

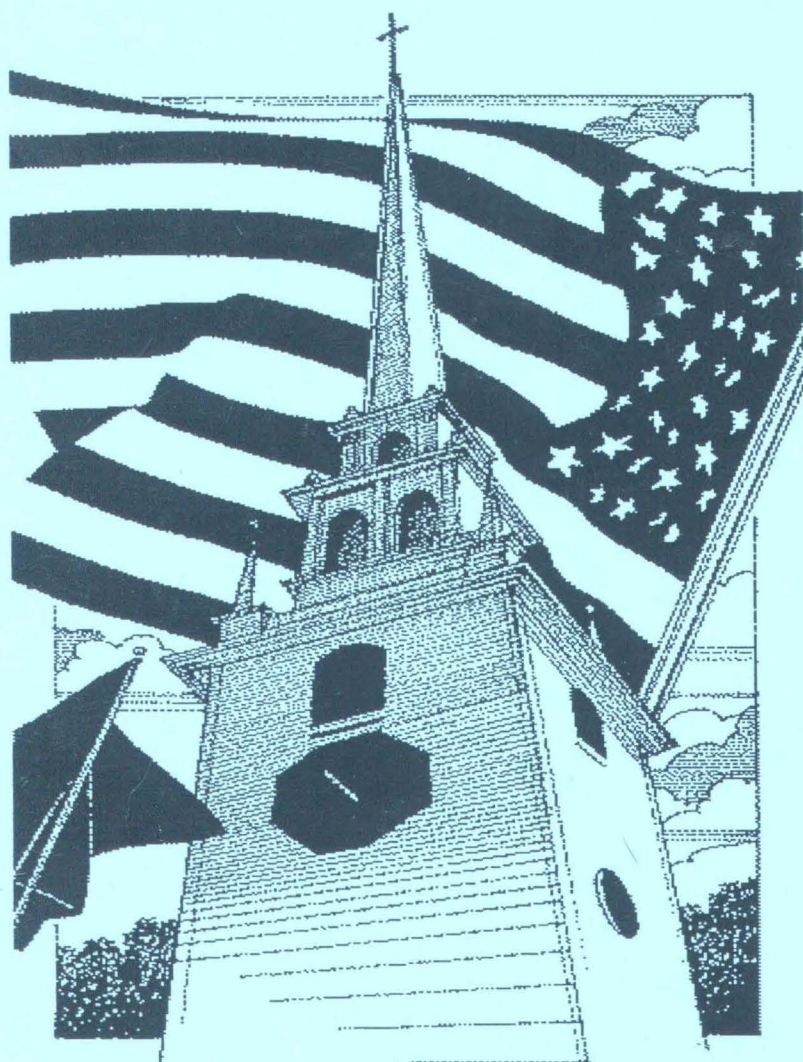
2003

2002 Minutes

MINUTES & DIGEST OF REPORTS
OF
THE NORTH CAROLINA ASSOCIATION OF
FREE WILL BAPTISTS

Forty-First
Annual Session

June
2 & 3
2003



CRAMERTON
FREE WILL BAPTIST CHURCH
426 WOODLAWN EXTENSION
CRAMERTON, NORTH CAROLINA
28032

MINUTES AND DIGEST OF REPORTS
2003
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NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTISTS CONSTITUTION

THE PREAMBLE

The purpose of this organization shall be the establishment and maintenance of a voluntary association of autonomous Free Will Baptist churches, quarterly meetings (or any other meetings), district associations or conferences or any and all additional organizations - area, district or statewide that may be deemed essential to the prosecution and promotion of the general purpose and program of this Association. Included also in the purpose of this Association is affiliation with the National Association of Free Will Baptists, the adoption of *The Treatise of the Faith and Practice of Free Will Baptists*, and cooperation in its world-wide ministry. This Association holds unswerving loyalty to the inspired Word of God as our infallible rule of faith and practice.

Article I: Name

This Association shall be known as *The North Carolina Association of Free Will Baptists*. However, informally the term "*State Association*" may be used.

Article II: Composition

This Association shall be composed of its officers, of standing boards, ordained and licensed ministers who are in good standing with a conference or association affiliated with this body, together with three (3) delegates elected from each conference or association and one (1) delegate from every fifty members or fraction thereof from each local church which is in good standing with a conference or association affiliated with this body.

Article III: Meetings

Section 1: This association shall convene in regular annual session **Monday and Tuesday after the first Sunday** in June, and at a place determined by the Association in session.

Section 2: In the event of an emergency resulting from a cancellation of the place approved by the Association while in annual session, the Executive Board of the Association shall have the power to make a substitute choice of a suitable location for the annual meeting.

Section 3: Should a called session be deemed essential, the Executive Board shall have authority to issue and publicize a called session of the State Association: said call shall be publicized not less than two (2) weeks in advance of the session.

Section 4: The qualified members in attendance at any regular or called session shall constitute a quorum.

Article IV: Officers

The officers of this Association shall consist of the members of the Executive Board, the Board of Trustees, the Board of Youth Ministry, the Board of Missions Ministry, the Board of Care for the Aged Ministry, and the Board of the Bible Book Store Ministry.

Article V: Boards

Section 1: This Association shall establish the following standing boards.

The Executive Board
The Board of Trustees
The Board of Youth Ministry
The Board of Missions Ministry
The Board of Care for the Aged Ministry
The Board of the Bible Book Store Ministry

Section 2: The Executive Board shall consist of Moderator, Assistant Moderator, Clerk, Treasurer and three (3) members at large elected by the Association.

Section 3: The Board of Trustees shall consist of three (3) members elected by the Association.

Section 4: The following boards shall each be composed of five (5) members elected by the Association. The Board of Youth Ministry, the Board of Missions Ministry, the Board of Care for the Aged Ministry, and the Board of the Bible Book Store Ministry.

Article VI: Discipline

This association has no judicial or appellate powers conflicting with the independence of the local church or bodies constituting this Association.

Article VII: Amendments

This constitution may be amended by two-thirds Majority vote of the members present and voting at a session of the Association, provided the proposed amendment is presented to the body one day in advance.

Article VIII: Dissolution

In the event of the dissolution of this Association, any assets of the organization then remaining shall be conveyed to the National Association of Free Will Baptists.

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTIST BY-LAWS

Article I: Membership

Section 1: Membership in this Association shall be through application of a duly constituted district association (or conference). A credentials committee shall examine the application and make other investigation it deems appropriate. A credentials committee shall make a recommendation to the association as to the action to take, regarding the application. The decision on the application shall be by majority vote of delegates present and voting.

Section 2: Each church holding membership in an affiliated association shall automatically be a member of this association.

Article II: Representation

Section 1: Each district association holding membership in the State Association shall send a report of statistics on a form provided by the Association to every annual session of the Association. Failure to report for two successive sessions of the association may be the basis for dismissal from the association by a majority vote of members present and voting.

Section 2: Seating of delegates shall be through recommendation of a credentials committee. Any potential delegate whose credentials are not recommended for approval by the Credentials Committee may be seated only by a majority vote of seated delegates who are present and voting.

Article III: Duties of Officers

Section 1: The Executive Board shall: (1) arrange the program for the annual sessions of the Association, (2) fill vacancies which may occur on any board between sessions of the Association, (the person duly elected by the Association), (3) promote the work of the Association, (4) review the annual reports and proposed budgets of all boards before they are presented to the Association, (5) provide for and give general supervision to a church bond program and other similar service ministries and, (6) employ and supervise a Promotional Director, whose duties shall be as follows:

A. Administrative. To administer the affairs of the Executive Board within the authority delegated by the board. He shall fulfill all duties commensurate with his office and present plans and procedure to the board which he feels would be effective in promoting the work within the Association.

B. General Promotion. To show through general promotion the correlation and interrelation of all the ministries of the State Association and National Association. It is expected that he will promote impartially the total program of work as devised by all standing boards.

C. Public Relations. To keep in close contact with pastors, district associations, and local church leaders. He shall represent the State Association to other bodies when in the interest of the Association.

D. Publications. To serve as editor-in-chief of The Witness. He shall direct the production of other promotional material as may be approved by the Executive Board.

E. Stewardship. To provide a stewardship education that will serve to produce increased support for the state ministries through the "State Program" and/or other methods of giving by Associations, churches, and individuals.

F. Arranging the Annual Association. To expedite the planning of the annual Association program, arrange for the enrolling of ministers and delegates and distribute the printed minutes of the Association.

G. Other Duties. To perform other duties as may be assigned by the Executive Board. It is understood that the Promotional Director is to have no official or ex-officio status on any standing board or committee of the Association, except as may be specifically provided by action of the Association.

H. The Promotional Director shall serve as historian for the Association. It shall be his responsibility to gather articles and materials for the historical collection. He also shall publish a history of Free Will Baptists, especially as it relates to the history of the Free Will Baptists in North Carolina, and shall update the publication periodically.

The Executive Board may advise and assist other boards of the Association. The Executive Board is not authorized to act for the Association except as provided by the Constitution and By-Laws of the Association, or as specifically directed by the Association.

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTIST BY-LAWS

Section 2: The Board of Trustees shall be legal custodian of all property belonging to the Association, except in the case of the standing boards of the Association, which by action of the association are authorized to incorporate.

Section 3 The Board of Missions Ministry, the Board of Care for the Aged Ministry, the Board of Youth Ministry, the Board of Retirement and Insurance Ministry and the Board of the Bible Book Store Ministry each shall promote the work within the State as would generally be recognized as coming within the purview of the respective board. Each board shall: (a) be responsible to the State Association for all their actions, (b) propose by-laws for the government of their respective work, (the by-laws of each board shall be presented to the Association for approval), (c) make an annual report of its accomplishments to the Association, and (d) prepare a budget of proposed expenditures which shall be presented to the Association for approval.

Section 4: The moderator shall, (1) preside at meetings of the Association and Executive Board, (2) call meetings of the Executive Board of his own volition or upon request of at least three members of the Executive Board, (3) appoint such committees as are created without provision for their selection, (4) fulfill whatever responsibilities that may be commensurate with the office or that may be delegated by the Association.

Section 5: The assistant moderator shall preside at the request of, or in the absence of the moderator, and assist the moderator in such manner as may be requested.

Section 6: The clerk shall prepare minutes of the proceedings of all meetings of the Association or the Executive Board and preserve an accurate record of said proceedings in a book provided for this purpose, and shall handle such official correspondence as may be directed by the Association. He shall, through the Executive Board, arrange for the printing of the minutes.

Section 7: The Treasurer shall hold in trust all money that belongs to the Executive Board of the Association and same by order of the Association, the Executive Board, or any standing board or subordinate general organization invested with the authority to authorize the disbursement of funds. He shall keep an account of all funds received and disbursed and make an annual report to the Association.

