

TOM Lilly's

DIGEST OF REPORTS

TWENTY-NINTH ANNUAL SESSION

JUNE 3-4, 1991



ROCKY PASS FREE WILL BAPTIST CHURCH

MARION, NORTH CAROLINA

DIGEST OF REPORTS

1991

TABLE OF CONTENTS

	<u>PAGES</u>
✓Executive Board Report	1 - 4
✓Promotional Director's Report	5 - 9
✓Promotional Department's Budget	10
✓Bible Book Store Report	11 - 21
✓Western FWB Rest Home Report	22 - 27
Board of Care Report	28
✓Youth Board Report	29 - 30
✓State Mission Board Report	31 - 36
✓Woman's Auxiliary Report	37 - 38
✓Leah Waddell Scholarship Fund Report	39
✓NC Benevolence Fund Report	40

Addendum to the Minutes

Minutes of the 1990 North Carolina Association
of Free Will Baptists

A1 - A10

THE EXECUTIVE BOARD REPORT

The Executive Board met four times in official session since last year's State Meeting.

The following minutes were recorded at the All Boards Meeting:

On August 27, at 10:00 the All Board Meeting convened at Shady Grove Free Will Baptist Church, in Durham, NC at 10:00 am. All Boards were represented at this meeting. Opening remarks were made by Promotional Director, Tom Lilly. He explained the reasons for rescheduling the All Boards Meeting. He explained there were many schedule conflicts during the October dates, that most Boards needed to meet earlier and that there are matters to discuss from the National meeting in July. He then introduced the proxy moderator, Ted Reynolds, who would fill in for the State Moderator who was unable to attend.

Proxy Moderator Ted Reynolds opened with prayer and brief remarks. He introduced Jack Lassiter who brought a brief devotion from Acts 3:1-6. The Moderator then acknowledged representatives from all the Boards and adjourned this meeting so each individual Board could meet. The meeting adjourned at 10:24 am.

The 2nd session of the All Board's Meeting was called to order by Ted Reynolds at 11:25 am. The Missions report was given by Dobbs. The Youth Board Report was given by Johnny Hudson. The Rest Home Report was given by Ed Hill. The Book Store Board Chairman, William Calvert, deferred to James Stancill to give the Bookstore report. The Executive Board report was given by Tom Lilly. All reports were accepted.

Two motions were passed at this meeting:

1. Motion made that the Executive Committee draft a letter of concern to voice their disapproval of the Executive Secretary, Dr. Melvin Worthington, exchanging greetings and/or speaking at the North Carolina State Free Will Baptist Convention at Mt. Olive College, in September 1990. The motion passed unanimously.
2. Motion made that the Executive Committee begin a documentary study into the liberal trends of the North Carolina State Convention of Free Will Baptists, and to encourage all Pastors to write the Executive Secretary's Office and voice their disapproval of Melvin Worthington's exchange of greetings and/or being a speaker at the North Carolina State Free Will Baptist Convention at Mt. Olive. Passed unanimously.

Motion made to adjourn. Closing prayer was around the altar and the meeting adjourned at 1:12 pm.

The following minutes were recorded at a joint session of the Executive Committee and Mission Board which was held on March 21, 1991 at the Freedom Free Will Baptist Church in Havelock, NC.

Those present at this meeting from the Mission Board were Randy Cox, Dean Dobbs, Johnny Pike and Dennis Wiggs. Those present from the Executive Committee were Dann Patrick, Jerry Rackley, Rudolph Outlaw and Mike Trimble. Promotional Director, Tom Lilly and James Pittman, the Church Pastor, were present as well.

After much discussion the following consensus was reached and agreed upon. That the Havelock Mission be dissolved and the disposition of the properties be handled expediently and orderly.

The following initial steps will be taken.

1. Inform the Trustee for the Bondholders the recovery plan failed.
2. Ask James Pittman to remain as pastor and continue to preach and minister to the people, and administer the Day Care Program. The monies received are to be applied toward debt servicing.
3. Contact Havelock City Councilmen for the possibility of rezoning the property to accommodate a day care independent of a Church, which would widen the market for the property if a variance is attainable.
4. Contact other potential buyers/groups.

It was also agreed that if a man became available, the matter would be reconsidered. Due to financial constraints there is a time limit involved in the matter of reconsideration.

One motion was unanimously passed which reads as follows:

Rev. Dann Patrick draft a joint statement concerning the dissolution and disposition of the Havelock Mission. This statement will include the signatures of the Executive and Mission Board members attending, the State Promotional Director, and the outgoing Pastor. This statement will be included in the Executive Board Report. MSC

On April 4, 1991 at the Faith Free Will Baptist Church in Goldsboro, NC the Executive Board met. This meeting focused on the concerns of the Executive Committee with the National Board of Retirement. The Executive Committee sought affirmative action by the Board of Retirement in the following areas:

1. The establishment of a clear definition of retirement providing some latitude for semi-retired participation in the withdrawing of funds.
2. The age for participates[✓] elected complete withdrawal of all pension funds, (both employer and employee contributions) be set at age 59 1/2 as the IRS allows, and that such withdrawals be allowed with ^{any} penalty whatsoever. *DWT*
3. The Board of Retirement relinquish it's estranged distinction between employer and employee contributions

regarding withdrawal, knowing that in our situation, such contributions by the employer are negotiated with the employee as part of his or her pay benefit package.

Representing the Board of Retirement was Herman Hersey, Director of the Department of Retirement, Ron Barber, Chairman of the National Board of Retirement and Ray Lewis, book keeper. There were about 40 people, the vast majority preachers, at this meeting. There was much discussion but no conclusions, resolutions or motions acted on.

On April 30, 1991 the Executive Committee met at Shady Grove Free Will Baptist Church, Durham, NC at the All Board's Meeting. Moderator Dann Patrick led the session in song and gave a brief devotion on Matthew 28. All Boards were represented at this meeting. The State Mission Board report and budget was given by Johnny Pike. This session dispersed so each Board could meet.

The session reconvened and received reports and budgets from all boards. Tom Lilly, State Promotional Director, gave the Executive Board report and budget. James Stancil gave the Book Store report and budget. Ed Hill gave the Rest Home report and budget. Johnny Hudson gave the Youth Board report and budget. All reports and budgets were approved.

On March 21, 1991 the Executive Committee and the Home Missions Board met together at Freedom Free Will Baptist Church in Havelock. The purpose of this meeting was to give some counsel to the Pastor and his people and to ascertain the feasibility of continuing the work and or finding a man to take it over.

The Home Missions Board at a prior meeting had convened with the Pastor and had also interviewed a couple of prospective candidates for the Church. They reported their findings and gave recommendations to the Executive Committee. After hearing the report and talking with the Pastor the Executive Committee and the Home Missions Board agreed together (unanimously) that without a man to go to Havelock, it would be impossible to continue the work. Therefore, it was recommended that the Church be dissolved according to the guidelines of the trustee and the trust agreement. These proceedings were to begin immediately. It is understood that the emergence of the right "man" at any time during this procedure would indicate a different direction, but without anyone coming on the scene the Church would cease and desist.

Assurances were made to the Pastor of our prayers and understanding realizing that some very difficult circumstances compounded the already difficult job of building a Church.

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTISTS

P. O. BOX 8465 • GREENVILLE, NORTH CAROLINA 27835-8465
REV. TOM LILLY, MINISTER • TELEPHONE (919) 752-9072

You will find on pages 5-10

The financial report of the Promotional Department is presented in this Digest, including the receipts and disbursements for the year ended December 31, 1990, along with the Department's proposed budget for the fiscal year 1991. The disclosed information represents the first full year's financials, since the Association adopted the calendar fiscal year as a periodic mode for reporting to it's constituency.

The format which distinguishes all receipts and disbursements designated to North Carolina and/or National Ministries has remained unchanged. The listing of all contributors in categories of churches, associations and auxiliaries, individuals, miscellaneous, and professional receipts is continued in the accounting and reporting of all receipts of the Promotional Department.

Income for the Promotional Department showed a slight increase for 1990, when compared to the three quarters of 1989 reported in last year's Digest, with the amount of churches contributing through the office ranging from eighty-two to seventy-nine for the two periods. The seventy-nine churches contributing during 1990 represents approximately 41% of the 196 missions and churches within the Association.

The Building Fund balance for the new office facility as of December 31, 1990 amounted to \$ 12,525.48, consisting of short term church and development bonds, as well as a savings account in the First Citizens Bank, of Greenville, North Carolina.

As always, I express my gratitude for the kindness of all the Pastors and people within our missions and churches, which comprise the North Carolina Association of Free Will Baptists, and am very appreciative of the support they have rendered toward all our North Carolina ministries. I desire your continued prayers and cooperation as we proceed through the 1990's, in an effort to build all our work stronger in the cause of Christ throughout this great State.

① Witness

② Saving ~~Grange~~ RWB Prop.
BESS MEE CITY N.C.

③ Office Complex property

largest development initiative in South, over 100 acres -

④ Prom. Dept How Administers Benevolent - on page 40

Cordially,

Tom Lilly
Promotional Director

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTISTSH
Receipts and Disbursements Reporting

