1,862	0
Task Force Expense	94			94	1,353
Vision Promotion	0			0	2,703
Directors Salary, Housing & Social Sec.	53,773			53,773	51,660
Directors Insurance & Retirement	7,893			7,893	8,333
National Association Expenses	1,565			1,565	1,084
Depreciation Expense	4,249			4,249	4,000
Interest Expense	39,224			39,224	40,045
Total Expenses	214,028	0	0	214,028	181,937
Increase (Decrease) in Net Assets	(7,208)	(3,620)	0	(10,828)	(3,558)
Net Assets - Beginning of Year	812,831	13,784	0	826,615	830,173
Net Assets - End of Year	\$ 805,623	\$ 10,164	\$ 0	\$ 815,787	\$ 826,615

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, 2007 AND 2006

CASH FLOWS FROM OPERATING ACTIVITIES:	<u>2007</u>	<u>2006</u>
Increase <decrease> in net assets	\$ <10,828>	\$ <3,558>
Add: Depreciation	4,249	4,000
Increase <Decrease> in:		
Bonus payable	1,000	<3,427>
Payroll Taxes Payable	2,050	0
Deferred Income	<u>1,000</u>	<u>0</u>
Net Cash Provided by Operating Activities	<2,529>	<2,985>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of property	<576>	<8,777>
Proceeds from collection from Mortgage Receivable	103,214	8,238
Mortgage Advance	<u><4,000></u>	<u>0</u>
Net Cash Provided <Used> from Investing Activities	98,638	<539>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of Debt	<u><3,598></u>	<u><10,156></u>
Net Cash Provided by Financing Activities	<u><3,598></u>	<u><10,156></u>
Net Increase <Decrease> in Cash	92,511	<13,680>
Cash at Beginning of Year	<u>462,172</u>	<u>475,852</u>
Cash at End of Year	\$ <u>554,683</u>	\$ <u>462,172</u>
SUPPLEMENTAL DISCLOSURES:		
Cash Paid During the Year for Interest	\$ <u>39,224</u>	\$ <u>40,045</u>

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

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2007 AND 2006

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, 2007 AND 2006

NOTE 1- CONTINUED

Property
The property at 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>2007</u>	<u>2006</u>
Land & building - Cabot, Arkansas	\$ <u>672,973</u>	\$ <u>672,973</u>
	\$ <u>672,973</u>	\$ <u>672,973</u>

NOTE 3 - AUTO, EQUIPMENT & LEASEHOLD IMPROVEMENTS & DEPRECIATION

Auto, office furniture and equipment and leasehold 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 years

A summary of property is as follows:

	<u>2007</u>	<u>2006</u>
Auto	\$ 12,564	\$ 12,564
Office furniture & equipment	7,680	7,104
Leasehold improvements	<u>2,198</u>	<u>2,198</u>
	22,442	21,866
Less Accumulated Depreciation	<u>13,953</u>	<u>9,704</u>
Total Property, Equipment & Leasehold Improvements	\$ <u>8,489</u>	\$ <u>12,162</u>

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)
DECEMBER 31, 2007 AND 2006

NOTE 4 - MORTGAGE/NOTES RECEIVABLE

The State Missions Board has sold various properties to various organizations and carries the mortgage on the property until paid. The State Mission Board has also loaned funds to various mission churches and the Christian Supply Store, Inc.

NOTE 5 - ESCROW PAYABLE

Grace Point Free Will Baptist Church in Cabot, Arkansas is 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 Cabot. The property will not be transferred to Grace Point Free Will Baptist Church, until the church goes self-supporting.

NOTE 6 - RESTRICTIONS ON NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	<u>2007</u>	<u>2006</u>
Missionary - Cabot	\$ <u>10,164</u>	\$ <u>13,784</u>
	\$ <u>10,164</u>	\$ <u>13,784</u>

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

ARKANSAS STATE HOME MISSION BOARD OF THE
ARKANSAS STATE ASSOCIATION OF FREE WILL BAPTISTS, INC.
NOTES TO THE FINANCIAL STATEMENTS - (CONTINUED)
DECEMBER 31, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
<u>NOTE 7 - NOTES PAYABLE (CONTINUED)</u>		
Mortgage payable - Simmons First National Bank, Conway, Arkansas, requires monthly installments of \$ 3,568, including principal and interest at floating prime rate. The note is secured by real estate.	<u>\$ 484,281</u>	<u>\$ 487,880</u>
	<u>\$ 484,281</u>	<u>\$ 487,880</u>

The aggregate maturities of the notes are as follows:

2008	\$ 2,975
2009	3,230
2010	3,506
2011	3,807
2012 and thereafter	470,763

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, 2007 is \$ 527,924.