Article IV: Election of Officers and Board Members

Section 1: No person shall hold membership on more than one standing board at the same time.

Section 2: All officers shall be elected by the body. A nominating committee shall be elected at the beginning of each session. After their report is presented, additional nominations for any office may be made from the floor. The general officers shall be elected for a period of two (2) years. No person shall serve in more than one (1) elected position in the Association at the same time, and no one having served a full term shall be elected to succeed himself more than once.

Section 3: The officers of Moderator and Assistant Moderator shall be filled on an alternating basis, from the eastern and western part of the state: Durham shall be the dividing line. When the Moderator is elected from one section, his assistant shall be elected from the other.

Article V: Terms of Office

Section 1: The three (3) members at large elected to the board, shall each have a term of office of three (3) years with their terms arranged so that one (1) member's term expires annually.

Section 2: The members of the Board of Missions Ministry, the Board of Care for the Aged Ministry, the Board of Youth Ministry, and the Board of the Bible Book Store Ministry shall each have a term of office of five (5) years with their terms arranged so that one (1) member's term expires annually.

Section 3: The members of the Board of Trustees shall each have a term of office of three (3) years with their terms arranged so that only one member's term expires annually.

Article VI: Committees

Section 1: Various committees shall be constituted when need arises, by the State Association or the Executive Board. The number of members of a committee shall be determined by the establishing body (State Association or Executive Board). Committee members shall be appointed by the moderator unless otherwise provided by the action creating the committee. Committee members shall serve for the length of time provided, until their work has been completed, until they are released, or their successors are chosen.

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTIST BY-LAWS

Section 2: The following committees shall be appointed annually to serve during the session of the State Association.

A. The credentials committee of three (3) members. This committee shall examine all letters to the Association, applications for membership in the Association, and credentials of the various delegates. The committee shall make recommendations to the Association regarding the seating of delegates and the action to take on applications for membership in the Association.

B. The resolutions committee whose duty it shall be to screen resolutions that are presented. Only resolutions determined by this committee to be worthy are to be presented to the Association by the committee.

C. The finance committee which shall receive and account for all funds received with letters or through offerings during the Association.

Article VII: Honorarium and Reimbursements

Section 1: The Clerk shall receive as honorarium \$300.00 annually.

Section 2: Members of standing boards, or duly constituted committees, may be reimbursed for expenses in attending board meetings within the state, exclusive of the annual Association Meeting, at the rate of 31 cents per mile (may claim road distance if traveling by airplane). In addition if over-night travel is required, reimbursements may be made for actual meals and lodging expenses. No employee of any board may be reimbursed for any travel in excess of this amount.

Article VIII: Quorum

A simple majority of a board or committee shall constitute a quorum.

Article IX: Proxy

No voting shall be done by proxy in meetings of the State Association. Proxy representation shall be accepted for meetings of the Executive Board provided the proxy is designated in writing by the board member or by oral communication between the member and the moderator.

Article X: Parliamentary Authority

The meeting of the State Association shall be governed by the rules of parliamentary law as set forth in **Robert's Rules of Order**, except in the case of those rules which are superseded by rule of this Association.

Article XI: Amendments

These By-Laws may be amended by, (1) majority vote of the members present and voting, provided the amendment is presented on day prior to the vote, (2) by a two-thirds majority of those present and voting if immediate action is to be taken as soon as debate has been completed.

Minutes for the Fortieth Annual Session of Free Will Baptist

The meeting was held June 3-4 at the Parker's Chapel Free Will Baptist in Greenville, NC. The host pastor was Rev. Lorenza Stox.

2002

The meeting was opened with congregational singing led by Sam Harris. Following the song, the host pastor, Rev. Lorzena Stox gave everyone a warm welcome.

Our Asst. Moderator, Rev. Nate Ange assumed order of the service and recognized the following visitors:

Dr. Matt Pinson - Free Will Baptist Bible College -Tennessee
Rev. Todd Parrish - Pre-Paid Legal Services
Ray Roach - Free Will Baptist Family Ministries - Tennessee
Jonathan Blankenship - Southeastern Free Will Baptist College
Bobby & Sue Aycock - Missionaries to Brazil
James & Linda Stepps - Harvest Children Ministries - Virginia
Ray Lewis - Board of Retirement - Tennessee
Steve & Judy Lytle - Foreign Missions Dept. - Tennessee
Hemant Patel - Missionary to India

After our visitors were recognized, the standing delegates were recognized, and they in turn, seated the rest of the delegates that were present.

The following were elected to the nominating committee:

Tim Rabon
Rick Cason
Ronald Davis
Phil Ange
Dean Dobbs

Our Assistant Moderator appointed the following committees:

Credentials:

Dennis Wiggs, Chairman
Billy Keith
Phil Smith

Resolutions:

Jim Maddox, Chairman
James Spencer
Steve Cayton

Obituary:

Mance Cason, Chairman
Ed Hill
Henry Potter

The business session was recessed and we entered into our morning worship service. Rev. Dean Dobbs presided over the worship service. Special music was provided by a quartet by Southeastern FWB College. Our State Promotional Director. Jim Marcum, brought the first message of the morning. His message came from Psalms 133:1-3 and preached on the subject, "The Unity."

The second segment of the morning worship service was opened again with congregational singing, followed by special music by the Southeastern FWB College. The second message of the morning was brought by Dr. David Gibbs of the Christian Law Association. His message came from James 1:26-27.

The morning session was closed in prayer by Lorenza Stox.

Afternoon Session

The afternoon session was opened with a congregational song and prayer. Afterwards, our moderator, Rev. Randy Stone made a few brief announcements.

Our first order of business was to have a partial report from the credentials committee. It was MSC to accept the partial report.

The reports of the various state ministries were as follows:

- Executive Committee
- State Promotional Department
- Treasure's Report
- Bible Bookstore
- Women Active For Christ
- Board of Care
- Board of Youth Relations
- NC Home Missions Report

Each of these reports were MSC to accept. The only report that was amended was that of NC Home Missions where there was a typographical error in the proposed budget.

The following ministries were recognized and allowed to give a report:

- Southeastern FWB College
- National Foreign Missions Department
- Free Will Baptist Bible College
- Free Will Baptist Sunday School Department
- National Board Of Retirement
- Free Will Baptist Family Ministries
- Harvest Children Ministries

At the end of the reports, our moderator recognized Brother Hemat Patel and Brother Bobby Aycock, who were visiting missionaries and allowed them to give a brief report.

Monday Evening Service

The Monday evening worship service was opened with a congregational song and prayer. Brother Rudolph Outlaw presided over the service. Special music was provided by the Parker's Chapel FWB Church Choir and by the Dove Brothers Quartet. Brother David Gibbs, of the Christian Law Association brought the evening message. His text was taken from 1 Corinthians 13:1-3 and his subject was "How Is Your Love Life?" It was a wonderful service with many responding during the invitation. The service was dismissed with prayer.

Tuesday Morning

The Tuesday morning service was opened with a congregational song and prayer. Brother Jeff Jones gave the welcome and then recognized Bro. Tim Rabon, the NC Missions Board chairman. He talked briefly about the importance of missions throughout the world.

Special music for the service was provided by an ensemble from Free Will Baptist Bible College. Brother Eugene Hales then introduced the following missionaries:

Rev. Bob Edmunson - Glad Tidings Church in Asheboro

Rev. Pat Hall - Cape Fear Church in Wilmington

The ensemble from FWBBC came and sang once again. Brother Eugene Hales came again and introduced the speaker of the hour, Rev. Ral Ashbrook, pastor of the Harvest FWB Mission in Huntersville. He took his text from Genesis 32:24-32 and his subject was "Touched By Angel." An invitation was given and the morning worship service was closed with prayer.

Concluding Business

The following reports were made:

Credentials & Finance Committee:

| | | |
|---|---------------------|------------|
| • | Ministers | 127 |
| • | Delegates | 17 |
| • | Visitors | 66 |
| • | Missionaries | 6 |
| • | TOTAL | 216 |
| • | Churches | 190 |
| • | Nat'l fee | 190 |
| • | State fee | 190 |
| • | Assoc. fee | 8 |

MSC to accept report.

Obituary Committee:

The following names were placed into record:

- **Henry "Pete" Harris**
- **Frank Pollard**
- **Ruby Hilton**
- **Harmon Parker**
- **Ruby Hunter**
- **Penny Riggs**
- **Sylvia Rouse**
- **Ida Russell**
- **L.C. Holland**
- **Norwood Talton**
- **Mrs. Donnie Powell**
- **Rev. Charlie Dixon**
- **Rev. L.B. Coley**
- **Lucille lance**
- **Ed Randall**
- **Wesley Eudy**
- **Lucille Eudy**

Resolutions Committee:

The following resolution was submitted by the Resolutions Committee:

“Whereas, Parkers Chapel FWB Church of Greenville, NC has so graciously hosted the 40th Annual session of our State Association, therefore be it resolved that this body express its sincere thanks by a rising vote.”

MSC to adopt.

Nominating Committee:

The following individuals were elected to serve the NC State Association:

North Carolina Executive Board

- Moderator Nate Ange 2004
- Asst. Moderator Tim Young 2004
- Treasure Dean Dobbs 2004
- Clerk Wade Parker 2004
- Mem. at large Doug King 2004
- Mem. at large Robert Harris 2005

Board of Trustees

- Phil Smith 2005

Missions Board

- Rudolph Outlaw 2007

Board of Care for the Aged Ministry

- Leonard Linsey 2007

Board of Youth Relations

- David Mizzell 2004
- Kent Nelson 2007

Bible Bookstore

- Brent Patrick 2007

Leah Waddell Scholarship Committee

- Rita Rackley 2005

In other business, the Executive Board submitted the following item to the body for consideration:

“The Executive Board asks that it be given the authority to explore the feasibility of making loans to our NC Home Missions Board from the monies we have on hand from the sale of the Bell Fork property.”

After some discussion, the motion was amended that would allow the Executive Board to consider such requests. The Executive Board was granted authority to use their own discretion and grant such loans as they were requested by the NC Home Missions Board, as they saw fit. MSC to adopt.

Leah Waddell Scholarship Fund

A brief history of the fund was given by Mrs. Betty Wiggs. The fund had been established in 1964 in memory of Mrs. Leah Waddell, the wife of Rev. Eugene Waddell. Since that time, 120 students have receive aid to attend FWBBC.

It was MSC to allow the two existing members of the committee to choose another member to serve with them.

It was then motioned, seconded, and carried to adjourn.