REPORTING PERIOD: 90/01/01 TO 90/12/31

DATE: 91/04/26

STATEMENT OF RECEIPTS AND EXPENSES

PAGE 1

RECEIPTS:		ACCT BALANCE	SUB ACCT TOTAL	DISTRIBUTION	
ACCT NO	ACCT DESC			N C	NAT'L
400	CHURCHES				
400-1000	STACY FWB CHURCH	803.00		803.00	.00
400-1001	LIBERTY FWB CHURCH, DURHAM	25.00		25.00	.00
400-1002	SHERWOOD FOREST FWB CHURCH	4,583.04		4,583.04	.00
400-1003	MT. OLIVE FWB CHURCH, MT.OLIVE	287.50		287.50	.00
400-1004	FIRST FWB CHURCH, LANDIS	220.00		220.00	.00
400-1005	PEACE FWB CHURCH, HENDERSON	110.00		110.00	.00
400-1006	PEACE FWB CHURCH, WILSON	19,974.63		3,586.55	16,388.08
400-1007	FIRST FWB CHURCH, RALEIGH	5,587.67		5,587.67	.00
400-1009	MT. CALVARY FWB CHURCH	1,110.00		1,110.00	.00
400-1010	MAPLE STREET FWB CHURCH	800.00		800.00	.00
400-1011	CORINTH FWB CHURCH	810.00		840.00	.00
400-1012	SWANNANOA FWB CHURCH	975.00		975.00	.00
400-1013	PARKER'S CHAPEL FWB CHURCH	900.00		900.00	.00
400-1014	FIRST FWB CHURCH, MOREHEAD	420.00		420.00	.00
400-1015	FAITH FWB CHURCH, KANNAPOLIS	1,745.13		1,745.13	.00
400-1016	BOGER CITY FWB CHURCH	1,200.00		720.00	480.00
400-1018	FIRST FWB CHURCH, CHINA GROVE	197.21		197.21	.00
400-1020	CRAMERTON FWB CHURCH	3,000.00		3,000.00	.00
400-1021	FIRST FWB CHURCH, MARION	275.00		265.00	10.00
400-1022	FRIENDSHIP FWB CHURCH, COATS	255.00		255.00	.00
400-1023	ROCKY PASS FWB CHURCH	11,340.00		4,020.00	7,320.00
400-1024	GRACE FWB CHURCH, ROCKY MOUNT	1,500.00		945.00	555.00
400-1025	MARANATHA FWB CHURCH	543.56		543.56	.00
400-1026	VICTORY FWB CHURCH	350.00		350.00	.00
400-1027	HOPE FWB CHURCH, PLYMOUTH	447.25		447.25	.00
400-1028	RUTH'S CHAPEL FWB CHURCH	275.00		275.00	.00
400-1030	FIRST FWB CHURCH, GASTONIA	330.00		330.00	.00
400-1031	SHELBY FWB CHURCH	458.37		458.37	.00
400-1032	FAIRVIEW FWB CHURCH	345.25		335.25	10.00
400-1033	TRINITY FWB CHURCH, LAGRANGE	120.00		120.00	.00
400-1034	FIVE POINTS FWB CHURCH	362.50		362.50	.00
400-1035	FIRST FWB CHURCH, JACKSONVILLE	1,584.63		1,584.63	.00
400-1036	FIRST FWB CHURCH, HUBERT	770.00		770.00	.00
400-1037	CEDAR HILL FWB CHURCH	1,218.89		1,218.89	.00
400-1038	FELLOWSHIP FWB CHURCH, DUNN	1,535.33		1,535.33	.00
400-1039	NORTHVIEW FWB CHURCH	100.00		100.00	.00
400-1041	WEST CALVARY FWB CHURCH	1,525.00		1,525.00	.00
400-1044	PEACE CHAPEL FWB, WASHINGTON	250.00		250.00	.00
400-1046	COVE CITY FWB CHURCH	500.00		500.00	.00
400-1049	GETHSEMANE FWB CHURCH, WILSON	25.00		25.00	.00
400-1050	LENOIR FWB CHURCH, LENOIR	35.00		25.00	10.00
400-1055	JEFFERSON PARK FWB CHURCH	25.00		25.00	.00
400-1060	HARRIETT MEMORIAL FWB CHURCH	1,635.74		1,635.74	.00
400-1061	MEADOWBROOK FWB CHURCH	1,160.89		1,160.89	.00
400-1062	MT. OLIVE FWB CH., PLYMOUTH	580.00		580.00	.00
400-1065	WHITE OAK HILL FWB CHURCH	2,057.31		2,057.31	.00
400-1066	OAK GROVE FWB CHURCH	500.00		500.00	.00
400-1067	PLEASANT ACRES FWB, NEW BERN	651.67		651.67	.00

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTISTS
Receipts and Disbursements Reporting

REPORTING PERIOD: 90/01/01 TO 90/12/31

DATE: 91/04/26

STATEMENT OF RECEIPTS AND EXPENSES

PAGE 2

RECEIPTS:

ACCT NO	ACCT DESC	ACCT BALANCE	SUB ACCT TOTAL	DISTRIBUTION	
				N C	NAT'L
400-1068	TRINITY FWB CHURCH, ROCKY HT.	50.00		50.00	.00
400-1069	GARNER FWB CHURCH, GARNER	50.00		50.00	.00
400-1170	BELVOIR FWB CHURCH, GREENVILLE	53.00		53.00	.00
400-1071	UNION CHAPEL FWB. CH. CHOCOW.	20.00		20.00	.00
400-1072	FIRST FWB CHURCH, WASHINGTON	650.00		650.00	.00
400-1073	GETHSEMANE FWB CHURCH, MARION	10.00		.00	10.00
400-1074	CALVARY FWB CHURCH, MAPLE HILL	480.00		480.00	.00
400-1075	HAVEN FWB CHURCH, RALEIGH	1,991.96		1,991.96	.00
400-1076	DAVIS FWB CHURCH, DAVIS	500.00		500.00	.00
400-1077	BETHEL FWB CHURCH, KINSTON	100.00		100.00	.00
400-1078	SANDY ACRES FWB CH., COLUMBIA	451.33		451.33	.00
400-1083	WEST DUPLIN FWB CHURCH	990.00		300.00	690.00
400-1087	FAITH FWB CHURCH, GOLDSBORO	264.00		264.00	.00
400-1092	FELLOWSHIP FWB, MICRO	105.00		105.00	.00
400-1093	FRIENDSHIP FWB, PINK HILL	40.00		40.00	.00
400-1097	HOWLING CHAPEL FWB, MORGANTON	746.57		746.57	.00
400-1098	MATTHEWS FWB, CHARLOTTE	257.44		257.44	.00
400-1099	FELLOWSHIP FWB, SWANNANOA	815.00		815.00	.00
400-1100	COLONIAL HGTS., CLINTON	100.00		100.00	.00
400-1101	HOMER'S CHAPEL FWB, BLACK MTN.	250.00		250.00	.00
400-1102	LOWELL, LOWELL	149.84		149.84	.00
400-1103	HILLTOP FWB, FUQUAY VARINA	725.00		725.00	.00
400-1106	FELLOWSHIP FWB, MICRO	100.00		100.00	.00
400-1108	IMMANUEL FWB, DURHAM	8,037.00		5,677.50	2,359.50
400-1112	ZEPHYR HILLS FWB, ASHEVILLE	614.31		614.31	.00
400-1114	SHADY GROVE FWB, DURHAM	150.00		150.00	.00
400-1115	FRIENDSHIP FWB, PINK HILL	70.00		70.00	.00
400-1121	GOSPEL WAY FWB CHURCH	150.00		150.00	.00
400-1124	LIBERTY FWB CHURCH, AHOSKIE	109.16		109.16	.00
400-1125	MEMORIAL FWB CHURCH	50.00		50.00	.00
400-1126	EMMANUEL FWB, WASHINGTON	120.00		120.00	.00
			91,704.18	63,901.60	27,832.58
405	ASSOCIATIONS AND AUXILIARIES				
405-1000	WOMAN'S AUXILIARY	1,833.13		1,833.13	.00
405-1005	PIEDMONT ASSOCIATION	835.00		475.00	360.00
405-1006	PANLICO ASSOCIATION	855.00		855.00	.00
405-1007	RANDALL ASSOCIATION	880.00		880.00	.00
405-1008	FOOTHILLS ASSOCIATION	1,295.19		1,295.19	.00
405-1009	BLUE RIDGE ASSOCIATION	925.00		925.00	.00
405-1010	WESTERN PIEDMONT ASSOCIATION	950.00		950.00	.00
405-1011	COASTAL ASSOCIATION	750.00		750.00	.00
405-1012	PALMER ASSOCIATION	1,345.00		975.00	370.00
405-1013	BIBLE BOOK STORE	200.00		200.00	.00
			9,868.32	9,138.32	730.00
410	INDIVIDUAL CONTRIBUTORS				
410-1029	ROBERT DURHAM	50.00		50.00	.00
410-1051	TOM LILLY	432.00		432.00	.00
410-1100	BRONCO WEST	100.00		100.00	.00
410-1101	TERESA WALLIS	15.00		15.00	.00

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTISTS
Receipts and Disbursements Reporting

REPORTING PERIOD: 90/01/01 TO 90/12/31

DATE: 91/04/26

STATEMENT OF RECEIPTS AND EXPENSES

PAGE 3

RECEIPTS:

ACCT NO	ACCT DESC	ACCT BALANCE	SUB ACCT TOTAL	DISTRIBUTION	
				N C	NAT'L
410-1102	JAMES STANCILL	30.00		30.00	.00
410-2000	MISCELLANEOUS FUNDS	94.10		94.10	.00
			721.10	721.10	.00
412					
412-1000	WITNESS SUBSCRIPTIONS	63.00		63.00	.00
			63.00	63.00	.00
415	MISC. CASH RECEIPTS				
415-1000	CASH CONTRIBUTIONS & OFFERINGS	754.45		754.45	.00
415-1005	CASH ADJUSTMENTS	.03		.03	.00
415-1006	MISC. REIMBURSEMENTS & REBATES	2,638.16		2,638.16	.00
415-1007	MISCELLANEOUS BANK TRANSFER	7,000.00		7,000.00	.00
			10,392.64	10,392.64	.00
420	PROFESSIONAL RECEIPTS				
420-1000	PROFESSIONAL CH. BOND SERVICES	4,200.00		4,200.00	.00
420-1001	BESSEMER CITY PROPERTY PYMNT.	5,289.90		5,289.90	.00
420-1010	REVIVALS AND SPECIAL SERVICES	4,425.62		4,425.62	.00
			13,915.52	13,915.52	.00
450	BALANCE BROUGHT FORWARD				
450-1000	PREV. FISCAL YEAR END BALANCE	5,397.88		.00	.00
			5,397.88	.00	.00
			132,062.64	98,132.18	28,562.58
TOTAL RECEIPTS:					

EXPENSES:

500	SALARIES		
500-1000	PROMOTIONAL DIRECTOR	6,149.95	
500-1001	SECRETARY	7,861.14	
			14,011.09
505	PROMOTIONAL DEPARTMENT		
505-1000	UTILITIES	2,700.00	
505-1001	TRAVEL	4,539.96	
505-1002	HOUSING	17,025.00	
505-1003	MOTEL/MEALS	2,478.77	
505-1004	INSURANCE	7,186.97	
505-1005	RETIREMENT	6,825.00	
505-1006	WITNESS	2,567.46	
505-1007	SOCIAL SECURITY TAXES	3,150.00	
			46,473.16
510	TAXES		
510-1000	FEDERAL WITHHOLDING	660.00	
510-1001	NORTH CAROLINA WITHHOLDING	302.73	
510-1002	PROPERTY TAXES	719.33	
			1,682.06
515	OFFICE		
515-1001	POSTAGE	791.59	
515-1002	SUPPLIES	546.37	
515-1003	TELEPHONE	2,684.85	
515-1005	EQUIPMENT	1,190.04	
515-1007	COMPUTER PROGRAMMING SERVICES	250.00	

From Mem.