JOHN W. STOTTMAN, JR., CPA PA

A PROFESSIONAL ASSOCIATION
Certified Public Accountant

2320 E. 16th Street • P. O. Box 2620
Russellville, Arkansas 72811
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JOHN@STOTTMAN.COM

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, 2007 and 2006, 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, 2007 and 2006, and its results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Russellville, Arkansas
July 24, 2008

American Institute of
Certified Public Accountants
Arkansas Society of
Certified Public Accountants

CAMP BEAVERFORK, ARKANSAS FREE WILL
BAPTISTS YOUTH CAMP, INC.

BALANCE SHEETS

DECEMBER 31, 2007 AND 2006

	ASSETS	
	<u>2007</u>	<u>2006</u>
CURRENT ASSETS:		
Cash in bank	\$ 17,005	\$ 55,811
Cash-contingency fund	1,243	1,235
Cash-capital improvements fund	2,248	2,226
Cash-Arkansas Youth Scholarship fund	96	596
Accounts receivable	<u>8,747</u>	<u>11,133</u>
Total Current Assets	29,339	71,001
FIXED ASSETS:		
Land and buildings	333,760	333,760
Auto	19,973	19,973
Equipment	78,814	71,222
Camp improvements	259,401	228,980
Less: accumulated depreciation	<u><209,112></u>	<u><186,308></u>
Total Fixed Assets	<u>482,836</u>	<u>467,627</u>
TOTAL ASSETS	<u>\$ 512,175</u>	<u>\$ 538,628</u>

LIABILITIES AND FUND BALANCES

CURRENT LIABILITIES:		
Current portion of L-T debt	\$ 9,464	\$ 11,246
Current notes payable	13,753	0
Accounts payable	3,775	1,883
Payroll taxes payable	1,651	1,145
Designated contributions payable	<u>0</u>	<u>1,296</u>
Total Current Liabilities	28,643	15,570
LONG-TERM DEBT:		
Notes payable (Less: current portion of L-T debt)	<u>67,514</u>	<u>78,052</u>
TOTAL LIABILITIES	96,157	93,622
FUND BALANCE:		
Fund balance, Beginning of Year	445,006	429,933
Excess revenue over expenses	<u><28,988></u>	<u>15,073</u>
Fund balance, End of Year	<u>416,018</u>	<u>445,006</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 512,175</u>	<u>\$ 538,628</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, 2007 AND 2006**

	<u>2007</u>	<u>2006</u>
REVENUE:		
COOP	\$ 93,183	\$ 94,298
Camp rentals	40,233	27,058
Registration & concessions	58,398	55,988
CTS rally	8,135	7,420
Gifts and contributions	13,918	41,847
Interest income	288	414
Hurricane relief income	<u>0</u>	<u>10,700</u>
Total Revenues	214,155	237,725
EXPENSES:		
Salaries-director	38,286	37,563
Auto expense	4,061	5,012
Utilities	35,796	30,590
Insurance-camp	14,158	13,440
Insurance and retirement-director	8,500	8,000
Payroll taxes	4,938	4,996
Office supplies	269	152
Professional fees	2,575	2,818
CTS rally	4,750	4,978
Meetings & conventions	1,353	2,476
Interest expense	4,783	4,667
Miscellaneous	16,042	6,832
Scholarships	1,000	500
Pool upkeep	2,804	2,856
Food service	15,032	18,657
Food service-labor	4,460	2,625
Supplies	9,546	10,346
Repairs & maintenance	14,158	11,896
Postage	80	192
Camp labor	22,517	24,730
Guest speakers	5,375	3,250
Board mileage & meals	5,804	2,540
Printing	751	86
Director's home equity plan	3,300	0
Depreciation	<u>22,805</u>	<u>23,450</u>
Total Expenses	<u>243,143</u>	<u>222,652</u>
Excess Revenues Over Expenses	<u>\$ <28,988></u>	<u>\$ 15,073</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, 2007 AND 2006