**N.C. Association of Free Will Baptists
2002- 2003 Officers and Board Members**

Promotional Office

Promotional Director: Jim Marcum, P.O. Box 67, Goldsboro, NC 27533-0067

Executive Board

| | |
|---|------|
| Moderator: Rev. Nate Ange, Landmark FWB Church, Cary | 2004 |
| Assistant Moderator: Rev. Tim Young, First FWB Church, Mt. Holly | 2004 |
| Treasurer: Rev. Dean Dobbs, Pleasant Acres FWB Church, New Bern | 2004 |
| Clerk: Rev. Wade Parker, St. John FWB Church, Goldsboro | 2004 |
| Member at Large: Rev. Lorenza Stox, Parker's Chapel FWB Church, Greenville | 2003 |
| Member at Large: Rev. Doug King, Cramerton FWB Church, Cramerton | 2004 |
| Member at Large: Rev. Robert Harris, Harriett Memorial FWB Church, Forest City | 2004 |

Board of Trustees

| | |
|------------------|------|
| Phil Ange | 2003 |
| Charles Overcash | 2004 |
| Phil Smith | 2005 |

Missions Board

| | |
|----------------|------|
| Eugene Hales | 2003 |
| Reuben Cason | 2004 |
| Tim Rabon | 2005 |
| Jeff Jones | 2006 |
| Rudolph Outlaw | 2007 |

Board of Care for the Aged Ministry

| | |
|-----------------|------|
| James Cole | 2003 |
| Eddie Dollar | 2004 |
| Roger Hayley | 2005 |
| Rocky Reese | 2006 |
| Leonard Lindsey | 2007 |

Youth Relations Board

| | |
|--|------|
| Ronald Davis | 2003 |
| David Mizzell (Filling for Donnie Horne) | 2004 |
| Mike Cash | 2005 |
| Zachary Bell | 2006 |
| Kent Nelson | 2007 |

Bible Book Store Board

| | |
|---|------|
| Tim McFatter (Replacing Harold Blankenship) | 2003 |
| W.H. Calvert | 2004 |
| Rick Cason | 2005 |
| Virgil Nolen | 2006 |
| Brent Patrick | 2007 |

Leah Waddell Scholarship Fund

| | |
|--------------|------|
| Betty Wiggs | 2003 |
| Betty Hill | 2004 |
| Rita Rackley | 2005 |

Executive Board Report

NC State Association of Free Will Baptist

Sept. 23, 2002

The Executive Board met in Cary at the Comfort Suites Hotel on the evening of Sept. 23, 2002. The following board members were present. Rev. Nate Ange, Rev. Jim Marcum, Rev. Wade Parker, Rev. Tim Young, Rev. Robert Harris, Rev. Dean Dobbs, and Rev. Doug King.

The following items were discussed:

- 1) Brother Jim Marcum gave us a report regarding the State Promotional Department. He reported that giving to his department had declined some. He attributed it mostly to the economy.
- 2) The Board approved the compensation package for Brother Marcum.
- 3) The Board discussed the motion passed by the NC State Association that had been held in June 2002, regarding making loans to the NC Home Missions Board. It was agreed that we would consider making loans to the NC Home Missions Board whenever they made a formal application for a loan.
- 4) Preliminary work regarding the next NC State Association meeting that is to be held in 2003 was done. Finalization of the plans are to be made in the Feb. 2003 meeting.

The NC Executive Board met the next day for the All Boards Meeting that was held at the Landmark FWB Church in Cary.

Dec. 5, 2003

The Executive Board met in special session via a tele-conference call on the evening of Dec. 5, 2002. The following board members were present for the conference. Rev. Jim Marcum, Rev. Nate Ange, Rev. Robert Harris, Rev. Dean Dobbs, Rev. Doug King, Rev. Lorenza Stox, and Rev. Tim Young.

The purpose of the meeting was in regards to a request by the NC Home Missions Board to loan NC Home Missionary, Bob Edmunson and the Glad Tidings FWB Mission a total of \$179,500.00 at 6% with the mission work paying all legal fees. It was MSC to loan the money to them, with the understanding that the loan would be renegotiated every five years.

Jan. 22, 2003

The Executive Board met in special session again, via a tele-conference call on the evening of Jan. 22, 2003. The following board members were present for the conference: Rev. Nate Ange, Rev. Lorenza Stox, Rev. Robert Harris, Rev. Tim Young, Rev. Wade Parker, and Rev. Jim Marcum. The reason for meeting was that although a loan had been approved to the NC Home Missions Board on behalf of the Glad Tidings FWB Mission in Asheboro, a local bank had been able to offer the church a better rate than what the Executive Board had proposed. As the result, the Executive Board unanimously voted to offer the church a loan at 4%, with the same stipulations that they pay all legal fees and the loan be renegotiated every five years.

February 24, 2003

The Executive Board met Feb. 24, 2003 at the Comfort Suites Hotel in Cary. The following board members were present. Rev. Dean Dobbs, Rev. Wade Parker, Rev. Jim Marcum, Rev. Nate Ange, Rev. Tim Young, Rev. Lorenza Stox, and Rev. Robert Harris.

The following items were discussed:

- 1) Plans were finalized for the NC State Association meeting.
- 2) The Board approved the budget for the Promotional Dept. for the calender year 2004.
- 3) Brother Jim Marcum gave us a report on the Promotional Dept.
- 4) Our Treasure, Brother Dean Dobbs, gave his report.
- 5) The Board discussed the fact that since Brother Rudolph Outlaw had to resign from the NC Home Missions Board due to health reasons, the Board has the responsibility of appoint a member to fill his position until the State meeting. The Board MSC to appoint Rev. Johnny Hudson to the Home Mission Board.

The NC Executive Board met the next day at the Landmark FWB Church in Cary for the All-Boards meeting.

North Carolina Association of Free Will Baptists

Rev. Jim Marcum, Associational Minister

Dear Pastors, Delegates and Fellow Free Will Baptists:

Greetings and welcome to our *Forty-First Annual Session of the North Carolina Association of Free Will Baptists*. Let me begin by saying thank you, on behalf of our state, to Pastor Doug King, his staff and people for hosting this state meeting. Cramerton Free Will Baptist Church has always been vibrant and friendly, and we are delighted to be here. Thank you for the invitation to come!

Financially, the ministry of the Promotional Department completely depends on the budget giving, love offerings, and special gifts from Free Will Baptist Churches, organizations and individuals. For the year of 2002 our Free Will Baptist churches, individuals, associations and auxiliaries gave a total of \$ 65,252. Our state is indeed grateful for those who understand, see the importance of, and have a burden for the ministry of the Promotional Department. However, it continues to surprise me to learn how many believe that the Promotional Department operates on funds given by the organization or the Executive Committee of the North Carolina Association of Free Will Baptists. This is not the case. The Promotional Director is responsible for raising all of his pay and operational funds. Therefore, let me encourage you as a pastor or church leader to seriously and prayerfully consider placing the Promotional ministry into your church's budget giving.

By contributing to this ministry pastors and their congregations partner with the Promotional Director, not only in the organizational functions of the state work, but to provide critical support for our churches, preachers, pastors and their families. Preaching and pastoring are vocations that are filled with pressure and problems. As the Promotional Director, and having pastored sixteen and a half years, I am committed to helping our men and their families to endure and survive these pressures. Many men call my office bruised and battered spiritually. In many of these cases their wife and children have been wounded and hurt. Having experienced such heartache, I try to provide what I did not enjoy during such an experience: a fellow laborer who cares, a spiritual shoulder to lean on, and a listening ear!

The ministry of the Promotional Director also provides an avenue for a pastor to find a church and a church to find a pastor. It has been a privilege to help a number of our churches and men to find compatibility. This part of the Promotional ministry has even extended to preachers and churches from other states.

The daily work of the Promotional ministry involves depositing and distributing funds to the different ministries of our state. There is the 30,000+ miles on the road, preaching more than 93 times, which includes 10 revival meetings. The Promotional Office is responsible for publishing *The Witness*, maintaining constant correspondence by email, snail mail and telephone. The Promotional Office participates in association meetings, state meetings, and national meetings.

In my opinion, supporting the ministry of the Promotional Department is similar to the churches in the New Testament supporting the work of the Apostle Paul. The Apostle's second and third missionary journeys were primarily spent visiting and helping establish congregations, pastors, preachers and church leaders. During these trips, the Apostle encouraged and commended others such as Phebe...a "servant of the church which is at Cenchrea," Priscilla and Aquilla, Andronicus and Junia, "who are of note among the apostles," and he says to "Salute Ubane, *our helper in Christ...*" As I read Colossians 4:7-17, I see a similarity to the Promotional ministry. Therefore, as Paul thanked the Philippians for giving to his ministry in 4:15-17, I sincerely thank you as well.

Sincerely,



Jim Marcum

NC Free Will Baptist Promotional Director

Office: 919-734-4010 * Or, 888-251-9101 * Cell Phone: 919-920-8453

P.O. Box 67, Goldsboro, North Carolina 27533-0067

Email: ncfwb@mindspring.com

NC ASSOCIATION OF FREE WILL BAPTISTS
Promotional Department

Account Balances as of May 6, 2003

| | |
|---|-------------|
| BB & T Savings Account | \$ 7,983.00 |
| BB & T Checking Account | 1,225.00 |
| NC FWB Minister's Benevolent Fund | 4,050.00 |

North Carolina Free Will Baptist Promotional Department

Contributions from January 1, 2002 through December 31, 2002

Please accept my heartfelt thanks for entering into this ministry with your prayers and finances. This ministry is completely dependent on the gifts and contributions of our churches, associations, organizations and people. If your church does not regularly give to the ministry of the Promotional Office, I hope that you as a pastor will prayerfully consider it.

Thank you and God Bless!