1990 Budgeted 44,820.00

SPENT 41,576.88

(2756.88 over)

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTISTS
Receipts and Disbursements Reporting

REPORTING PERIOD: 90/01/01 TO 90/12/31

DATE: 91/04/26

STATEMENT OF RECEIPTS AND EXPENSES

PAGE 4

EXPENSES:

ACCT NO	ACCT DESC	ACCT BALANCE	SUB ACCT TOTAL
515-1008	BANKING SERVICES	3.04	
515-1111	PRINTING OF NEW CHECKS	47.46	
515-1113	BESSEMER CITY PROPERTY	6,242.31	
515-1114	LAND DEVELOPING COSTS	1,300.82	
515-1115	ATTORNEY FEES	50.00	
515-2000	MISCELLANEOUS	146.05	
515-2002	STATE MEETING EXPENSE	505.33	
515-2003	MISC. REIMBURSEMENTS	581.16	
			14,339.02
520	NORTH CAROLINA MINISTRIES		
520-1000	WESTERN FWB REST HOME	10,000.58	
520-1001	YOUTH MINISTRIES	1,035.82	
520-1003	BIBLE BOOKSTORE	90.00	
520-1004	NORTH CAROLINA HOME MISSIONS	15,228.46	
520-1007	BLUE RIDGE ASSOCIATION	400.00	
			26,754.86
525	EXECUTIVE BOARD		
525-1000	MILEAGE	895.74	
525-1001	MOTEL/MEALS	458.29	
			1,354.03
530	NATIONAL ASSOC. MINISTRIES		
530-1000	FOREIGN MISSIONS	13,572.46	
530-1001	HOME MISSIONS	4,432.39	
530-1002	FREE WILL BAPTIST BIBLE COL.	2,915.92	
530-1003	NATIONAL ASSOCIATION FEES	1,770.00	
530-1004	EXECUTIVE OFFICE	2,893.59	
530-1005	SOUTH CAROLINA CHILDREN'S HOME	469.63	
530-1006	TENNESSEE CHILDREN'S HOME	179.53	
530-1008	SOUTHEASTERN FWB COLLEGE	520.63	
			26,754.15
535	HONORARIUMS		
535-1000	CLERK	300.00	
			300.00

TOTAL EXPENSES:

131,668.37

NET INCOME OR LOSS

394.27

SUMMARY STATEMENT

TOTAL RECEIPTS:

132,062.64

TOTAL EXPENSES:

131,668.37

BALANCE ENDING

90/12/31

394.27

NAT min % of Prov Dpt = 20%

PROPOSED OPERATIONAL BUDGET - 1991
NORTH CAROLINA PROMOTIONAL DEPARTMENT

1. Salary - Promotional Director	8,500.00
2. Salary - Secretary	8,925.00
3. Utilities, Offices and Residence	4,850.00
4. Travel and Executive Board	5,740.00
5. Housing and Office Space	17,660.00
6. Motels and Meals	1,200.00
7. Key Man Insurance	4,800.00
8. Retirement	1,200.00
9. Witness Publication	5,000.00
10. Social Security	3,150.00
11. Federal Withholding (Deducted From Salary)	45,900.00
12. North Carolina Withholding (Deducted from Salary)	
13. Property Taxes on 6.49 Acres	600.00
14. Postage	1,200.00
15. Supplies	1,000.00
16. Telephone	3,000.00
17. Equipment	1,000.00
18. Miscellaneous	1,400.00
19. State/National Expenses - Promotional Director	1,500.00
20. National Association Fees	1,950.00
21. Clerk Honorarium	300.00
	<hr/>
	72,975.00
	<u>inc. 1,505.00</u>

Members
American Institute of
Certified Public Accountants

105 N. Garnett St., P. O. Box 741
Henderson, NC 27536
919-492-9522
1-800-526-9272

Choplin, Overton, & Williams

Certified Public Accountants

Mack R. Choplin, CPA
James C. Overton, CPA
Gary L. Williams, CPA

Dave Carver

Members
North Carolina Association of
Certified Public Accountants

105 College St., P. O. Box 1366
Oxford, NC 27565
919-693-5196
919-575-4556

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
The Bible Book Store of Durham, Inc.
P. O. Box 15850
Durham, North Carolina 27704

We have audited the accompanying Balance Sheet of The Bible Book Store of Durham, Inc., (a non-profit corporation) as of December 31, 1990, and the related Statement of Revenue, Expenses and Changes in Fund Equity and Statement of Cash Flows for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of The Bible Book Store of Durham, Inc. as of and for the year ended December 31, 1989, were audited by other auditors whose report dated May 7, 1990, expressed an unqualified opinion on those statements.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we 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. We believe that our audits provides a reasonable basis for our opinion.

In our opinion, the 1990 financial statements referred to above present fairly, in all material respects, the financial position of The Bible Book Store of Durham, Inc. as of December 31, 1990, and the results of its operations and its cash flows for the year then ended in conformity with generally accepted accounting principles.

Choplin, Overton, Williams

Certified Public Accountants

Oxford, North Carolina
March 20, 1991

THE BIBLE BOOK STORE OF DURHAM, INC.
BALANCE SHEETS
AS OF DECEMBER 31, 1990 AND 1989

	1990	1989
	<hr/>	<hr/>
ASSETS		
	<hr/>	
CURRENT ASSETS		
Cash	\$3,105.56	\$3,540.63
Accounts Receivable - Trade	12,628.98	12,727.73
Returned Checks	25.41	21.94
Sales Tax Refund Receivable	242.02	172.40
Inventory	136,000.72	130,915.14
	<hr/>	<hr/>
Total Current Assets	152,002.69	147,377.84
PROPERTY AND EQUIPMENT		
Furniture and Fixtures	6,297.12	6,297.12
Office Equipment	8,764.97	8,250.00
Leasehold Improvements	17,398.07	17,200.84
	<hr/>	<hr/>
Less Accumulated Depreciation	32,460.16 (22,834.28)	31,747.96 (18,617.97)
	<hr/>	<hr/>
Total Property and Equipment	9,625.88	13,129.99
	<hr/>	<hr/>
Total Assets	\$161,628.57 =====	\$160,507.83 =====

The accompanying notes are an integral part of the financial statements.

THE BIBLE BOOK STORE OF DURHAM, INC.
BALANCE SHEETS
AS OF DECEMBER 31, 1990 AND 1989

	1990	1989
	<hr/>	<hr/>
LIABILITIES AND FUND EQUITY		
<hr/>		
CURRENT LIABILITIES		
Accounts Payable	\$491.52	\$1,181.03
Gift Certificates Payable	455.75	277.00
Layaways Payable	210.31	
Payroll Taxes Withheld	2,518.69	2,298.50
Sales Taxes Payable	1,188.90	742.53
	<hr/>	<hr/>
Total Liabilities	4,865.17	4,499.06
	<hr/>	<hr/>
FUND EQUITY		
Investment in Fixed Assets	9,625.88	13,129.99
Fund Balance	147,137.52	142,878.78
	<hr/>	<hr/>
Total Fund Equity	156,763.40	156,008.77
	<hr/>	<hr/>
Total Liabilities and Fund Equity	\$161,628.57	\$160,507.83
	=====	=====

The accompanying notes are an integral part of the financial statements.

THE BIBLE BOOK STORE OF DURHAM, INC.
STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND EQUITY
FOR THE YEARS ENDED DECEMBER 31, 1990 AND 1989

	1990	1989
<hr/>		
REVENUE		
Sales - Free Will Baptist Churches	\$168,666.27	\$167,651.11
Sales - Bibles	34,236.46	34,046.08
Sales - Books	48,011.01	47,714.70
Sales - Cards	8,844.53	9,469.78
Sales - Supplies	67,331.84	61,940.19
Sales - Music	17,412.11	18,314.47
Sales - Sunday School Cash	9,826.70	10,304.45
Sales - Union Gospel Sunday School	6,032.22	5,224.20
Sales - Vacation Bible School	8,282.69	7,717.28
Sales - Scripture Press	1,273.30	2,050.00
Sales - David Cook	628.10	
Sales - Other Sunday School	1,307.85	
Sales - Imprinting	1,976.88	1,614.32
Less Refunds	(174.20)	(127.48)
	<hr/>	
Total Sales	373,655.76	365,919.10
Shipping Charges	12,699.95	11,890.96
	<hr/>	
Total Revenue	386,355.71	377,810.06
 COST OF GOODS SOLD		
Beginning Inventory	130,915.14	120,508.00
Purchases	250,392.48	251,532.46
Freight and Shipping	6,183.02	5,814.36
	<hr/>	
Total Available for Sale	387,490.64	377,854.82
Less Ending Inventory	(136,000.72)	(130,915.14)
	<hr/>	
Total Cost of Goods Sold	251,489.92	246,939.68
	<hr/>	
GROSS PROFIT	134,865.79	130,870.38
	<hr/>	

The accompanying notes are an integral part of the financial statements.

THE BIBLE BOOK STORE OF DURHAM, INC.
 STATEMENT OF REVENUE, EXPENSES
 AND CHANGES IN FUND EQUITY
 FOR THE YEARS ENDED DECEMBER 31, 1990 AND 1989

	1990	1989
OPERATING EXPENSES		
Salaries and Wages	\$66,421.04	\$63,051.31
Housing Allowance	5,200.00	5,200.00
Payroll Taxes	8,323.00	7,686.46
Insurance - Group Medical	4,824.15	3,076.05
Accounting and Legal	3,920.00	3,910.00
Advertising	526.35	519.07
Automobile	297.60	1,406.39
Bad Debts		42.32
Bank Service Charges	1,329.54	1,022.55
Board Expenses	412.76	555.75
Cash Over / Short	(61.09)	
Contracted Services	743.75	304.62
Depreciation	4,216.31	1,487.53
Donations	200.00	3,931.67
Dues and Subscriptions	905.77	804.48
Travel and Entertainment	927.70	1,107.78
Janitorial Service	253.50	312.98
Equipment Lease	277.02	784.27
Inventory Control	215.00	230.00
Insurance	557.00	1,488.74
Maintenance and Repairs	2,641.89	2,281.46
Miscellaneous	313.19	88.25
Office Supplies	1,168.93	1,703.48
Postage	1,380.60	1,510.88
Rent	17,139.15	15,817.14
Supplies	2,362.77	2,080.09
Property Taxes	2,288.07	2,288.66
Telephone	3,509.66	2,450.70
Utilities	4,654.84	4,519.17
Total Operating Expenses	134,948.50	129,661.80
NET OPERATING INCOME	(82.71)	1,208.58

The accompanying notes are an integral part of the financial statements.

EXHIBIT B

THE BIBLE BOOK STORE OF DURHAM, INC.
 STATEMENT OF REVENUE, EXPENSES
 AND CHANGES IN FUND EQUITY
 FOR THE YEARS ENDED DECEMBER 31, 1990 AND 1989

	1990	1989
OTHER INCOME		
Interest Income	\$242.95	\$653.35
Miscellaneous Income	504.39	1,773.59
70-30 Plan Income	90.00	87.08
Total Other Income	837.34	2,514.02
EXCESSS OF REVENUES OVER EXPENSES	754.63	3,722.60
FUND EQUITY - JANUARY 1	146,382.89	152,287.00
FUND EQUITY - DECEMBER 31	\$147,137.52 =====	\$156,009.60 =====

The accompanying notes are an integral part of the financial statements.