	<u>2007</u>	<u>2006</u>
CASH FROM OPERATING ACTIVITIES:		
Net revenue <loss> over expenses	\$ <28,988>	\$ 15,073
Adjustments to reconcile net revenue over expenses to net cash provided by operations:		
Depreciation	22,805	23,450
(Increase)decrease in accounts receivable	2,386	<36>
Increase(decrease) in accounts payable	1,892	<139>
Increase(decrease) in designated contribution payable	<1,296>	0
Increase(decrease) in payroll tax payable	<u>506</u>	<u>84</u>
Net Cash Provided by Operating Activities	<2,695>	38,432
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	<u><38,013></u>	<u><19,354></u>
Net cash used in investing activities	<38,013>	<19,354>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of debt	<12,320>	<21,827>
Proceeds from debt	<u>13,752</u>	<u>0</u>
Net cash used by financing activities	<u>1,432</u>	<u><21,827></u>
Net increase (decrease) in cash	<39,276>	<2,749>
Cash at beginning of year	<u>59,868</u>	<u>62,617</u>
Cash at end of year	\$ <u>20,592</u>	\$ <u>59,868</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, 2007 AND 2006**

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 \$ 22,805 and \$ 23,450 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:

2007	\$ 4,783
2006	\$ 4,667

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, 2007 AND 2006

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, 2007 and 2006, due payable to Camp Beaverfork, Arkansas Free Will Baptist Youth Camp, Inc.

NOTE 2 - NOTES PAYABLE

	<u>2007</u>	<u>2006</u>
Note payable-Simmons First Bank, Conway, Arkansas, requires monthly installments of \$ 814, including principal and interest at an annual percentage rate of 5.75%. This note is secured by property & equipment.	\$ 68,534	\$ 74,242
Note payable-Simmons First Bank, Conway, Arkansas, requires monthly installments of \$ 206, including principal and interest at an annual percentage rate of 6.%. This note is secured by equipment.	0	3,345
Note payable-Simmons First Bank, Conway, Arkansas, \$ 15,000.00 line of credit, due in one year, plus interest at an annual percentage rate of 7.5%. This note is secured by real estate.	13,753	0
Note payable-Simmons First Bank, Conway, Arkansas, requires monthly installments of \$ 328, including principal and interest at an annual percentage rate of 6.50%. This note is secured by a vehicle.	<u>8,444</u>	<u>11,711</u>
	90,731	89,298
Less: Current notes payable	13,753	
Less: Current portion L-T Debt	<u>9,464</u>	<u>11,246</u>
Long-term Debt	\$ <u>67,514</u>	\$ <u>78,052</u>

Scheduled minimum maturities of long-term debt over the years subsequent to December 31, 2007, are as follows:

2008	\$ 9,464
2009	10,050
2010	7,942
2011	7,100
2012 and thereafter	42,422

CAMP BEAVERFORK, ARKANSAS FREE WILL
BAPTISTS YOUTH CAMP, INC.
NOTES TO FINANCIAL STATEMENTS-(CONTINUED)
DECEMBER 31, 2007 AND 2006

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>2007</u>	<u>2006</u>
Capital Improvement Fund	\$ <u>0</u>	\$ <u>1,296</u>
	<u>\$ 0</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, 2007 all of the corporation's money was insured.



ARKANSAS STATE YOUTH BOARD

150 BLAVERFORK ROAD • CONWAY, AR 72032
501-329-6794

Youth Board Minutes

Jan 29-30, 2007

Opened in prayer.

Motion made and second to accept minutes as read: motion carried.

Motion made and second to accept financial report as read: motion carried.

Motion made and second to ask Vince Daniel to preach at Teen Retreat: motion carried.

Motion made and second to use Facing the Giants as Youth Camp theme: motion carried.

Motion made and second to purchase doors for camp: motion carried.

Motion made to adjourn.

Feb 27, 2007

Opened in prayer.

Motion made and second to accept minutes as read: motion carried.

Motion made to adjourn

April 24, 2007

Opened in prayer.

Motion made and second to accept minutes as read: motion carried.

Motion made and second to meet and interview for Camp Director position: motion carried.

Motion made and second to purchase a new guitar for the Youth Director as a gift of appreciation for his years of service: motion carried.

Motion made to adjourn.

May 10, 2007

Opened in prayer.

Motion made and second to accept financial report as read: motion carried.

Motion made and second to accept resignation of camp board member: motion carried.

Motion made and second to let Camp Director use vacation and personal days for time off: motion carried.

Motion made and second to pay Activity Director \$125.00 for Teen and Junior High week and \$75.00 for Kid's week: motion carried.

Motion made to adjourn.

May 22, 2007

Opened in prayer.

Motion made and second to dispense with the reading of the minutes: motion carried

Motion made and second to dispense with reading financial report: motion carried.

Motion made and second to offer Tim Harris the position of Arkansas State Youth Director: motion carried.

Motion made to adjourn.

July 12, 2007

Opened in prayer.

Motion made and second to accept financial report as read: motion carried.

Motion made and second to accept minutes as read: motion carried.