Jim Marcum, NC FWB Promotional Director

| | | | |
|---|------------|--|------------|
| Ahoskie FWB Church | \$160.00 | Kendale Acres FWB Church, Sanford | \$500.00 |
| Arrington Heights FWB Church | \$551.94 | Landmark FWB Church, Cary | \$900.00 |
| Bethel FWB Church, Marion | \$200.00 | Lighthouse FWB Church, Siler City | \$155.00 |
| Calvary FWB Church, Durham | \$1,325.00 | Maccriline FWB Church, Macclesfield | \$200.00 |
| Calvary FWB Church, Jacksonville | \$560.00 | Maple Street FWB Church, Rockingham | \$1,300.00 |
| Calvary FWB Church, Valdese | \$400.00 | Maranatha FWB Church, Greenville | \$546.20 |
| Cardinal Village FWB Church, Jacksonville | \$600.00 | Mat thews FWB Church, Mat thews | \$696.67 |
| Mike Carper, Shelby | \$25 | Meadowbrook FWB Church, Black Mt. | \$2,135.99 |
| Catawba FWB Church, Mt. Holly | \$75.00 | Mt. Calvary FWB Church, Hookerton | \$1,500.00 |
| Cedar Chapel FWB Church, Greenville | \$129.00 | Mt. Carmel FWB Church, Lexington | \$1,423.00 |
| Cedar Hill FWB Church, Asheville | \$917.09 | Mt. Olive FWB Church, Plymouth | \$500.00 |
| Charity FWB Church, Wendell | \$389.85 | Mt. Zion First FWB Church, Kannapolis | \$200.00 |
| Cove City FWB Church, Cove City | \$300.00 | NC FreeWill Baptist Women's Auxiliary | \$25.00 |
| Cramerton FWB Church | \$500.00 | Nowling Chapel FWB Church, Morganton | \$1,429.34 |
| Nathan Eason | \$83.00 | Oak Grove FWB Church, Durham | \$25.00 |
| Emmanuel FWB Church, Dallas | \$385.00 | Oak Grove FWB Church, Elm City | \$498.92 |
| Emmanuel FWB Church, Jacksonville | \$100.00 | Pamlico Association of FWB | \$400.00 |
| Ephesus FWB Church | \$500.00 | Parker's Chapel FWB Church, Greenville | \$2,400.00 |
| Faith FWB Church, Goldsboro | \$3,000.00 | Peace Chapel FWB Church, Washington | \$355.00 |
| Faith FWB Church, Greensboro | \$75.00 | Peace FWB Church, Wilson | \$550.00 |
| Faith FWB Church, Morganton | \$167.89 | Pilgrim FWB Church, Lexington | \$260.00 |
| Faith FWB Church, Washington | \$1,035.00 | Pleasant Acres FWB Church, New Bern | \$930.00 |
| Fellowship FWB Church, Micro | \$250.00 | Prince of Peace FWB Church, Kannapolis | \$360.00 |
| First FWB Church, China Grove | \$949.78 | Reidsville FWB Church | \$525.00 |
| First FWB Church, Gastonia | \$300.00 | Rocky Pass FWB Church, Nebo | \$400.00 |
| First FWB Church, Hubert | \$1,575.23 | Ruth's Chapel FWB Church, New Bern | \$1,200.00 |
| First FWB Church, Landis | \$220.00 | Salem FWB Church, Old Fort | \$320.00 |
| First FWB Church, Marion | \$280.00 | Shady Grove FWB Church, Durham | \$100.00 |
| First FWB Church, Morehead City | \$180.00 | Shelby FWB Church, Shelby | \$60.00 |
| First FWB Church, Morganton | \$200.00 | Sherwood Forest FWB Church, New Bern | \$4,963.84 |
| First FWB Church, Mt. Holly | \$1,867.19 | Southside FWB Church, Rockingham | \$25.00 |
| First FWB Church, Raleigh | \$2,927.34 | St. John FWB Church, Goldsboro | \$250.00 |
| First FWB Church, Stanley | \$500.00 | Stacy FWB Church, Stacy | \$400.00 |
| First FWB Church, Washington | \$150.00 | Swannanoa FWB Church, Swannanoa | \$875.00 |
| First Original FWB Church, Jacksonville | \$1,709.27 | Tabernacle FWB Church, Kinston | \$95.00 |
| Five Points FWB Church, Washington | \$250.00 | Trinity FWB Church, La Grange | \$730.00 |
| Glad Tidings FWB Church, Asheboro | \$367.00 | Union Chapel FWB Church, Chocowinity | \$2,200.00 |
| Glenwood FWB Church, Rockingham | \$100.00 | Unity FWB Church, Greenville | \$900.00 |
| Going Home FWB Church, Marion | \$300.00 | Unity FWB Church, Smithfield | \$120.40 |
| Goshen FWB Church, Mt. Holly | \$245.00 | Victory FWB Church, Goldsboro | \$129.00 |
| Harriette Memorial FWB Chr., Forest City | \$628.99 | West Calvary FWB Church, Smithfield | \$385.00 |
| Haven FWB Church, Raleigh | \$1,263.00 | West Duplin FWB Church, Warsaw | \$275.00 |
| Hilltop FWB Church, Fuquay-Varina | \$1,200.00 | White Oak Hill FWB Church, Bailey | \$895.29 |
| Homer's Chapel FWB Church, Black Mnt. | \$300.00 | Wildwood FWB Church, Wilson | \$375.00 |
| Horton Road FWB Church | \$150.00 | Dr. Melvin Worthington | \$400.00 |
| Immanuel FWB Church, Durham | \$1,673.00 | | |

NC FWB Promotional Office
Income and Expenses - Actual vs. Budget
For Selected Accounts

| | 1/1/02- 12/31/02 ACTUAL | 1/1/02- 12/31/02 BUDGET | DOLLAR CHANGE |
|---------------------------|-------------------------------|-------------------------------|----------------------|
| INCOME | | | |
| Income | | | |
| Natn'l/State Fund Income | \$ 16,565.39 | \$ 0.00 | \$ 16,565.39 |
| NC Auto Fund Income | 6,456.00 | 0.00 | 6,456.00 |
| NC Promo Fund Income | 65,252.21 | 0.00 | 65,252.21 |
| Total Income | \$ 88,273.60 | \$ 0.00 | \$ 88,273.60 |
| TOTAL INCOME | \$ 88,273.60 | \$ 0.00 | \$ 88,273.60 |
| EXPENSE | | | |
| Expense | | | |
| Automobile Gas | \$ 1,336.97 | \$ 2,400.00 | \$ 1,063.03 |
| Automobile Insurance | 796.72 | 1,400.00 | 603.28 |
| Automobile Maintenance | 1,485.69 | 2,000.00 | 514.31 |
| Bank Service Charge | 68.96 | 100.00 | 31.04 |
| Conference Expenses | 605.11 | 1,000.00 | 394.89 |
| Director's Housing | 23,152.02 | 23,152.00 | (0.02) |
| Director's Life Insurance | 337.00 | 337.00 | 0.00 |
| Director's Medical | 4,977.00 | 4,977.00 | 0.00 |
| Director's Retirement | 3,600.00 | 3,600.00 | 0.00 |
| Director's Salary | 17,554.98 | 17,555.00 | 0.02 |
| Director's Taxes & SS | 7,879.00 | 7,879.00 | 0.00 |
| Executive Board Expenses | 2,235.38 | 2,000.00 | (235.38) |
| Meals/Motels: Director | 1,344.94 | 1,700.00 | 355.06 |
| Miscellaneous | 1,333.69 | 1,500.00 | 166.31 |
| Nation'l Travel Expenses | 2,004.64 | 2,000.00 | (4.64) |
| Natn'l Representation Fee | 9,500.00 | 10,000.00 | 500.00 |
| Office Building Supplies | 42.59 | 500.00 | 457.41 |
| Office Equipment | 410.61 | 1,000.00 | 589.39 |
| Office Insurance | 195.00 | 600.00 | 405.00 |
| Office Rent | 3,300.00 | 3,300.00 | 0.00 |
| Office Secretary | 1,892.05 | 10,000.00 | 8,107.95 |
| Office Supplies | 1,112.94 | 1,500.00 | 387.06 |
| Office Telephone | 2,607.35 | 3,800.00 | 1,192.65 |
| Office Water,Electric,Gas | 1,190.74 | 1,700.00 | 509.26 |
| Postage & Delivery | 999.85 | 1,200.00 | 200.15 |
| State Clerk Honorarium | 300.00 | 300.00 | 0.00 |
| The Witness | 897.27 | 1,300.00 | 402.73 |
| Total Expense | \$ 91,160.50 | \$ 106,800.00 | \$ 15,639.50 |
| TOTAL EXPENSE | \$ 91,160.50 | \$ 106,800.00 | \$ 15,639.50 |
| NET INCOME (LOSS) | \$ (2,886.90) | \$ (106,800.00) | \$ 103,913.10 |

NC FWB Promotional Office
Income and Expenses - Actual vs. Budget
For Selected Accounts

| | 1/1/03- 4/21/03 ACTUAL | 1/1/03- 4/21/03 BUDGET | DOLLAR CHANGE |
|---------------------------|------------------------------|------------------------------|---------------------|
| INCOME | | | |
| Income | | | |
| Natn'l/State Fund Income | \$ 0.00 | \$ 0.00 | \$ 0.00 |
| NC Auto Fund Income | 0.00 | 0.00 | 0.00 |
| NC Promo Fund Income | 25,466.35 | 0.00 | 25,466.35 |
| Total Income | \$ 25,466.35 | \$ 0.00 | \$ 25,466.35 |
| TOTAL INCOME | \$ 25,466.35 | \$ 0.00 | \$ 25,466.35 |
| EXPENSE | | | |
| Expense | | | |
| Automobile Gas | \$ 467.49 | \$ 770.82 | \$ 303.33 |
| Automobile Insurance | 137.71 | 431.68 | 293.97 |
| Automobile Maintenance | 82.95 | 616.68 | 533.73 |
| Bank Service Charge | 33.83 | 100.00 | 66.17 |
| Conference Expenses | 168.74 | 1,000.00 | 831.26 |
| Director's Housing | 7,692.24 | 25,000.00 | 17,307.76 |
| Director's Life Insurance | 337.00 | 337.00 | 0.00 |
| Director's Medical | 1,748.00 | 5,244.00 | 3,496.00 |
| Director's Retirement | 1,960.00 | 5,900.00 | 3,940.00 |
| Director's Salary | 4,728.88 | 15,396.00 | 10,667.12 |
| Director's Taxes & SS | 2,446.08 | 7,950.00 | 5,503.92 |
| Executive Board Expenses | 892.23 | 2,000.00 | 1,107.77 |
| Meals/Motels: Director | 709.81 | 1,000.00 | 290.19 |
| Miscellaneous | 0.00 | 431.68 | 431.68 |
| Nation'l Travel Expenses | 0.00 | 616.68 | 616.68 |
| Natn'l Representation Fee | 0.00 | 2,944.57 | 2,944.57 |
| Office Building Supplies | 0.00 | 308.32 | 308.32 |
| Office Equipment | 507.29 | 308.32 | (198.97) |
| Office Insurance | 0.00 | 185.00 | 185.00 |
| Office Rent | 1,100.00 | 3,300.00 | 2,200.00 |
| Office Secretary | 0.00 | 3,083.32 | 3,083.32 |
| Office Supplies | 76.38 | 308.32 | 231.94 |
| Office Telephone | 1,015.68 | 1,171.68 | 156.00 |
| Office Water,Electric,Gas | 406.75 | 524.18 | 117.43 |
| Postage & Delivery | 150.73 | 370.00 | 219.27 |
| State Clerk Honorarium | 0.00 | 92.50 | 92.50 |
| The Witness | 425.86 | 1,300.00 | 874.14 |
| Total Expense | \$ 25,087.65 | \$ 80,690.75 | \$ 55,603.10 |
| TOTAL EXPENSE | \$ 25,087.65 | \$ 80,690.75 | \$ 55,603.10 |
| NET INCOME (LOSS) | \$ 378.70 | \$ (80,690.75) | \$ 81,069.45 |