THE BIBLE BOOK STORE OF DURHAM, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 1990 AND 1989

	1990	1989
CASH FLOWS RECEIVED FROM OPERATING ACTIVITIES		
Cash Received From Sales Revenue	\$386,840.05	\$381,038.62
Cash Received From Other Income	594.39	1,860.67
Interest Received	242.95	653.35
Cash Paid for Merchandise	(257,428.92)	(257,335.79)
Cash Paid to Suppliers and Employees	(129,971.34)	(128,935.64)
	<hr/>	<hr/>
Net Cash Provided By Operations	277.13	(2,718.79)
CASH FLOWS FROM INVESTING ACTIVITIES		
Outflows		
Purchases of Office Equipment	(514.97)	(2,015.74)
Leasehold Improvements	(197.23)	(8,501.84)
	<hr/>	<hr/>
Net Cash Used by Investing Activities	(712.20)	(10,517.58)
CASH FLOWS FROM FINANCING ACTIVITIES		
Inflows		
Proceeds of Long-Term Debt		
Outflows		
Payments of Long-Term Debt		
	<hr/>	<hr/>
Net Cash Provided (Used) by Financing Activities	0.00	0.00
	<hr/>	<hr/>
NET INCREASE IN CASH AND CASH EQUIVALENTS	(435.07)	(13,236.37)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	3,540.63	16,777.00
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS - END OF YEAR	\$3,105.56	\$3,540.63
	=====	=====

The accompanying notes are an integral part of the financial statements.

EXHIBIT C

THE BIBLE BOOK STORE OF DURHAM, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 1990 AND 1989

	1990	1989
	<hr/>	<hr/>
RECONCILIATION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Excess of Revenue Over Expenses	\$754.63	\$3,722.60
ADJUSTMENTS TO RECONCILE NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Depreciation	4,216.31	1,487.53
(Increase) Decrease in Accounts Receivable	98.75	2,973.50
(Increase) Decrease in Sales Tax Receivable	(69.62)	(172.40)
(Increase) Decrease in Returned Checks	(3.47)	(21.94)
(Increase) Decrease in Inventory	(5,085.58)	(10,407.14)
Increase (Decrease) in Accounts Payable	(689.51)	11.03
Increase (Decrease) in Gift Certificates	178.75	277.00
Increase (Decrease) in Layaways Payable	210.31	
Increase (Decrease) in Payroll Taxes	220.19	(1,331.50)
Increase (Decrease) in Sales Tax Payable	446.37	742.53
	<hr/>	<hr/>
Total Adjustments	(477.50)	(6,441.39)
	<hr/>	<hr/>
NET CASH PROVIDED BY OPERATIONS	<div style="border: 1px solid black; border-radius: 50%; padding: 2px; display: inline-block;"> \$277.13 </div>	<div style="border-top: 1px dashed black; border-bottom: 1px dashed black; display: inline-block;"> (\$2,718.79) </div>

The accompanying notes are an integral part of the financial statements.

THE BIBLE BOOK STORE OF DURHAM, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1990 AND 1989

NOTE 1 - DESCRIPTION OF UNIT

The accompanying financial statements include the accounts of The Bible Book Store of Durham, Inc., a subordinate member organization of the North Carolina Association of Free Will Baptists. The corporation is exempt from federal income taxes under the Internal Revenue Code Section 501 (c) (3). The primary function of the corporation is supplying Sunday School and other Christian literature to the Free Will Baptist Churches in the southeastern states. The corporation also maintains an inventory of Christian literature for sale to the general public. The offices of the Bible Book Store of Durham, Inc. are located in the North Duke Mall in Durham, North Carolina.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation - Fund Accounting

The accounts of The Bible Book Store of Durham, Inc. are organized and maintained on a fund basis. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts recording its assets, liabilities, fund balance, revenues, and expenses. The Bible Book Store of Durham, Inc. maintains only one fund which is used to account for all transactions.

Basis of Accounting

The financial statements of the corporation are maintained on the accrual method. Under this method revenues are recognized when earned rather than when collected and expenses are recognized when the obligation is incurred rather than when it is paid.

Bad Debts

Bad Debts are written off using the direct write-off method. Therefore, these financial statements do not include any allowance for doubtful accounts.

Inventory

Inventory consists of bibles, Sunday school literature, supplies, cards, musical cassettes, books and other Christian literature, and is valued at cost under the first-in, first-out method. Inventory is taken annually on December 31 of each year.

THE BIBLE BOOK STORE OF DURHAM, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1990 AND 1989

Cash and Cash Equivalents

Cash and cash equivalents include all petty cash funds of the corporation and cash deposited with banks in the form of checking accounts, savings accounts, money market accounts and short-term certificates of deposits.

Property and Equipment

Fixed assets are recorded at original cost. Items that do not substantially improve or extend the life of an asset are expensed when paid. Items which do substantially extend the life of an asset and major improvements are capitalized and depreciated over the estimated useful life of the asset. Fixed assets are depreciated using statutory percentages under the modified accelerated cost recovery system over the following estimated useful lives:

Furniture and Fixtures	5 - 7 years
Office Equipment	5 - 7 years
Leasehold Improvements	5 - 10 years

NOTE 3 - LEASE OF BUILDING

The corporation has an operating lease agreement for the store premises expiring April, 1994. In addition to the minimum rent, the lease provides for contingent rentals of 3.5% of gross sales in excess of amounts specified in the lease agreement. No additional rent was required for the lease years ending April 30, 1990 and 1989. The lease requires specified payments for maintenance, property taxes and insurance. Rent expense amounted to \$17,139.15 and \$15,817.14 for the years ending December 31, 1990 and 1989, respectively.

Future minimum lease payments under the noncancellable operating lease at December 31, 1990, excluding contingent rentals and executory costs, were as follows:

Year	
1991	\$ 17,872
1992	18,409
1993	18,961
1994	6,382
	<hr/>
Total	\$ 61,624
	=====

THE BIBLE BOOK STORE OF DURHAM, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 1990 AND 1989

NOTE 4 - EXEMPTION FROM INCOME TAXES

The Bible Book Store of Durham, Inc., a subordinate member organization of the North Carolina Association of Free Will Baptists, is a non-profit corporation exempt from federal and state income taxes under Internal Revenue Code section 501 (c) 3. Therefore, no provision for income taxes has been made in these financial statements.

NOTE 5 - HOUSING ALLOWANCE

The manager of The Bible Book Store of Durham, Inc. receives an allowance for housing of \$100.00 per week in addition to his salary. The total housing allowance paid to the manager for the years ending December 31, 1990 and 1989 was \$5,200.00 each year.

WESTERN FREE WILL BAPTIST REST HOME, INC

Statement of Income
December 31, 1990

Twelve Months Ended
December 31, 1990
Amount Percent

INCOME

Family Contributions	\$ 111,180.00	50.8
Special Assistance	59,945.14	27.4
Social Security Administration	28,114.00	12.9
Veterans Administration	10,482.00	4.8
Supplemental Security Income	13,136.11	6.0
Residents Personal Money	6,337.50-	2.9-
Retirement	2,167.81	1.0
	-----	-----
TOTAL INCOME	218,687.56	100.0

ADMINISTRATIVE EXPENSES

Salaries & Wages	122,774.97	56.1
Payroll Taxes	10,593.76	4.8
Employee Benefits	4,824.64	2.2
Housing Allowance	3,600.00	1.6
Meetings & Training	424.52	.2
Meals & Entertainment	251.18	.1
Office Supplies	82.35	.0
Postage	179.82	.1
	-----	-----
TOTAL ADMINISTRATIVE EXPENSES	142,731.24	65.3

PHYSICAL PLANT EXPENSES

General Insurance	5,103.08	2.3
Utilities - Electric	13,880.58	6.3
Utilities - Water	2,019.21	.9
Telephone	1,416.62	.6
Repairs & Maint - Buildings	1,722.18	.8
Repairs & Maint - Equipment	2,051.96	.9
Repairs & Maint - grounds	1,193.64	.5
	-----	-----
TOTAL PHYSICAL PLANT EXPENSES	27,387.27	12.5

RESIDENTS & OPERATING EXPENSES

Grocery Expense	19,555.97	8.9
Drugs & Medical	139.58	.1
Laundry	505.79	.2
Dues & Subscriptions	661.86	.3
Sanitary & Pest Control	3,119.82	1.4
Business Supplies	122.34	.1
Kitchen Supplies	996.38	.5
Advertising	80.00	.0

WESTERN FREE WILL BAPTIST REST HOME, INC

Statement of Income
December 31, 1990

Twelve Months Ended
December 31, 1990

Amount Percent

Activities	165.85	.1
Vehicle	2,861.83	1.3
Prof Fees - Accounting	3,483.00	1.6
Prof Fees - Bond Service	5,000.00	2.3
Contributions	2,879.18	1.3
Miscellaneous	241.39	.1
Bank Svc Charges	153.44	.1
Interest Expense - Series A	2,723.94	1.2
Interest Expense - Series B	4,864.31	2.2
Interest Expense - Series C	12,169.00	5.6
Interest Expense	1,500.00	.7
TOTAL RESIDENTS & OPERATING EXPENSES		61,223.68 28.0
GRAND TOTAL OPERATING EXPENSES		231,342.19 105.8
INCOME FROM OPERATIONS		12,654.63- 5.8-
OTHER INCOME		
Interest Income	1,945.54	.9
Contributions	19,063.40	8.7
Gain on Sale of Assets	400.00	.2
Rebates	1.00	.0
TOTAL OTHER INCOME		21,409.94 9.8
NET INCOME		\$ 8,755.31 4.0

WESTERN FREE WILL BAPTIST REST HOME, INC.