Motion made and second to give a gift card to Sheryl Baze as an appreciation gift for her years of service at the camp: motion carried.

Motion made and second to have two Activity Directors for camps motion carried.

Motion made and second to hire, two cooks for the camp: motion carried.

Motion made and second to accept budget: motion carried.

Motion to adjourn.

Sept 25, 2007

Opened in prayer.

Motion made and second to accept financial report as read: motion carried.

Motion made and second to accept minutes as read: motion carried.

Motion made and second to table the line of credit for repair of pool to be finished in conference call: motion carried.

Motion made and second to accept speakers and singers for camps: motion carried.

Motion made and second to furnish a small archery

range at camp: motion carried.

Motion made and second to spend \$3,900.00 to replace air conditioner in the auditorium: motion carried.

Motion made and second to purchase an earth ball for camp activities: motion carried.

Motion to adjourn.

Oct 25

Motion made and second to award pool repair to Don Cagle: motion carried.

Motion made and second to repair the pool from funds available in the general fund and then secure a line of credit from Simmon's First Bank for the remaining cost of the repairs: motion carried.

Motion made and second to let Camp Director spend up to \$2,000.00 without the approval of the board: motion carried.

Motion made and second to give \$500.00 to Sara McAllister and \$500.00 To Nicholas Dennis from Don Guthrie Scholarship Fund motion: carried.

Motion to adjourn.

Chairman: Johnny Miller

Vice Chairman: John Gilliland

Secretary: Ken Brown

Cody Alley

Tim Landers

Joe Postlewaite

2009 Proposed Youth Board Budget

Receipts:

Coop	96,250.00
FWB Camp Registration & Concessions	50,000.00
Camp Rentals	48,063.00
Interest Income	400.00
Youth Competition	7,500.00
Contributions	2,500.00
Total Receipts:	204,713.00

Disbursements:

Director's Salary	38,763.00
Director's Insurance	8,000.00
Director's Home Equity	600.00
Clerical Salary	3,000.00
Auto Payment	4,000.00
Care Expense	4,000.00
Utilities	32,000.00
Camp Insurance	13,500.00

Payroll Taxes	6,000.00
Postage	1,000.00
Professional Fees	2,300.00
Youth Competition	6,300.00
Conventions	2,000.00
Camp Literature	100.00
Pool Maintenance	5,000.00
Food Service	22,000.00
Food Service Labor	4,000.00
Repairs	12,000.00
Supplies	8,000.00
Camp Labor	8,000.00
Guest Speakers	5,750.00
Board Mileage & Meals	2,500.00
Loan Payment	10,000.00
Printing	1,000.00
Camp Games & Recreation	2,000.00
T-Shirts	2,900.00
Total Disbursements:	204,713.00

2008 Nomination Committee Report

(Nominees are underlined)

EXECUTIVE BOARD:

2008	Paul Payne	Paul Payne	<hr/>
2008	David Copelend	David Copeland	<hr/>
2009	Bobby Shepherd		
2009	Mark Stripling		
2010	Tommy Tims		
2010	Jim Walker		

STATE MISSION BOARD:

2008	Jackie Brown**	Michael Morrison	<hr/>
2008	Kerry Gandy*	Dwayne Roper	<hr/>
2009	Ken winningham		
2009	Gerald Thomas		
2010	Joe Short		
2010	Jason Scott		

YOUTH BOARD:

2008	Tim Landers	Tim Landers	<hr/>
2008	Joe Postlewaite	Joe Postlewaite	<hr/>
2009	Ken Brown		
2009	Johnny Miller		
2010	Cody Alley		
2010	John Gilliland		

CHRISTIAN EDUCATION BOARD:

2008	Kevin Jewell	Kevin Jewell	<hr/>
2008	Vince Daniel*	David Ponder	<hr/>
2009	Clark Snow		
2009	Doug Jones		
2010	Randy Scott		
2010	Greig Caswell		

MODERATOR:	Nelson Henderson	Nelson Henderson	<hr/>
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ASSISTANT MODERATOR:	David Harper	David Harper	<hr/>
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CLERK:	Wendell Leckbee	Wendell Leckbee	<hr/>
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ASSISTANT CLERK:	Keith Bowden	Keith Bowden	<hr/>
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HILLSDALE FREE WILL BAPTIST COLLEGE TRUSTEE:	<u>David Copeland</u>	David Copeland	<hr/>
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FWB FAMILY MINISTRIES BOARD MEMBER:	<u>Johnny Miller</u>	Johnny Miller	<hr/>
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* Not Re-electable

** Chose not to be re-elected

Nominations may also be made from the floor.

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

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.