**N.C. Association of Free Will Baptists
Promotional Department Budget
2004**

Jan - Dec 2003

Office

| | |
|--|---------------------|
| Secretary for Director | \$ 10,000.00 |
| Rent. NC Office Space (Rent & Utilities) | 5,000.00 |
| Telephone | 3,800.00 |
| Executive Committee Expenses | 2,000.00 |
| Supplies (Office & Bldg.) | 2,000.00 |
| Miscellaneous | 1,500.00 |
| The Witness | 1,300.00 |
| Postage and Delivery | 1,200.00 |
| Equipment | 1,000.00 |
| Total Office | \$ 27,800.00 |

Travel

| | |
|-------------------------------|---------------------|
| Gas | 2,500.00 |
| Car/Maintenance | 2,000.00 |
| Insurance | 2,000.00 |
| National Association Expenses | 2,000.00 |
| Motels, Hotels & Meals | 1,700.00 |
| Conferences -Personal | 1,000.00 |
| Total Travel | \$ 11,200.00 |

| | |
|--|----------------------|
| Promotional Director's Compensation Package | \$ 61,594.00 |
| National Association State Fees | 20,000.00 |
| NC Clerk Honorarium | 300.00 |
| Total Budget | \$ 120,894.00 |

NC FWB Minister's Benevolent Fund
NC Association of Free Will Baptists

Financial Report for
January 1, 2002 through December 31, 2002

| | |
|----------------------------------|-----------------|
| Ending Balance December 31, 2001 | \$ 1,124.00 |
| Income for year 2001 | <u>8,600.00</u> |
| | \$ 9,724.00 |
| Disbursements for 2001 | <u>5,674.00</u> |
| Current Fund Balance | \$ 4,050.00 |

| | |
|------------------------|-----|
| Last Year's Membership | 109 |
| Current Membership | 120 |

2002 Deceased Members:

Rev. William Vaughn
Rev. Roy Shehan

**NC FREE WILL BAPTIST
MINISTER'S BENEVOLENT FUND
120 Members**

Carolyn Barnes
Richard Barnes
A.B. Brown
Beverly Brown
Gary Brown
Talmage Brown
Velma Brown
Ruth Bumgarner
Ella Butler
Georgia Calvert
William Calvert
Frank Cantrell
Marie Cantrell
James Carrington
Barbara Carson
Marvin Carson, Sr.
Anna Childers
David Cole
Ted Cole III
Mylissa Cole
L.D. Creech
Bertha Davenport
Elizabeth Dills
Wayne Dills
Hilda Dixon
James Dixon
Dean Dobbs
Rubena Dobbs
Gladys Durham
Robert Durham
Mary Agnes Eason
Nathan Eason
Freeman Edwards
Bill Fulcher
Glenda Fulcher
Barbara Haas
Joe Haas, Sr.
Robert Hagler
Lillian Hall
Julius Hall

Bernice Hanna
Earl Hanna
Eleanor Hart
Gordon Hart
Fred Hersey
Betty Hill
Edwin Hill
Mary Elizabeth Hollifield
Milton Hollifield
Van Dale Hudson
Jason Hurt
Lynn Hurt
Lynn Jacobs
Ricky Jacobs
Beulah Jenkins
Henry Jenkins
Irene Ward Keener
Charles Keith
Louise Kell
W.L. Kell
Bill Kellum
Christine Kellum
Janette Lambert
Lewis Lambert
Jack Lassiter
George Lee
Maurine Lee
Loretta Lilly
Tom Lilly
Peggy Lindsey
Leonard Lindsey
Jim Marcum
Vicki Marcum
Anita Messer
Howard Messer
Harry Mintz
A.C. Morgan
Elsie Morgan
Rudolph Outlaw

Guy Owens
Sterl Paramore
Marshall Parker
Dann Patrick
Johnny Pike
Billy Poteat
Gail Poteat
Dale Pryor
Steve Pryor
Jerry Rackley
Rita Rackley
John Reed
Alice Reynolds
Ann Reynolds
Ted Reynolds
Luther Sanders
Adam Scott
Candy Shannon
Steve Shannon
Jerry Shehan
Betty Shephard
Wiley Shepherd
Leon Simmons
Mary Kay Simmons
Bobbie Smith
Troy Smith
Frances Stancill
James Stancill
James Stepps
Linda Stepps
Dolly Stox
Lorenza Stox
Ann Sumerlin
Willie Sumerlin
Roger Tripp
Sybil Tripp
Robert Wallace
Tonya Wallace
Betty Wiggs
Dennis Wiggs

NC Association of FWB
P.O. Box 67
203 W. Ash St.
Goldsboro, NC 27533-0067
From 6/1/2001 through 5/7/2003

Calvary FWB Church, Fayetteville
Keith Rhudy, Pastor

| | |
|--|------------|
| Ahoskie FWB Church | \$150.00 |
| Mr. Annonymous | \$50.00 |
| Belvoir FWB Church | \$300.00 |
| Calvary FWB Church, Durham | \$300.00 |
| Calvary FWB Church, Valdese | \$150.00 |
| Cardinal Village FWB Church, Jacksonvill | \$150.00 |
| Center Grove FWB Church, Waxhaw | \$150.00 |
| Christian Life FWB Church, Thomasville | \$155.16 |
| Clermont FWB Church, Kannapolis | \$150.00 |
| Corinth FWB Church, Dunn | \$347.00 |
| Faith FWB Church, Goldsboro | \$500.00 |
| First FWB Church, Stanley | \$150.00 |
| Five Points FWB Church, Washington | \$600.00 |
| Hope FWB Church, Plymouth | \$150.00 |
| Landmark FWB Church, Cary | \$450.00 |
| Maranatha FWB Church, Greenville | \$150.00 |
| Matthews FWB Church, Matthews | \$228.64 |
| Meadowbrook FWB Church, Black Mt. | \$300.00 |
| NC Association of Free Will Baptists | \$150.00 |
| NC FreeWill Baptist Women's Auxiliary | \$50.00 |
| Oak Grove FWB Church, Elm City | \$100.00 |
| Pilgrim FWB Church, Lexington | \$150.00 |
| Prospect FWB Church, Dunn | \$500.00 |
| Randall Association of FWB | \$203.00 |
| Rocky Pass FWB Church, Nebo | \$150.00 |
| Ruth's Chapel FWB Church, New Bern | \$145.20 |
| Southside FWB Mission, Hickory | \$150.00 |
| St. John FWB Church, Goldsboro | \$150.00 |
| Tippetts Chapel FWB Church, Clayton | \$1,193.00 |
| Union Chapel FWB Church, Chocowinity | \$600.00 |
| Unity FWB Church, Smithfield | \$400.00 |
| Victory FWB Church, Goldsboro | \$904.00 |
| Wildwood FWB Church, Wilson | \$150.00 |

total: \$9,426.00

From 1/1/2002 through 5/7/2003

| | |
|---------------------------------------|----------|
| Belvoir FWB Church | \$300.00 |
| Faith FWB Church, Goldsboro | \$500.00 |
| Five Points FWB Church, Washington | \$600.00 |
| Landmark FWB Church, Cary | \$350.00 |
| NC FreeWill Baptist Women's Auxiliary | \$50.00 |
| Unity FWB Church, Smithfield | \$250.00 |
| Victory FWB Church, Goldsboro | \$400.00 |

total: \$2,450.00

BIBLE BOOK STORE, Inc.



"HOLDING FORTH THE WORD OF LIFE..."

N. DUKE MALL 3600 N. DUKE ST.

P.O. BOX 15850

DURHAM, N. C. 27704

Phone (919) 477-0153

2002 MANAGER'S REPORT

Every day I praise God for the ministry of the written message of the Gospel of Jesus Christ. I believe God has abundantly and mercifully blessed the Bible Book Store ministry because we have remained faithful and true to His Word. Someone has said, "Never cease to give praise to God who in loving mercy has breathed upon the message in print and has won to Himself, and continues to win, thousands by the Gospel in paper! Praise the Lord!" Only God can measure the true spiritual impact that the Bible Book Store has had in its 37 years of ministry. It has been instrumental in helping to touch thousands of lives with the Gospel.

Knowing that thousands of our greeting cards have been sent to comfort and to give hope to those who are suffering and in need, enriches our own spirits. Placing teaching tools into the hands of hundreds of Sunday School teachers to build and strengthen the kingdom of God is our motivation to keep on, keeping on. Placing hundreds of study books on the pastor's desk keeps us on our knees praying for spiritual discernment in the titles we offer through the bookstore. As we pack VBS materials to be shipped to a church, our childhood memories recall the excitement of summertime VBS and boys and girls giving their hearts to Jesus. It is our joy to love and encourage our fellow Christians when they visit the bookstore. Then there are those who come in who stand on the brink of hell. Our hearts go out to them. When allowed, we witness to the Jehovah's Witness, the Mormon, and to the Muslim who is unhappy about not finding the Koran in our store. These are only a few of the opportunities shared in service to others. The bookstore is a vital ministry of the printed page. God forbid that we should ever cease to give thanks and praise to our most loving and merciful God.

From a business perspective, 2002 was a difficult year financially. Sometimes it takes adverse circumstances to remind us who is in charge. As always our Heavenly Father never lets us down. Week by week He met the financial needs of the ministry.

The year began with a snow storm in January. It ended with a crippling ice storm the first week in December. The bookstore was closed and without electric power for days. Inclement weather always costs the bookstore sales. The calendar was not helpful in that there were 6 fewer shopping days between Thanksgiving and Christmas, hurting Christmas sales. The economic climate remained sluggish throughout the year. In

Durham and the surrounding areas, reportedly some 30,000 people have lost jobs and more that 500 companies have either downsized or closed since the economic downturn began in late 1999 and early 2001. Collectively, these factors have cost the bookstore some \$18,000 in lost sales. During the year we made cutbacks, kept expenses down, and stayed some projects and improvements. Elizabeth Perreault worked diligently with sales reps to keep freight costs down and to get the best possible discount margins from vendors. We commend her for a job well done. This was a plus in keeping us financially stable.