CONTRIBUTIONS FOR YEAR, 1990

ANONYMOUS CONTRIBUTION	\$50.00
AHOSKIE WOMAN'S AUXILIARY	28.00
AVERY'S CREEK, ASHEVILLE	308.63
BETHANY, WADESBORO	300.00
BLUE RIDGE DISTRICT ASSOCIATION	100.00
CALVARY, DURHAM, PASTOR'S SUNDAY SCHOOL CLASS	200.00
CALVARY, SWANNANOA, WOMAN'S AUXILIARY	50.00
CANTON, CANTON	225.54
CEDAR HILL, ASHEVILLE	1,123.75
CEDAR HILL, ASHEVILLE, WOMAN'S AUXILIARY	78.74
CORINTH, DUNN	90.00
COVE CITY, COVE CITY	100.00
CRAMERTON WOMAN'S AUXILIARY	40.00
FRANCES DAW, WASHINGTON	20.00
FAIRVIEW, MARION, WOMAN'S AUXILIARY	200.00
FAITH, MORGANTON	100.00
FELLOWSHIP, SWANNANOA	175.00
FIRST, MARION	1,194.80
FIRST, MARION, WOMAN'S AUXILIARY	200.00
FIRST, RALEIGH	965.58
FIRST, SIMPSONVILLE	375.00
FOOTHILLS DISTRICT WOMAN'S AUXILIARY	1,912.09
FRIENDLY, MORGANTON, WOMAN'S AUXILIARY	68.00
GOSHEN, MT. HOLLY	478.38
GRACE, ROCKY MOUNT	521.00
ROMY AND MARY HAMPTON, LENOIR	20.00
HARRIETT MEMORIAL, CAROLEEN	695.76
HARRIETT MEMORIAL, CAROLEEN, WOMAN'S AUXILIARY	50.00
MILDREN LETCHWORTH, LAGRANGE (In memory of her Mother)	21.00
LOWELL, LOWELL	410.54
MEADOWBROOK, BLACK MOUNTAIN	88.18
MEADOWBROOK, BLACK MOUNTAIN, DORCAS SUNDAY SCHOOL CLASS	150.00
MEADOWBROOK, BLACK MOUNTAIN, WOMAN'S AUXILIARY	200.00
HOWARD AND ANITA MESSER (In memory of her father, Rev. Elmer Keener)	100.00
MT. BETHEL, WEAVERVILLE	1,200.00
NORTH CAROLINA STATE WOMAN'S AUXILIARY	370.00
NORTHVIEW, STATESVILLE	275.00
NOWLINGS CHAPEL, MORGANTON	1,593.13
NOWLINGS CHAPEL, MORGANTON, WOMAN'S AUXILIARY	117.00
OAK GROVE, DURHAM	500.00
PEACE CHAPEL, WASHINGTON	309.80
PEACE CHAPEL, WASHINGTON, GOOD NEWS SUNDAY SCHOOL CLASS	275.00
PEACE CHAPEL, WASHINGTON, WOMAN'S AUXILIARY	75.00
PLEASANT ACRES, NEW BERN	41.67
DOROTHY PRESCOTT, FAIRVIEW	88.00
ROARING CREEK, SPRUCE PINES	172.00
ROCKY PASS, NEBO	1,500.00
ROCKY PASS, NEBO, WOMAN'S AUXILIARY	100.00
RUTH'S CHAPEL, NEW BERN	250.00
SHELBY, SHELBY	600.00
SOUTHSIDE, HICKORY	40.00
SULPHUR SPRINGS, WAYNESVILLE	20.00
UNION CHAPEL, CHOCOWINITY	20.00
WEST FIFTH AVENUE, GASTONIA, WOMAN'S AUXILIARY	50.00
ZEPHYR HILLS, ASHEVILLE	776.81
ZEPHYR HILLS, ASHEVILLE, WOMAN'S AUXILIARY	50.00
TOTAL CONTRIBUTIONS	\$19,063.40

WESTERN FREE WILL BAPTIST REST HOME SERIES B-BOND ACCOUNT
1990 TREASURERS REPORT

BEGINNING BALANCE----- \$1471.63

CREDITS:

INTEREST	\$ 11.97
BOARD OF CARE DEPOSIT	150.00
REST HOME DEPOSIT	<u>202.62</u>
TOTAL	\$364.59

DEBITS:

BOND PAYMENTS	\$1425.89
BANK CHARGES	36.00
DEES, JACKSON, WATSON, & ASSOCIATES, P.A.	<u>369.24</u>
TOTAL	\$1831.13

ENDING BALANCE-----ACCOUNT CLOSED DUE TO INTRODUCTION OF
SERIES C BOND PROGRAM

WESTERN FREE WILL BAPTIST REST HOME, INC.
 SERIES C, BOND ACCOUNT REPORT
 July through December, 1990

RECEIPTS:

SALE OF BONDS - - - - -	\$75,041.64
ACCUMULATED INTEREST PAID BY PURCHASERS - - - - -	\$871.92
SINKING FUND DEPOSITS - - - - -	\$6,000.00
INTEREST EARNED ON ACCOUNT - - - - -	\$581.43
<hr/>	
TOTAL RECEIPTS - - - - -	\$82,494.99

DISBURSEMENTS:

BONDS REDEEMED:

PRINCIPLE - - - - -	\$26,500.00
INTEREST PAID - - - - -	\$12,169.00
PROFESSIONAL BOND SERVICE (For services rendered) - - - - -	\$5,000.00
BANK CHECK BOOK & CHECKS - - - - -	\$46.20
<hr/>	
TOTAL DISBURSEMENTS - - - - -	\$43,715.20

BALANCE ON HAND AS OF 12-31-90 - - - - -	\$38,779.79
--	-------------

DONATIONS OF SERIES A & B BONDS:

REV. HOWARD MUNSEY - \$1005.80
 SALEM FREE WILL BAPTIST CHURCH, OLD FORT - \$7000.00
 BETHEL FREE WILL BAPTIST CHURCH, MARION - \$1005.80
 FOOTHILLS DISTRICT ASSOCIATION - \$1000.00

WESTERN FREE WILL BAPTIST REST HOME, INC.

PROPOSED BUDGET, YEAR 1991

INCOME:

RESIDENT'S FEES (Based on an average of 24 residents)	\$242,031.30
CONTRIBUTIONS	20,295.20
TOTAL INCOME	<u>\$262,326.50</u>

EXPENSES:

ADMINISTRATIVE EXPENSES:

SALARIES AND WAGES	\$151,000.00
PAYROLL TAXES	11,551.50
EMPLOYEE BENEFITS	6,000.00
HOUSING ALLOWANCE	3,600.00
MEETINGS AND TRAINING	1,300.00
MEALS AND ENTERTAINMENT	300.00
OFFICE SUPPLIES	125.00
POSTAGE	250.00

TOTAL ADMINISTRATIVE EXPENSE	<u>\$174,126.50</u>
------------------------------	---------------------

PHYSICAL PLANT EXPENSES:

GENERAL INSURANCE	\$5,500.00
UTILITIES - ELECTRIC	14,000.00
UTILITIES - WATER	2,250.00
TELEPHONE	1,300.00
REPAIR/MAINTENANCE - BUILDING	1,500.00
REPAIR/MAINTENANCE/REPLACEMENT - EQUIPMENT	2,000.00
MAINTENANCE - GROUNDS	1,000.00

TOTAL PHYSICAL PLANT EXPENSE	<u>\$27,550.00</u>
------------------------------	--------------------

RESIDENTS & OPERATING EXPENSES:

GROCERY EXPENSE	\$23,000.00
DRUGS AND MEDICAL EXPENSES	250.00
LAUNDRY EXPENSE	575.00
DUES AND SUBSCRIPTIONS	600.00
SANITARY AND PEST CONTROL	2,000.00
BUSINESS SUPPLIES	750.00
KITCHEN SUPPLIES/EXPENSE	1,000.00
ADVERTISING	750.00
ACTIVITIES EXPENSE	300.00
VEHICLE EXPENSE	3,500.00
PROFESSIONAL FEES - ACCOUNTING, etc.	2,500.00
MISCELLANEOUS EXPENSE	300.00
BANK SERVICE CHARGES	125.00
BOND SINKING FUND	25,000.00

TOTAL RESIDENTS & OPERATING EXPENSE	<u>\$60,650.00</u>
-------------------------------------	--------------------

TOTAL EXPENSES	<u>\$262,326.50</u>
----------------	---------------------

NORTH CAROLINA FREE WILL BAPTIST BOARD OF CARE, INC.
1990 TREASURERS REPORT

BEGINNING BALANCE \$251.17

CREDITS:

FAIRVIEW CHURCH	\$754.38
SHERWOOD FOREST CHURCH	.594.95

TOTAL	\$1349.33
-------	-----------

DEBITS:

SERIES B BOND ACCT.	\$251.25
BANK CHARGES	69.40
BOARD EXPENSES (mileage, postage, etc.)	328.32

TOTAL	\$648.97
-------	----------

ENDING BALANCE : \$951.53

Youth Board Report

The NC State Youth Board met twice during 1990 and also had one conference call meeting by phone to save Board expense. The March 22 and August 4 meeting were both held at Shady Grove FWB Church in Durham, NC. Our conference call was on November 4.

At our March 22 meeting we discussed the upcoming NC State Youth Conference. The proper preparations were made so that the S.Y.C. at Beaufort, NC would go smoothly. Also discussed at this meeting was to include the weekend at the Wilds back into our activities for April of 1991. This concluded our first meeting.

Our State Youth Conference was held on May 4-5 at First Free Will Baptist Church of Beaufort, NC. Our conference went very well but our young people going to the National was way down with only 19 attending. Phoenix being so far away, played a large part in the low number of competitors attending the National.

Our second meeting was on August 4, at Shady Grove FWB Church. Two new members was added to our Board. Dale McCoy replaced Donnie Miles and Scott Bullman filled the unexpired term of Jim Marcum. John Hudson was voted to serve as Board chairman. A great deal was accomplished at this meeting. We reaffirmed what our purpose was and how we can better serve our state through the local church. We discussed during the meeting the New Years Eve Activity, the weekend at the Wilds and also securing David Benoit as our guest speaker for the 1991 State Youth Conference. Our meeting closed with the burden of how to better get our youth involved across the state.

On November 4, a conference call was held with all Board members present. The main purpose of the meeting was to make sure all the preparations had been made for the upcoming New Year's Eve activity. Gyms were secured in Black Mountain, Garner and a bowling alley was secured in Greenville. We had a turn out of 252 for this activity. During the devotionals at these locations there were 2 salvation decisions and many rededications.

Finally, we want to say thank you to the eight churches who support this ministry. The local church is our only means of support. We can not carry out this ministry effectively unless the financial support is there. Pray about your church putting us in your budget. We also want to ask you to get your church youth involved in our activities. If we can help you as Pastor or youth workers please let us know. We as a Board want to see our young people heeding to the call of God to give their lives completely to His service. Our earnest prayer is to see young boys and girls answering the call to preach and to the mission field. Please remember to pray for our Board but most of all for our young people all across our state.

N.C. State Youth Board
Johnny Hudson, Chairman
Jerry Johnson
Dale McCoy
Jeff Runion
Scott Bullman

NC STATE YOUTH BOARD FINANCIAL REPORT

January 1 - December 31, 1990

Balance - January 1 \$2,638.82

Income:

Corinth	120.00
First Raleigh	620.89
Rocky Pass	180.00
Cedar Hill	114.93
Ruth's Chapel	474.00
Sherwood Forest	636.52
Lowell	67.08
Belvoir	25.00
S.Y.C. Registration	660.00
S.Y.C. Offering	105.71
Palmer Woman's Auxiliary	50.00

\$ 3,054.13

Total of Funds

\$5,692.95

Disbursements:

S.Y.C. Medals	168.95
N.Y.C. Registration	195.00
Assistance to N.Y.C.	2,375.00
Board Mtg. and Operating Expense	875.35
New Year's Activity	261.50

\$3,875.80

Balance as of December 31, 1990

\$1,817.15

PROPOSED BUDGET

Income:

Churches	\$3,600.00
S.Y.C. Offering	150.00
S.Y.C. Registration	250.00

4,000.00

Expenses:

Wilds	\$ 200.00
Bd. Mtg./S.Y.C. Expenses	900.00
N.Y.C. Registration	250.00
Assistance to N.Y.C.	1,750.00
Telephone	175.00
Printing	225.00
Activity Expense	500.00

\$4,000.00

North Carolina State Home Mission Board of Free Will Baptists

1990 was a very productive and fruitful year for the missionary endeavors in North Carolina. Many souls were won to Jesus Christ. The missions experienced numerical growth. The congregations witnessed spiritual growth.