Additionally, our DOS-operated computer system was outdated and fast becoming obsolete. It was decided to update with Windows to be more time- and cost-effective. To protect the store's cash flow in a slow economy, we elected for a bank loan of \$8,000 to pay for the Windows update. Approximately \$3,400 remains to be paid on this loan. Had we not incurred the loan, the year would have ended very close to being in the black.

Paul Perreault, our jack-of-all-trades, installed our new hardware and updated our 3-station computer network system to a 5-station network (2 points of sale, 2 offices, and shipping and receiving). Then he patiently taught 2 middle-aged, forgetful adults how to operate the system. Paul is truly a benefit to the bookstore. We appreciate the support he gives to this ministry.

The ministry revenues may be down, but that does not mean that the responsibilities and the workload are any less. So we are truly blessed to have Mrs. Patricia Nolen as a co-laborer. Without fail she cheerfully serves whenever and wherever she is needed. Thank you, Mrs. Pat!

Currently, the bookstore averages over 1,100 shoppers monthly. However, the walk-in traffic is not sufficient to keep the ministry alive and well. What has and does keep the ministry viable are the FWB churches in the State Association. Had we not had the churches' Sunday School sales in 2002, we would have been in a serious situation. Sincerely, from our hearts, we thank you, our churches, pastors, SS superintendents, and church secretaries for supporting *your* bookstore. *Because of you and to the glory of God, the bookstore is still operating.* We are pleased to note that 95% of our state churches support their state bookstore. We are hoping that others will come on board and allow us to serve their church needs as well.

Mrs. Stancill and I appreciate so much our bookstore board (Bro. Rick Cason, Bro. Virgil Nolen, Bro. William Calvert, Bro. Tim McFatter, and Bro. Brent Patrick) for their support and oversight. We thank them for their concerns in meeting our personal needs. Also we are very appreciative of the anniversary plaque presented to us at Parker's Chapel in 2001, commemorating our 20 years of service at the bookstore. We received 2 gift certificates from our board. Well, we enjoyed the meals and had a good time shopping! God bless you for your thoughtfulness.

Having completed our 21st year, we know the affirming hand of God upon our lives and upon the Bible Book Store ministry. We do not know what tomorrow may bring, but we do know the One who holds tomorrow. There can be no doubt about God's blessing upon the ministry of the printed page. The printed Gospel of Jesus Christ must continue because there are souls to rescue and saints to be disciplined.

As always, it is a privilege and our hearts' joy to serve you.

*Respectfully in Christ,
James G. Stancill*

May 2003

Winston, Williams & Creech, LLP

Members
American Institute of
Certified Public Accountants

Certified Public Accountants

Members
North Carolina Association of
Certified Public Accountants

James P. Winston II, CPA
Gary L. Williams, CPA
Leonard R. Creech, Jr. CPA



The CPA. Never Underestimate The Value.™

Curtis G. Van Horne, CPA
Pamela Proctor-West, CPA
Carleen P. Evans, CPA
Jennifer T. Reese, CPA

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P.O. Box 1366
Oxford, NC 27565
office (919) 693-5196
fax (919) 693-7614
e-mail: wwinston@nc.rr.com

February 24, 2003

To the Board of Directors
The Bible Book Store of Durham, Inc.
Durham, North Carolina

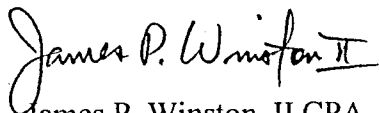
I thought I would make a couple of observations regarding the 2002 audit.

Sales from the prior year were down \$18,117, however, gross profit was only down by only \$2,246. This was due to improved margins. This shows very good control and aggressive work on discounts from vendors. This was very good in the economic climate of calendar year 2002.

Operating expenses were down \$5,423 from the prior year. Again, this shows very good control of expenses in a difficult economic climate.

Inventory remained basically flat from the prior year.

I commend the Board and management for their efforts in maintaining good fiscal control during a very difficult year.


James P. Winston, II CPA

THE BIBLE BOOK STORE OF DURHAM, INC.
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DECEMBER 31, 2002

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THE BIBLE BOOK STORE OF DURHAM, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2002

PREPARED BY:
WINSTON, WILLIAMS & CREECH, LLP
102 WEST SPRING STREET
OXFORD, NC 27565

Winston, Williams & Creech, LLP

Members
American Institute of
Certified Public Accountants

Certified Public Accountants

Members
North Carolina Association of
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James P. Winston II, CPA
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The CPA. Never Underestimate The Value.™

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Jennifer T. Reese, CPA

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P.O. Box 1366
Oxford, NC 27565
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fax (919) 693-7614
e-mail: wwinston@nc.rr.com

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying Statement of Assets, Liabilities and Net Assets of The Bible Book Store of Durham, Inc., (a nonprofit corporation) as of and for the years ended December 31, 2002 and 2001 and the related Statement of Revenue, Expenses, and Changes in Net Assets and the Statement of Cash Flows for the years 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.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 audit provides a reasonable basis for our opinion.

In our opinion, the 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, 2002 and 2001 and the changes in net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Winston, Williams & Creech, LLP
Winston, Williams & Creech, LLP
Certified Public Accountants

Oxford, North Carolina
February 4, 2003

THE BIBLE BOOK STORE OF DURHAM, INC.
BALANCE SHEET
DECEMBER 31, 2002

| | 2002 | 2001 |
|--|-------------------|-------------------|
| ASSETS | | |
| CURRENT ASSETS | | |
| Cash | \$ 18,000 | \$ 25,861 |
| Accounts Receivable - Trade | 11,042 | 13,604 |
| Inventory | 192,136 | 191,419 |
| Furniture, Fixtures, Equipment and Leasehold Improvements, net of accumulated depreciation and amortization | 12,006 | 3,036 |
| TOTAL ASSETS | <u>\$ 233,184</u> | <u>\$ 233,920</u> |
| LIABILITIES AND FUND EQUITY | | |
| CURRENT LIABILITIES | | |
| Gift Certificates Payable | \$ 537 | \$ 339 |
| Layaways Payable | 73 | 255 |
| Accounts Payable | 800 | 1,744 |
| Retirement Payable | - | 100 |
| Payroll Taxes Payable | 2,933 | 4,061 |
| Sales Taxes Payable | 1,926 | 2,298 |
| Current Notes Payable | 1,362 | - |
| Total Current Liabilities | <u>7,631</u> | <u>8,797</u> |
| LONG-TERM LIABILITIES | | |
| Notes Payable | <u>4,976</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>12,607</u> | <u>8,797</u> |
| NET ASSETS | <u>220,577</u> | <u>225,123</u> |
| TOTAL LIABILITIES AND NET ASSETS | <u>\$ 233,184</u> | <u>\$ 233,920</u> |

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

**STATEMENT OF REVENUE, EXPENSES, AND CHANGES
IN FUND EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2002**

| | 2002 | 2001 |
|----------------------------------|-------------|-------------|
| REVENUE | | |
| Sales - Awards & Prizes | \$ 7,414 | \$ 8,999 |
| Sales - Bibles | 54,088 | 57,729 |
| Sales - Books | 63,242 | 82,649 |
| Sales - Cards | 12,583 | 13,489 |
| Sales - Church Supplies | 59,059 | 54,216 |
| Sales - VBS Curriculum | 15,045 | 16,220 |
| Sales - Other Curriculum | 50,592 | 42,963 |
| Sales - Randall House | 212,535 | 202,644 |
| Sales - Gifts | 17,805 | 22,447 |
| Sales - Miscellaneous Supplies | 13,866 | 12,886 |
| Sales - Music | 20,589 | 30,775 |
| Sales - Teaching Aids | 11,395 | 12,866 |
| Sales - Video | 7,079 | 7,459 |
| Sales - Imprinting | 2,202 | 1,292 |
| Sales - Out of State | 362 | 601 |
| Sales - Freight | 20,181 | 19,294 |
| Less: Discounts | (2,870) | (3,249) |
| Total Sales | 565,167 | 583,280 |
| Finance Charges | 3 | 89 |
| Returned Check Fees (Charges) | - | (82) |
| TOTAL REVENUE | 565,170 | 583,287 |
| COST OF GOODS SOLD | | |
| Beginning Inventory | 191,419 | 187,238 |
| Purchases | 343,931 | 365,501 |
| Freight and Shipping | 12,740 | 10,505 |
| Total Available for Sale | 548,090 | 563,244 |
| Less Ending Inventory | (192,136) | (191,419) |
| Total Cost of Goods Sold | 355,954 | 371,825 |
| GROSS PROFIT | 209,216 | 211,462 |
| OPERATING EXPENSES | | |
| Salaries and Wages | 113,577 | 113,988 |
| Housing Allowance | 14,575 | 14,300 |
| Retirement | 1,200 | 1,200 |
| Travel Allowance (Motel & Meals) | 872 | 2,099 |
| Automobile Rental & Mileage | 1,165 | 1,179 |
| Payroll Taxes | 13,318 | 13,486 |
| Insurance - Group Medical | 6,336 | 8,340 |
| Accounting and Legal | 3,830 | 3,385 |

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

**STATEMENT OF REVENUE, EXPENSES, AND CHANGES
IN FUND EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2002**

| | 2002 | 2001 |
|---|-------------------|-------------------|
| Advertising | 734 | 348 |
| Bank Service Charges | 2,828 | 2,278 |
| Board Expenses | 837 | - |
| Business Promotion | 550 | - |
| Common Area Maintenance | 2,256 | 2,686 |
| Contracted Services | 517 | 780 |
| Depreciation | 1,362 | 3,767 |
| Donations - NC Free Will Baptist Missions | 1,000 | 1,000 |
| Dues and Subscriptions | 495 | 585 |
| Insurance - Workers Compensation | 1,800 | 1,184 |
| Insurance - Other | 699 | 705 |
| Interest Expense | 43 | - |
| Maintenance and Repairs | 1,284 | 1,319 |
| Office Supplies | 3,843 | 3,523 |
| Postage | 1,342 | 2,821 |
| Rent | 23,725 | 26,333 |
| Janitorial Supplies | 7 | 67 |
| Property Taxes | 1,560 | 1,823 |
| Other Taxes & Licenses | 1,285 | 331 |
| Telephone | 4,049 | 3,551 |
| Utilities | 5,311 | 5,109 |
| Equipment Rent | 897 | 513 |
| Computer Software and Support | 1,373 | 1,814 |
| Miscellaneous Expense | 1,241 | 820 |
| TOTAL OPERATING EXPENSES | 213,911 | 219,334 |
| NET OPERATING INCOME (Forward) | (4,695) | (7,872) |
| OTHER INCOME | | |
| Donations | - | 480 |
| Interest Income | 80 | 362 |
| Sales Tax Refund | 69 | 58 |
| Other Income | - | 1,878 |
| TOTAL OTHER INCOME | 149 | 2,778 |
| EXCESSS OF REVENUES OVER EXPENSES | (4,546) | (5,094) |
| NET ASSETS - Beginning of Year | 225,123 | 230,217 |
| NET ASSETS - End of Year | \$ 220,577 | \$ 225,123 |