Free Will Baptists supported North Carolina home missionary projects well. It was not necessary to mail out emergency appeals for the financial support of the missions. With the liberal giving of the congregations at the missions plus your faithful support, all of the budgets were met in 1990.

The One-in-900 Program is working. Nine-hundred or more supporters give one-dollar a week to a specific mission. The gifts are mailed to the treasurer of the Home Mission Board. And, with the One-in-900 gifts plus the mission's contributions, the monthly needs are being met. (The program was One-in-600; then, One-in-800; and now One-in-900. We discovered that the attrition rate was from 40 to 60 %, meaning that some would commit a dollar a week and would fail to follow through on the commitment. Therefore, it has become necessary to raise \$900 a week in order to sustain the mission when contributors do not follow through on their faith promise.)

Missionary Roger Tripp has led the Southside FWB Mission in Hickory to become self-supporting. Brother Roger is to be commended for planting a stable congregation in a growing area of Hickory.

Missionary Steve Pryor has led the Peace FWB Mission in Henderson to become self-supporting, also. Brother Steve has been faithful in establishing a soul-winning work in Henderson.

Missionary Nate Ange has led the Landmark FWB Mission in Cary to carve out a good work in a quickly-growing area. Assuming the facilities and financial responsibilities of that mission, Brother Nate has almost developed that mission to become self-supporting.

Missionary Randy Stone has led the Calvary FWB Mission in Fayetteville to growth and stability. Purchasing a large home and five acres of land, the mission is now ready to build a church auditorium. The Mission Board will lay heavy emphasis on this project in 1991.

Missionary Eugene Hales has led Matthews FWB Mission in Matthews to experience a fruitful 1990. Meeting in day-care facilities, this small congregation desperately needs to purchase some land and erect a building. The Home Mission Board will greatly emphasize this project in 1991.

We are thankful unto the Lord for your support in 1990. After getting the Fayetteville and Matthews missions on a better foundation, we are making plans to plant other Free Will Baptist churches in growing areas in North Carolina where there is not a Free Will Baptist church.

Rev. Dean Dobbs, Chairman
Rev. Randy Cox, Vice-Chairman
Rev. Talmadge Brown, Secretary
Rev. Dennis Wiggs, Treasurer
Rev. Johnny Pike, Promotion

NORTH CAROLINA STATE HOME MISSIONS OF FREE WILL BAPTISTS

1990 FINANCIAL REPORT

Total deposits at BB&T from all sources	\$118,773.84
Total disbursements	106,529.77
Balance 12-31-90	12,244.07

EXPENDITURES ITEMIZED

Board members expenses	811.13
Missionaries and their wives	982.18
Telephone	256.11
Office	2,137.88
Post Office	273.04
Bank and checkbook charges	97.40
Promotional director Johnny Pike	741.74
Landmark Mission, Cary	15,946.12
Calvary Mission, Fayetteville	23,417.33
Matthews Mission, Matthews	12,574.43
Southside Mission, Hickory	3,794.46
Peace Mission, Henderson	7,338.78
Freedom Mission, Havelock	2,453.33
Heritage Mission, Fremont	430.00
Atlanta, GA, Mission	47.25
Gaffney, SC, Mission	61.50
Leland, NC, Mission	1,000.00
Elizabeth City Proposed Mission	9,276.96
Proposed Future Mission	24,548.08
Promotional Department	150.00
Phoeniz, AZ, Project	172.05
NC Rest Home	20.00

NORTH CAROLINA STATE HOME MISSIONS
January 1, 1990 - December 31, 1990

Transferred from A.C. Morgan to Dennis Wiggs	\$	800.00
Transferred from Planters Bank to BB&T		13,245.69
Receipts for 1990		<u>104,728.15</u>
Disbursements for 1990		106,529.77
On hand 12-31-90		12,244.07

104,728.15
~~11,111~~

NORTH CAROLINA STATE HOME MISSIONS
Contributions Received

104,728.15
1,454.28
103,273.87

Ahoskie FWB Church, Ahoskie	246.50
• Beacon FWB Church, Farmville	301.82
• Bethel FWB Church, Kinston	1,800.00
Blue Ridge Association, Old Fort	408.80
Boger City FWB Church, Lincolnton	48.00
• Calvary FWB Church, Durham	190.00
Calvary FWB Church, Maple Hill	405.00
• Calvary FWB Church, Swannanoa	1,277.81
• Cedar Grove FWB Church, Williamston	1,138.80
Cedar Hill FWB Church, Asheville	1,133.36
Corinth FWB Church, Dunn	1,474.00
Cove City FWB Church, Cove City	465.00
Davis FWB Church, Davis	145.55
• Emmanuel FWB Church, Durham	13.00
Emmanuel FWB Church, Jacksonville	287.74
Emmanuel FWB Church, La Grange	404.80
• Emmanuel FWB Church, Sharpsburg	65.00
Fairview FWB Church, Marion	1,089.66
Faith FWB Church, Goldsboro	2,671.43
Faith FWB Church, Kannapolis	1,626.89
• Faith FWB Church, Morganton	47.00
Faith FWB Church, New Bern	115.46
• Faith FWB Church, Washington	183.00
• Fellowship FWB Church, Asheville	501.46
• Fellowship FWB Church, Dunn	1,790.98
• Fellowship FWB Church, Micro	274.00
• Fellowship FWB Church, Swannanoa	254.00
First FWB Church, Beaufort	438.20
First FWB Church, Gastonia	32.00
First FWB Church, Hubert	110.00
First FWB Church, Marion	1,223.77
First FWB Church, Morehead City	706.00
First FWB Church, Mt. Holly	945.00
First FWB Church, Raleigh	2,577.75
• First FWB Church, Stanley	211.56
First FWB Church, Washington	750.00
Five Points FWB Church, Pinetown	397.44
Friendship FWB Church, Coats	253.00
Garner FWB Church, Garner	1,080.00
• Glenwood FWB Church, Rockingham	25.00
Goshen FWB Church, Mt. Holly	100.91
Grace FWB Church, Rocky Mt.	714.00
Harriett Memorial FWB Church, Forest City	625.51
Haven FWB Church, Raleigh	858.99
Hilltop FWB Church, Fuquay-Varina	1,259.00
Homer's Chapel FWB Church, Black Mountain	398.00
Hope FWB Church, Plymouth	1,353.17
• Immanuel FWB Church, Durham	669.00
• Jefferson Park FWB Church, Rockingham	100.00
• Kendale Acres FWB Church, Sandford	1,100.00
• Lakeview FWB Church, High Point	125.00

• Landmark FWB Mission, Cary	2,298.67
• Laurel FWB Church, Charlotte	340.00
• Liberty Fwb Church, Ahoskie	166.73
• Liberty FWB Church, Durham	85.00
Lowell FWB Church, Lowell	1,231.52
• Maccripine FWB Church, Macclesfield	156.78
Maple Street FWB Church, Rockingham	650.00
Maranatha FWB Church, Greenville	1,147.36
Matthews FWB Church, Matthews	65.15
Meadowbrook FWB Church, Black Mountain	3,278.57
• Memorial FWB Church, Stantonsburg	60.00
Mt. Calvary FWB Church, Hookerton	660.00
• Mt. Olive FWB Church, Mt. Olive	103.21
Mt. Olive FWB Church, Plymouth	2,624.00
NC State Woman's Auxiliary	945.16
Nowling Chapel FWB Church, Morganton	1,493.13
Oak Grove FWB Church, Durham	250.00
• Oakley FWB Church, Asheville	25.00
Pamlico Association, Washington	1,408.00
Parkers Chapel FWB Church, Greenville	1,217.45
Peace Chapel FWB Church, Washington	250.00
• Peace FWB Church, Henderson	301.51
Peace FWB Church, Wilson	1,636.09
Pleasant Acres FWB Church, New Bern	610.00
• Prospect FWB Church, Dunn	3,200.00
• Roaring Creek FWB Church, Plumptree	32.00
Rocky Pass FWB Church, Marion	1,258.00
Ruth's Chapel FWB Church, New Bern	3,208.00
Sandy Acres FWB Church, Columbia	1,004.99
• Shady Grove FWB Church, Durham	2,050.00
Shelby FWB Church, Shelby	829.50
Sherwood Forest FWB Church, New Bern	4,565.56
Southside FWB Church, Hickory	325.00
Stacy FWB Church, Stacy	1,470.00
• Stage Road FWB Church, Willow Springs	207.00
• Sulphur Springs FWB Church, Hazelwood	109.00
Swannanoa FWB Church, Swannanoa	831.00
• Tabernacle FWB Church, Kinston	345.57
• Temple FWB Church, Greenville	47.50
• Tippet's Chapel FWB Church, Clayton	162.00
• Trinity FWB Church, Greenville	191.00
Trinity FWB Church, La Grange	200.00
Union Chapel FWB Church, Chocowinity	1,522.00
• Unity FWB Church, Greenville	1,753.44
• Unity FWB Church, Smithfield	900.00
Victory FWB Church, Goldsboro	1,212.08
West Calvary FWB Church, Smithfield	1,074.00
• West Duplin FWB Church, Warsaw	470.00
White Oak Hill FWB Church, Bailey	794.28
— <u>Winter Park Church of Christ, Wilmington</u>	1,454.88
Zephyr Hills FWB Church, Asheville	627.00
Alabama FWB Board of Missions, Elrod, AL	133.00
Carbon Hill FWB Church, Carbon Hill, AL	167.00

Central FWB Church, Alabaster, AL	405.75
Community FWB Church, Corinth, MS	80.00
Cordova FWB Church, Cordova, AL	25.00
Cross Timbers FWB Church, Nashville, TN	224.00
First FWB Church, Elizabethton, TN	524.00
First FWB Church, Erwin, TN	1,366.00
First FWB Church, Fayette, AL	189.00
First FWB Church, Florence, SC	263.25
First FWB Church, Jasper, AL	121.00
First FWB Church, Newport News, VA	1,099.25
Gateway FWB Church, VA Beach, VA	1,642.36
Jefferson Road FWB Church, Sumter, SC	825.00
Lake Jackson FWB Church, Tallahassee, FL	6.24
National Home Missions, Nashville, TN	50.00
Peace FWB Church, Florence, SC	225.00
Valley Falls FWB Church, Valley Falls, SC	37.00
West Valley FWB Mission, Avondale, AZ	968.00
Woman's National Auxiliary, Nashville, TN	852.18

Ange, Mr. and Mrs. Leonard	20.00
Asby, Mr. and Mrs. Stan	25.00
Aycock, Rev. and Mrs. Bobby	225.00
Bailey, Rev. and Mrs. Terry	60.00
Barnes, Mr. and Mrs. Raymond	60.00
Bevan, Karla	5.00
Blackburn, Mr. and Mrs. Glen	200.00
Brock, Mr. and Mrs. Johnnie	120.00
Brooks, Mr. and Mrs. Howard	475.00
Brown, Mr. and Mrs. Gary	25.00
Davis, Mr. and Mrs. Kenneth	60.00
Dennis, Latham	45.00
Earnhardt, Mr. and Mrs. D.E.	1,000.00
Edmonson, Mr. and Mrs. Robert	20.00
Felix, Miss Anna Marie	200.00
Flowers, Mr. Robert	5.00
Grady, Mrs. G.K.	10.00
Griffin, Mr. and Mrs. Jeb	145.00
Heck, Mr. and Mrs. C.P.	55.00
Horton, Marie	120.00
Jackson, Mrs. Lena	5.00
Keith, Barbara	300.00
Madray, Vada	50.00
Martin, Dick	263.48
McArthur, Mr. and Mrs. Henry	10.00
McLeod, Mr. and Mrs. G. Durwood	60.00
Mehaffney, Anne	15.00
Mills, Mr. and Mrs. Rodney	130.00
Nobles, Paul	47.00
Norris, Mr. and Mrs. Joey	45.00
Pearle, Mr. and Mrs. David	20.00
Peterman, Mr. and Mrs. David	5.00
Pittman, Mr. and Mrs. Howard	60.00
Renner, Connie	26.00
Reynolds, Rev. R.J.	100.00

Robertson, Genevieve	140.00
Smith, Mr. and Mrs. Lewis	60.00
Snyder, Bettie	220.00
Speelman, Barbara G.	10.00
Stancil, Mr. and Mrs. James	65.00
Taylor, Drucilla	50.00
Waters, Edith A.	190.00
Wells, Mr. and Mrs. Charles	10.00
Wilson, Mr. and Mrs. Willard	150.00
Woods, Joyce	52.00
Worthington, Mr. and Mrs. Robert	50.00
Wright, Mr. and Mrs. Phillip	100.00
Wright, Mr. Robert G.	10.00

NORTH CAROLINA STATE HOME MISSIONS

THE PROPOSED BUDGET FOR 1992

General Fund	\$20,000.00
Henderson	500.00
Fayetteville	37,500.00
Matthews	36,000.00
Cary	16,000.00
New Work	36,000.00
Land and Building Fund	20,000.00
TOTAL BUDGET	\$166,000.00

May 9, 1991

To the Members of the
North Carolina State Assoc.
of Free Will Baptists,

The North Carolina State Woman's Auxiliary Convention met on May 7 at the Swannanoa FWB Church in Swannanoa. There were 163 delegates and visitors registered from six districts. We also had over 120 who attended our dinner on Monday evening.

This has been a good year for our work here in the state as you can see reflected in our financial report. We had 1027 members who paid dues and have not received dues as yet from one district so that number will surely be more. Our women have been faithful and abundant in giving so that we were able to achieve many of our goals. We even have a special emphasis offering at each convention and this year we gave over \$1200.00 in love offering for our WNAC office fund.

I fully believe this has been a year of spiritual growth for the women of our organization. I hope their lives are being fruitful in their ministry in the various local churches. We appreciate the opportunity to serve. Many of the women attended the national women's retreat at Ridgecrest this past September. We are planning and promoting a State Retreat for this coming November which will be held at the YMCA Retreat just outside of Black Mountain. We are praying that the Lord will give us a great attendance for this. Our National Theme for this year has been "Until He Comes" and in connection with that we have as our theme for our retreat: "The Holy Woman" to emphasize our manner of living until He comes.

We are still working on our project to raise the funds which we must have for the National WNAC Convention which will be meeting in conjunction with the National Association in Charlotte in 1995. Thus far we have achieved approximately one-fourth of our goal.

Our women are praying for the work of our Lord in this state. I appreciate all that you do to encourage us and to help us in our work as we also want to be Co-Laborers together in His work. My favorite prayer promise has been for many years Jeremiah 33:3: "Call unto me and I will answer thee, and will shew thee great and mighty things which thou knowest not." I believe God is true to His Word and if we will all claim His promise, He will do exactly that.

May God bless you all.

Your fellowservant for Christ,

Maurine Lee

Maurine Lee, NC. State Aux. President

NORTH CAROLINA WOMAN'S AUXILIARY TREASURER'S REPORT

May 1, 1990 thru May 6, 1991

Balance Brought Forward-----\$ 2,191.62

RECEIPTS:

Received from Districts-----	\$48,866.56
Offering & Special Emphasis Project at 1990 State Meeting-----	1,633.19
Interest from Savings-----	38.61
Total----	\$52,729.98

DISBURSEMENTS:

WNAC Designated Gifts-----	\$44,975.53
WNAC Per Capita Dues (Year 1990-1991) 1014 Members	2,028.00
WNAC Per Capita Dues (Year 1989-1990) 53 Members	106.00
Other Designated Gifts-----	1,774.75
Travel & Misc. Expense for State Officers-----	344.94
Bank Service Charge & Postage-----	52.31
Printing of Yearly Report-----	40.00
1990 Special Emphasis Project(NC Promotional Dept)	1,416.65
1991 Retreat Deposit-----	500.00
Gifts Disbursed at 1990 State Meeting-----	725.00
Wanda McClary-----	200.00
Rose Hales-----	125.00
NC Promotional Dept-----	100.00
NC Rest Home-----	100.00
Leah Waddell Scholarship-----	100.00
Pam West-----	50.00
Jim Nason-----	50.00

Total Disbursed---\$51,936.18

Balance in Checking Account-----	\$ 766.80
Balance in Savings-----	\$ 2,041.06

STATE PROJECT RESULTS 1990-1991

ROBERT WEST AIRLINE TICKETS-----	\$ 4,532.64
JERRY McCLARY-----	2,587.45
FREE WILL BAPTIST BIBLE COLLEGE-----	1,942.02
SOUTHEASTERN BIBLE COLLEGE-----	1,597.46

Respectfully Submitted: *Rita N. Murphy*
Rita N. Murphy, Treasurer

REPORT OF THE LEAH WADDELL MEMORIAL
SCHOLARSHIP FUND

Balance as of May 1990	132.47
Interest Earned	7.55
Funds Received	277.75

	417.77
Sent to FWBBC	400.00

Balance as of December 31, 1990	17.77

REPORT OF NORTH CAROLINA BENEVOLENCE FUND

Balance brought forward March 30, 1990	2786.77
Total Interest Earned	137.62

Balance Ending December 31, 1990	2924.39

At this reporting we have a total of 61 members enroll
Benevolence Group.

MINUTES
OF THE
TWENTY EIGHTH ANNUAL SESSION
NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTIST

JUNE 4 - 5, 1990
FAITH FREE WILL BAPTIST CHURCH
GOLDSBORO, NC
REV. DANN PATRICK, PASTOR

Monday Morning, June 4, 1990, 10:00 A.M.

The twenty-eighth annual session of the North Carolina Association of Free Will Baptists convened Monday, June 4th, 1990 at the Faith Free Will Baptist Church, Goldsboro, N.C.. After registration, the session began at 10:00 A.M. by the singing of "Victory in Jesus" led by Mike Lewis. Rev. Ted Reynolds presided over the session. Rev. Howard Bass read Scripture from Hebrews 11:23 and led the congregation in prayer. Rev. Dann Patrick, host pastor, welcomed the session to Faith Free Will Baptist Church.

The session was called to order by the clerk, Dr. E.E. McMillen, and Rev. Dann Patrick, the moderator, took charge of the meeting and recognized the visitors. He also informed the session that Rev. Frank McQuage would be unable to bring the morning message and that Rev. Jim Summerson would be presenting the message. The moderator then read from Matthew 28:19-20 and challenged the session concerning the business of getting people to Christ. He stated that we must carry the banner high in soul winning in the state because we have legitimate orders from God, a universal obligation and an unlimited opportunity. Rev. Patrick closed his remarks with prayer.

Article II of the North Carolina Association of Free Will Baptists Constitution was read and the standing delegates were seated.

The first order of business was the appointment of a Committee on Committees. The following were elected to this committee:

George Lee - Chairman
Leroy England
Wayne Smith

Mike Lewis led the congregation in singing "I Will Sing The Wondrous Story." Special music was presented by a duet from the West Duplin Free Will Baptist Church in Warsaw. Jan and Annette Banks sang a beautiful song before the worship service. After the special singing an offering was taken and prayer by Rev. Ted Reynolds.

Rev. Summerson spoke from Ephesians 1:1-6. His message was titled: "Are You A Worm or a Butterfly?" His message emphasized that "we are accepted in Him" and therefore "we can come boldly before the throne of grace because of His mercy and grace and we can come with confidence."

Mike Lewis led the congregation in another hymn following the message and the congregation sang "Since Jesus Came Into My Heart."

Rev. George Lee made the report of the Committee of Committees. The following committee members were elected to serve:

Credentials: Milton Hollifield
Wade Parker
William Calvert

Resolutions: Edwin Hill
Leroy Welch
Freeman Edwards

Finance: Billy Keith
Harold Holcombe
Eddie Smith

Nominating: Howard Messer
Mance Cason
A.C. Morgan
Roger Tripp
Jim Turnbough

Dr. E.E. McMillen, the clerk, gave the Executive Board Report.
MSA

Ken Smith gave a report from the Children's Home in Greeneville, TN. The report was received for information.

Donnie Miles gave the Youth Board Report. MSC

James Stancill gave the Book Store Report. He stated that the Book Store now has a toll free number for the convenience of the Pastors and Churches. The number is 1-800-782-9356. MSC

Mrs. Maurine Lee present the report of the North Carolina Woman's Auxiliary. Received for information.

The session was dismissed in prayer at 12:00 A.M. to reconvene at 1:30 P.M.

MONDAY AFTERNOON, JUNE 4, 1990, 1:30 P.M.

The afternoon session opened with the singing of "Hallelujah! Thine the Glory" and prayer by Rev. Dale McCoy.

Milton Hollifield presented the Partial Report of the Credentials Committee. A motion was made that the report be accepted. An amended motion was present to accept the report excluding the Coastal Association. After much discussion concerning the receiving of the a minister who had previously went with the Independent Baptist movement and returned to the Free Will Baptists and an explanation by Rev. Dennis Wiggs, who was the

pastor and counselor of the minister in question, the debate closed. The amended motion was defeated and the original motion to seat the delegates was voted on and approved. All delegates were properly seated.