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

THE BIBLE BOOK STORE OF DURHAM, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2002

| | 2002 | 2001 |
|---|-------------|------------|
| CASH FLOWS RECEIVED FROM OPERATING ACTIVITIES | | |
| Cash Received From Sales Revenue | \$ 567,732 | \$ 581,837 |
| Cash Received from Interest | 80 | 362 |
| Cash Received From Donations | - | 480 |
| Cash Received from Sales Tax Refund | 69 | 58 |
| Cash Received From Other Income | - | 1,878 |
| Cash Paid for Merchandise and Services | (468,503) | (475,048) |
| Cash Paid to Employees | (113,577) | (113,988) |
| Net Cash Provided By Operations | (14,199) | (4,421) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Debt proceeds | 8,000 | - |
| Principal paid on debt | (1,662) | - |
| Net Cash Provided by Financing Activities | 6,338 | - |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | (7,861) | (4,421) |
| CASH AND CASH EQUIVALENTS - Beginning of Year | 25,861 | 30,282 |
| CASH AND CASH EQUIVALENTS - End of Year | \$ 18,000 | \$ 25,861 |
| RECONCILIATION OF NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES | | |
| Excess of Revenue Over Expenses | \$ (4,546) | \$ (5,094) |
| ADJUSTMENTS TO RECONCILE NET INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES | | |
| Depreciation | 1,362 | 3,767 |
| (Increase) Decrease in Accounts Receivable | 2,562 | (1,449) |
| (Increase) Decrease in Inventory | (717) | (4,181) |
| (Increase) Decrease in Prepaid Expenses | - | 1,044 |
| (Increase) Decrease in Equipment | (10,332) | - |
| Increase (Decrease) in Accounts Payable | (944) | 1,744 |
| Increase (Decrease) in Gift Certificates | 198 | (514) |
| Increase (Decrease) in Layaways Payable | (182) | 68 |
| Increase (Decrease) in Payroll Taxes Payable | (1,128) | 107 |
| Increase (Decrease) in Retirement Payable | (100) | 100 |
| Increase (Decrease) in Sales Tax Payable | (372) | -13 |
| Total Adjustments | (9,653) | 673 |
| NET CASH PROVIDED BY OPERATIONS | \$ (14,199) | \$ (4,421) |

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, 2002**

NOTE 1 - DESCRIPTION OF UNIT

The accompanying financial statements include the accounts of The Bible 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 SIGNICANT ACCOUNTING POLICIES

Basis of Presentation - Fund Accounting

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.

Contribution

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. At this time, the Corporation does not have any temporarily or permanently restricted net assets.

Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

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, 2002**

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 that do substantially extend the life of an asset and major improvements are capitalized and depreciated over the estimated useful life of an asset. Fixed asset are depreciated under the Straight Line Method 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 in December 2004. 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 year ending December 31, 2002. The lease requires specified payments for maintenance, property taxes and insurance. Rent expense amounted to \$23,725 for the year ending December 31, 2002.

Future minimum lease payments, including common area maintenance and taxes, under the non-cancelable operating lease at December 31, 2002, excluding contingent rentals and executory costs, are as follows:

| <u>Year</u> | <u>Rent</u> | <u>CAM</u> | <u>Taxes</u> | <u>Total</u> |
|-------------|------------------|-----------------|-----------------|------------------|
| 2003 | 26,664 | 2,461 | 1,437 | 30,562 |
| 2004 | 27,464 | 2,461 | 1,437 | 31,362 |
| Total | <u>\$ 54,128</u> | <u>\$ 4,922</u> | <u>\$ 2,874</u> | <u>\$ 62,124</u> |

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 nonprofit 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, SOCIAL SECURITY, TRAVEL AND RETIREMENT ALLOWANCES

The manager of the Bible Book Store of Durham, Inc. receives an allowance for housing and retirement each month in addition to his salary. The total housing allowance paid to the manager for the year ending December 31, 2001 was \$14,575 and \$1,200 for retirement.

NOTE 6 - DEBT

In October 2002, Bible Book Store, Inc. borrowed money to purchase computer and store fixtures in the amount of \$8,000.00. The note is due on October 7, 2005 with a 7.25 % interest rate. Principal due for 2003, 2004 and 2005 is \$1,362, \$2,279 and \$2,247, respectively.

Winston, Williams & Creech, LLP

Members
American Institute of
Certified Public Accountants

Certified Public Accountants

Members
North Carolina Association of
Certified Public Accountants

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Gary L. Williams, CPA
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To the Board of Directors
The Bible Book Store of Durham, Inc.
Durham, North Carolina

We have compiled the accompanying Budgeted Statements of Revenue, Expenses, and Changes in Fund Equity for the year ended December 31, 2003, 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. We have not audited or reviewed the accompanying budgeted financial statement and, accordingly, do not express an opinion or any other form of assurance on it.

Management has elected to omit the summaries of significant assumptions and accounting policies required under established guidelines for presentation of prospective financial statements. If the omitted summaries were included in the budgeted information, they might influence the users conclusions about the Company's budgeted information. Accordingly, this budgeted information is not designed for those who are not informed about such matters.

Winston, Williams & Creech, LLP
Winston, Williams, & Creech, LLP
Certified Public Accountants

Oxford, North Carolina
February 4, 2003

THE BIBLE BOOK STORE OF DURHAM, INC.
BUDGETED STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND EQUITY
BUDGET FOR THE YEAR ENDED DECEMBER 31, 2003

| REVENUE | BUDGET 2003 |
|--------------------------------|------------------------|
| Sales - Awards & Prizes | \$ 10,000 |
| Sales - Bibles | 55,000 |
| Sales - Books | 65,000 |
| Sales - Cards | 15,000 |
| Sales - Church Supplies | 60,000 |
| Sales - Randall House | 216,000 |
| Sales - Gifts | 20,000 |
| Sales - Miscellaneous Supplies | 65,000 |
| Sales - Music | 25,000 |
| Sales - Teaching Aids | 15,000 |
| Sales - VBS/ David Cook | 15,000 |
| Sales - VBS/ Gospel Light | - |
| Sales - VBS/ Standard | - |
| Sales - VBS/ Urban Ministry | - |
| Sales - VBS/CEF | 1,000 |
| Sales- VBS/Reg Baptist | - |
| Sales - Video | 10,000 |
| Sales - Imprinting | 5,000 |
| Sales - Out of State | 1,000 |
| Sales- Frieght | 25,000 |
| Less: Discounts | (3,000) |
| Total Sales | 600,000 |
| Finance Charges | 50 |
| Returned Check Fees (Charges) | - |
| TOTAL REVENUE | 600,050 |
| COST OF GOODS SOLD | |
| Beginning Inventory | 192,136 |
| Purchases | 360,900 |
| Freight and Shipping | 11,000 |
| Total Available for Sale | 564,036 |
| Less Ending Inventory | (192,000) |
| Total Cost of Goods Sold | 372,036 |
| GROSS PROFIT | \$ 228,014 |

THE BIBLE BOOK STORE OF DURHAM, INC.
BUDGETED STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN FUND EQUITY
BUDGET FOR THE YEAR ENDED DECEMBER 31, 2003

OPERATING EXPENSES

| | |
|--|---------|
| Salaries and Wages | 120,000 |
| Housing Allowance | 14,575 |
| Retirement | 1,200 |
| Travel Allowance (Motel & Meals) & Board Expense | 900 |
| Automobile Rental & Mileage | 1,000 |
| Payroll Taxes | 13,700 |
| Insurance - Group Medical | 7,000 |
| Accounting and Legal | 4,000 |
| Advertising | 750 |
| Bank Service Charges | 3,000 |
| Common Area Maintenance | 2,461 |
| Contracted Services | 500 |
| Depreciation | 1,362 |
| Donations | 1,000 |
| Dues and Subscriptions | 500 |
| Insurance - Workers Compensation | 2,000 |
| Insurance - Other | 750 |
| Interest Expense | 462 |
| Maintenance and Repairs | 1,500 |
| Office Supplies | 4,000 |
| Postage | 1,500 |
| Rent | 26,664 |
| Janitorial Supplies | 100 |
| Property Taxes | 1,600 |
| Other Taxes & Licenses | 1,300 |
| Telephone | 4,250 |
| Utilities | 5,500 |
| Equipment Rent | 900 |
| Computer Software and Support | 1,400 |
| Miscellaneous Expense | 1,000 |

TOTAL OPERATING EXPENSES

224,874

NET OPERATING INCOME (Forward)

3,140

OTHER INCOME

| | |
|------------------|-----|
| Donations | - |
| Interest Income | 100 |
| Sales Tax Refund | - |
| Other Income | - |

TOTAL OTHER INCOME

100

EXCESSS OF REVENUES OVER EXPENSES

3,240

NET ASSETS - Beginning of Year

220,577

NET ASSETS - End of Year

\$ 223,817

2002 Year End Financial Report for North Carolina Free Will Baptist Home Missions

Inflows

| | |
|---------------------|------------|
| 1) Gift Received | 243,106.59 |
| 2) Transfer from CD | 28,000.00 |

Outflows

| | |
|--|------------|
| 1) Aim 403b (Missionary Retirement) | 3,900.00 |
| 2) Asheboro | 70,457.42 |
| 3) Bank Charge (Return checks) | 100.00 |
| 4) Board Expense (Travel, Conf. Calls) | 3,073.27 |
| 5) Charlotte | 54,291.40 |
| 6) Deposit Correction | 809.00 |
| 7) Office/Postage | 1081.73 |
| 8) Wilmington | 135,177.01 |

Total Outflows 268,889.83

Proposed Budget for 2003

| | |
|----------------|-----------|
| Asheboro | 70,000 |
| Wilmington | 140,000 |
| Charlotte | 60,000 |
| Board Expense | 3,500 |
| Office/Postage | 2,500 |
| Total Budget | \$276,000 |

The year 2002 was another good year for North Carolina Home Missions. Our giving came in a little under the proposed budget, but God has met every need we have this year.

Bro. Bob Edmonson and the Glad Tidings Mission are working hard to become self supported. The new building is a blessing to them. Please continue to stand with Bro. Bob and this good group of people as they continue toward their goal.

Bro. Pat Hall is still aggressively raising funds to begin their much needed building. Bro. Pat has been meeting in a school, but the need for their own building is great. Thanks for all you have done this year to help establish this growing church.