Rev. Tom Lilly presented the report for the State Promotional Department. He stated that the giving to the North Carolina ministries had experienced a gradual increase over the year. He emphasized the need to support the Benevolence Fund. The fund had paid for the loss of two of our ministers during the past two years. Also emphasis was placed on the support for the state paper "The Witness". Rev. Lilly informed the session concerning the Bessemer City property and the Greenville property. There was some interest by a group of developers and he recommended that the Executive Board be given the authority to negotiate concerning the Greenville property if necessary. The property has been zoned office and institutional. MSC

Rev. Robert Durham presented the financial report for the Promotional Department and the budget. MSC

Rev. Howard Messer presented the report of the Western Free Will Baptist Rest Home. He stated that the home now had 25 residents. A new bond program was being instituted to restructure finances and consolidate the previous bond program. The new bond program to be in the amount of \$210,000. The new bond program will pay off bonds now due and redemption of bonds of the previous bond program and debts of the rest home. He informed the session that an appraisal of the rest home and property revealed a worth of \$698,000. MSA

Rev. Dean Dobbs present^{ed} part of the report for the State Home Missions Board. He stated that the 1 in 800 program was doing well. There were at present five home mission works and all were doing well. Rev. A.C. Morgan gave the boards financial report covering the period of April 1988 to December 1989. Rev. Dennis Wiggs gave the boards financial report covering the period of January 1990 to June 1990. He stated that contributions to the State Mission Board should be sent to:

NC Home Missions
P.O. Box 9063
New Bern, NC 28561

Rev. Dobbs presented the NC Home Missions Budget for 1990-1991. MSC

A presentation of a plaque was made to Rev. A.C. Morgan for his work in the ministry of over 30 years in establishing churches and working with the NC Home Missions Board.

The session took a 10 minute intermission.

After the recess, Scott Bullman lead the congregation in singing "When We All Get To Heaven."

Mrs. Flora Morgan reported on the Leah Waddell Scholarship Fund. MSC

Dr. Milton Worthington presented a report from the Executive Department of the National Association of Free Will Baptists. Received for information.

Rev. Don Sexton presented the report from the National Foreign Missions Department. Received for information.

Rev. Richard Adams presented the report from the National Home Missions Department. Received for information.

Dr. Charles A. Thigpen and Rev. Ronald Creech presented the report for the Free Will Baptist Bible College. Received for information.

Rev. Herman Hersey presented the report for the National Board of Retirement. Received for information.

A motion was presented to authorize the Executive Board to proceed with the judgement of the disposition of the Greenville Property. Discussion was to continue on the motion at the next day's session.

The session was recessed for the evening meal to reconvene at 7:30 P.M. for the evening service.

MONDAY EVENING, JUNE 4, 1990, 7:30 P.M.

The evening service opened with the moderator, Rev. Dann Patrick presiding. Opening prayer was by Rev. Tom Lilly. A mass choir sang "Sinner Saved By Grace."

The first evenings message was by Rev. Sam Truett. His text was from Galatians 2:20. He spoke on "The Keys to Successful Christian Living." He stated:

1. The great paradox of the Christian life.
2. The guiding principle of the Christian life.
3. The gracious provision for the Christian life.

After the message, the congregation sang "To God Be The Glory."

Rev. Donnie Miles, the state Youth Board Chairman, recognized the winners of the state youth competition for 1990.

An offering was received. The offertory music was a trumpet rendition of "Savior Like A Shepherd Lead Us" by Chris Truett. Rev. Jerry Johnson led in the offertory prayer.

The mass choir sang "I Bowed On My Knees And Cried Holy." Afterward, the congregation sang "Praise Him, Praise Him."

The second evening message was given by Rev. Richard Adams.

He spoke from Acts 1:8 and stated the following points:

1. Being a witness is everyone's job.
2. Not witnessing is a sin.
3. Witnessing is a great responsibility God has given us.
4. Witnessing is an exciting activity.

After the evening message an invitation was given. After the invitation the service was dismissed.

TUESDAY MORNING, JUNE 5, 1990, 9:00 A.M.

The Tuesday morning session was opened by the singing of "All Hail The Power" and prayer by Rev. Dennis Wiggs. Fred Carroway sang the special music.

Rev. Dean Dobbs expressed his appreciation from the North Carolina State Home Missionaries and the Mission Board to the session for their help in support of North Carolina Home Missions. Rev. Frank Davenport, mission Pastor, from the Heritage Free Will Baptist Church in Fremont, NC was introduced.

Rev. Randy Cox introduced the state missionaries as follows and they reported to the session concerning their works.

Roger Tripp - Hickory, NC
Steve Pryor - Henderson, NC
Randy Stone - Fayetteville, NC
Eugene Hales - Matthews, NC
Nate Ange - Cary, NC

Rev. Nate Ange gave the morning message and spoke from Joshua 1:8. He made the following points:

1. Fix your life upon God's dear son.
2. Follow the path of God's perfect will.
3. Finding and nourishment of the marriage partner.
4. Finish the race with God's approval.

After the message, the missionary offering was taken. After the offering, the session recessed until 11:15 A.M.

Rev. Milton Hollifield presented the Final Credentials Committee report. He stated that there was a total attendance of 174. MSC

A motion was made that the North Carolina Association of Free Will Baptists meet at the Rocky Pass Free Will Baptist Church in Marion, NC for the 1991 session. MSC

Rev. Billy Keith presented the Finance Committee report. MSC

Rev. Edwin Hill presented the Resolutions Committee report. The following resolutions were voted on.

RESOLUTION #1:

Whereas, the men's basketball team at our Free Will Baptist Bible College are now allowed to wear shorts and,

Whereas, we believe the wearing of shorts is morally wrong, thus hindering our desire to support, promote, and give our College a preferred status while this decision stands,

Be it resolved that the North Carolina State Association instruct our Executive Board Committee to formulate a resolution to be submitted to the National Association in July 1990, calling for an open debate on this subject for the purpose of reversing the decision. MSC

Died At. NAT. in PHOENIX for LACK OF CLARIFICATION

RESOLUTION #2:

Whereas, the Judeo-Christian family structure is being attacked from many and varied sources, such as abortion, premarital relationships, sodomy, divorce, humanism, and materialism, etc., and,

Whereas, the strength of the family determines the strength of the Church and the nation,

Be it resolved that we encourage greater involvement, verbally and personally, in support of the teachings and practices outlined in Scripture. MSC

RESOLUTION #3:

Whereas, we have been made more aware of the shortage of Christian workers, and the lack of dedication and willingness to sacrifice among the Christian realm,

Be it resolved that we set forth greater emphasis in our preaching and praying that God will send forth more dedicated laborers into His service. MSC

RESOLUTION #4:

Whereas, our denomination has been abundantly blessed with preachers who have sacrificed to establish Free Will Baptist Churches; and,

Whereas, we are prone to easily and quickly to forget the laborers of previous years,

Therefore, be it resolved that our pastors and churches be encouraged to remember the older ministers with gifts and cards, and that the older preachers be invited to preach in our pulpits. MSC

RESOLUTION #5

Whereas, our National Association sent an investigative committee to the Ivory Coast at great expense to evaluate the Lonnie Palmer's charges against our national body in 1989, and,

Whereas, Lonnie Palmer has secured support and is now back in the Ivory Coast making new charges and writing letters slandering our missionaries and,

Whereas, Mr. Palmer and those supporting him continue to destroy the years of hard work of our missionaries, including the work he himself has done in the past,

Be it resolved that we make it known that we oppose any support whatsoever to Mr. Palmer allowing him to remain in the Ivory Coast,

We further resolve, that this resolution be placed on the floor of the National by our delegates. MSC

RESOLUTION #6:

Whereas, the U.S. Supreme Court voted yesterday, eight to one, that it is constitutionally right for students to organize Christian fellowships and Bible teaching clubs, etc., in the public schools,

Be it resolved that each pastor encourage the young people in their churches to start Christian fellowships and encourage Bible study, prayer, and soul-winning among the students. MSC

RESOLUTION #7:

Whereas, the North Carolina Association of Free Will Baptist is often petitioned by groups or individuals to represent themselves and their works to the body during its session, and make reports and/or appeals to the Association, and;

Whereas, many of those so doing, though Free Will Baptists, often operate their ministries in an independent manner,

Be it therefore resolved, that the North Carolina Association of Free Will Baptists recognize only those works or ministries who provide current financial statements, representing a full disclosure of their financial activities, and who make those statements available to the general public. MSC

RESOLUTION #8:

Be it resolved that we give the host church a rising vote of thanks and its pastor for their hospitality in hosting the state meeting and express our appreciation for other area churches who participated in the good musical program. MSC

Rev. Howard Messer present the Nominating Committee Report. MSC as recorded in the minutes. *lf*

A motion was made concerning the Greenville land as follows:

"That the North Carolina State Association authorize the Executive Board to sell all or a portion of the Greenville property located in Greenville, North Carolina, if it deems it favorable to the Free Will Baptists of North Carolina." MSC

A motion was made that the Resolutions and Nominating Committees have reports printed and handed out prior to the voting at the North Carolina Association meetings. MSC

It was stated that the Western Free Will Baptist Rest Home needed a station wagon and riding lawn mower.

A plaque of appreciation was awarded Rev. Larry Stevens by Rev. James Stancill for his services rendered over several years on the Book Store Board.

The state meeting adjourned at 1:15 P.M.

FINANCE COMMITTEE REPORT

<u>Associations</u>	<u>Fees Paid</u>
Blue Ridge	All
Coastal	All
Foothills	All
Palmer	None
Pamilco	All
Piedmont	18 paid \$25.00 All paid \$10.00 Association Paid
Randall	24 paid \$25.00 All paid \$10.00 Association Paid
Western Piedmont Bible Fellowship	All

Monies Received at the Meeting:

National and State Fees	\$ 820.00
Monday Morning and Monday Night Offering	407.54
Tuesday Morning Missions Offering	<u>267.67</u>
	\$1,495.21

OFFICERS FOR 1990-1991

Moderator	Dann Patrick
Assistant Moderator	Wendall Walley
Clerk	Mike Trimble
Treasurer	Jerry Rackley

EXECUTIVE BOARD

Rudolph Outlaw	(1992)
Jerry Rackley	(1992)
Wendall Walley	(1992)
Dann Patrick	(1992)
Mike Trimble	(1992)
Ted Reynolds	(1992)*
Billy Bevan	(1991)

BOARD OF TRUSTEES

John Moran	(1991)
Wdae Parker	(1992)
Frank McQuage	(1993)

MISSION BOARD

Johnny Pike	(1991)
Dean Dobbs	(1992)
Dennis Wiggs	(1993)
Talmage Brown	(1994)
Randy Cox	(1995)

BOARD OF CARE FOR THE AGED MINISTRY

Dennis Ward	(1991)
Bruce Clinedinst	(1992)
Jack Lassiter	(1993)
Jack Ward	(1994)
Howard Messer	(1995)

YOUTH BOARD

Scott Bullman	(1991)*
Jerry Johnson	(1992)
Johnny Hudson	(1993)
Jeff Runion	(1994)
Dale McCoy	(1995)


BOOK STORE BOARD

Glen Batton	(1991)
Jim Summerson	(1992)*
James Pauley	(1993)
Jim Turnbough	(1994)*
William Calvert	(1995)

LEAH WADDELL SCHOLARSHIP FUND

Maurine Lee
Ann Truett
Rita Rackley

(1991)
(1992)
(1993)



* Denotes filling an unexpired term

✓