Bro. Ral Alsbrook continues to reach out into the Huntersville area of Charlotte. He has assembled a good group of people and is very upbeat concerning the prospects for the future. Thanks for all you have done and will continue to do for this preacher as he seeks to establish a Bible preaching church in this area of Charlotte.

Respectfully Submitted: Reuben Cason, Jeff Jones, Tim Rabon, Gene Hales, Rudolf Outlaw

| | |
|--|-----------|
| Ahoskie FWB Church, Ahoskie | 654.00 |
| Amory First FWB Auxiliary | 300.00 |
| Arrington Heights FWB Church, Lexington | 193.00 |
| Atwell, Carol | 360.00 |
| Beacon FWB Church, Farmville | 209.75 |
| Belvoir FWB Church, Greenville | 3,878.04 |
| Bethany FWB Church, Norfolk, VA | 69.75 |
| Bethel FWB Church, Kinston | 790.00 |
| Bible Book Store of Durham, Inc. | 1,000.00 |
| Brimer, Mr. M. S. | 75.00 |
| Calvary FWB Church, Durham | 1,212.34 |
| Calvary FWB Church, Fayetteville | 600.00 |
| Calvary FWB Church, Jacksonville | 362.00 |
| Canton FWB Church, Canton | 365.00 |
| Cardinal Village FWB Church Jacksonville | 1,556.00 |
| Catawba Free Will Baptist Church | 42.00 |
| Cava FWB Church, Virginia Beach, VA | 308.00 |
| Cedar Grove FWB Church, Williamston | 1,005.25 |
| Cedar Hill FWB Church, Asheville | 1,244.85 |
| Charity FWB Church | 968.63 |
| Eherry, Tony & Debbie | 20.00 |
| Clermont FWB Church, Kannapolis | 50.00 |
| Clyde FWB Church, Clyde | 872.50 |
| Coastal Assoc. of FWB | 736.00 |
| Cove City FWB Church, Cove City | 1,075.00 |
| Cramerton FWB Church, Cramerton | 2,000.00 |
| Davis FWB Church, Davis | 500.00 |
| Eason, Rev. & Mrs. Nathan | 28.00 |
| East Belmont FWB Church | 25.00 |
| Emmanuel FWB Church, Jacksonville | 6,658.50 |
| Emmanuel FWB Church, Washington | 68.00 |
| Fairview FWB Church, Marion | 4,665.00 |
| Faith FWB Church, Carrollton, VA | 128.00 |
| Faith FWB Church, Goldsboro | 9,931.70 |
| Faith FWB Church, Kannapolis | 1,586.00 |
| Faith FWB Church, Rockingham | 2,020.00 |
| Faith FWB Church, Washington | 3,014.25 |
| Faith Independent Baptist Church | 1,342.00 |
| Fellowship FWB Church, Dunn | 1,494.10 |
| First FWB Church W.A., Amory, MS | 100.00 |
| First FWB Church, Amory, MS | 555.19 |
| First FWB Church, Beaufort | 3,849.92 |
| First FWB Church, Gastonia | 60.00 |
| First FWB Church, Hubert | 2,066.92 |
| First FWB Church, Jacksonville | 5,756.50 |
| First FWB Church, Morehead City | 165.50 |
| First FWB Church, Raleigh | 12,296.64 |
| First FWB Church, Stanley | 2,521.51 |
| First FWB Church, Washington | 6,783.00 |
| Fundamental Baptist | 1,000.00 |
| Five Points FWB Church, Washington | 1,030.85 |
| Foothills FWB Association | 528.84 |
| Friendship FWB Church, Coats | 1,516.00 |
| Fulcher, Rev. & Mrs. William | 25.00 |
| Gallagher, Mr. & Mrs. John | 360.00 |
| Garner FWB Church, Garner | 648.00 |
| Gateway FWB Church, Virginia Beach | 11,989.15 |
| Gethsemane Independent Baptist Church | 300.00 |
| Glad Tidings FWB Church, Asheboro | 728 |

| | |
|--|-----------|
| Glenwood FWB Church, Rockingham | 300.00 |
| Good News FWB Church | 25.00 |
| Goshen FWB Church, Mount Holly | 7,302.18 |
| Great Bridge FWB Church, Chesapeake, VA | 3,515.00 |
| Grifton FWB Church, Grifton | 5,358.33 |
| Haven FWB Church, Raleigh | 4,514.00 |
| Highland Drive FWB Church | 400.00 |
| Hilltop FWB Church, Fuquay-Varina | 11,128.71 |
| Holloman, Rodney | 200.00 |
| Homer's Chapel FWB Church, Black Mt. | 450.00 |
| Hope FWB Church, Plymouth | 975.21 |
| Immanuel FWB Church, Durham | 1,098.00 |
| Immanuel FWB Church, Winterville | 20.00 |
| Kendale Acres FWB Church, Sanford | 1,328.00 |
| Landmark FWB Church, Cary | 9,503.84 |
| Liberty | 69.00 |
| Lightouse FWB Church, Siler City | 300.00 |
| Lowell FWB Church, Lowell | 24.00 |
| Maccripine FWB Church, Fountain | 1,000.00 |
| Madison Heights Free Will Baptist Church | 501.00 |
| Maranatha FWB Church, Greenville | 1,332.18 |
| Marion First FWB Church | 1,061.10 |
| Matthews FWB Church, Matthews | 1,275.00 |
| Meadowbrook FWB Church, Black Mountain | 5,856.88 |
| Mt. Calvary FWB Church, Hookerton | 1,400.00 |
| Mt. Olive FWB Church, Plymouth | 3,501.00 |
| Nat. Home Missions | 184.05 |
| NC FWB Womans Auxilary | 3,621.90 |
| NC State Association Meeting (Cash) | 1,130.45 |
| NC State Association of FWB | 230.46 |
| New Beginning FWB Church | 1,000.00 |
| Nowling Chapel FWB Church, Morganton | 1,428.62 |
| Oak Grove FWB Church, Durham | 1,469.20 |
| Oak Grove FWB Church, Elm City | 377.19 |
| Palmetto Chapel Free Will Baptist | 50.00 |
| Pamlico Assoc. of FWB | 1,000.00 |
| Parkers Chapel FWB Church, Greenville | 3,450.00 |
| Payne, Wilford | 120.00 |
| Peace Chapel FWB Church, Washington | 585.00 |
| Peace FWB Church, Henderson | 45.50 |
| Peace FWB Church, Wilson | 1,755.00 |
| Pilgrim Free Will Baptist Church | 200.00 |
| Pleasant Acres FWB Church, New Bern | 795.00 |
| Preston, Marshall | 5.00 |
| Prince of Peace FWB Church, Kannapolis | 240.00 |
| Prospect FWB Church, Dunn | 3,825.00 |
| Rackley, David | 180.00 |
| Riggs, Eustace or Joann | 60.00 |
| Riggs, John Mark & Julia | 300.00 |
| Roberts, Brenda J. | 55.00 |
| Rocky Pass FWB Church, Marion | 2,524.25 |
| Ruth's Chapel FWB Church, New Bern | 5,341.50 |
| Sandy Acres FWB Church, Columbia | 2,747.55 |
| Shady Grove FWB Church, Durham | 1,250.00 |
| Shelby FWB Church, Shelby | 141.50 |
| Sherwood Forest FWB Church, New Bern | 9,942.38 |
| Snyder, Sharon and Jessie | 385.00 |
| Stacy FWB Church, Stacy | 665.00 |
| Swannanoa FWB Church | 136.00 |
| Swannanoa FWB Church, Swannanoa | 110.00 |
| Tabernacle FWB Church, Kinston | 1,640.00 |

| | |
|---|------------|
| Temple FWB Church, Greenville | 950.13 |
| Thompson, Betty Jean | 50.00 |
| Thorpe, Barbara | 160.00 |
| Toler, Kenneth | 120.00 |
| Travelers Rest Free Will Baptist Church | 741.10 |
| Trinity FWB Church, Greenville | 2,400.00 |
| Trinity FWB Church, La Grange | 30.00 |
| Union Chapel FWB Church, Chocowinity | 8,318.32 |
| Unity FWB Church, Greenville | 6,577.00 |
| Unity FWB Church, Smithfield | 1,171.00 |
| Victory FWB Church, Goldsboro | 2,590.51 |
| Way of the Cross FWB Church, Shelby | 64.00 |
| West Calvary FWB Church, Smithfield | 1,908.00 |
| West Fifth Ave. FWB Church | 699.76 |
| White Oak Hill FWB Church, Bailey | 293.00 |
| Wildwood FWB Church | 3,780.92 |
| Zephyr Hills FWB Church, Asheville | 135.19 |
| | ===== |
| | 243,106.59 |

NC Association of Free Will Baptists Youth Relations Board

April 28, 2003

The following is a report from the North Carolina Youth Relations Board that covers the 2002-2003 operational year. Our focus as the North Carolina Youth Relations Board is to build the Kingdom by equipping and encouraging the youth of our denomination. As you read the 2002-2003 events report and the 2003-2004 planned events, we ask that you pray for the effectiveness and vision of your Youth Board.

2002-2003 Events

May 10-11, 2002

The State Youth Competition was hosted by Meadowbrook Free Will Baptist Church in Black Mountain, NC on May 10th and 11th. North Carolina Free Will Baptists registered over 100 youth in 78 entries. Out of the 78 entries, over 50 qualified for competition at the National Competition in Memphis, TN.

2003-2004 Scheduled Events

May 16-17, 2003

Parkers Chapel Free Will Baptist Church, in Greenville, is hosting the 2003 State Youth Competition. During the Friday night portion of the event, David Mizelle, youth pastor of Rocky Pass Free Will Baptist Church, will be preaching our rally service.

August 15, 2003

The Youth Board is sponsoring the Friday night portion of a Youth Pastor's and Workers Weekend at Unity Free Will Baptist Church in Greenville. Ron Davis, youth pastor at Parkers Chapel Free Will Baptist Church, and Christian Powell, youth pastor at Faith Free Will Baptist, will be challenging youth pastors and workers. Ron Davis will be speaking on the subject, "Has Contemporary Christian Music Crossed the Line?" and Christian Powell will be speaking on the subject, "10 Non-negotiables of Youth Ministry." Visit the Youth Relations Board booth for more information or contact Kent Nelson at (252) 756-6485.

Respectfully Submitted,

Ronald Davis
David Mizzell
Mike Cash
Zachary Bell
Kent Nelson

**NC Association of Free Will Baptists
Youth Relations Board**

**Financial Report
*June 1, 2002 – April 30, 2003***

Balance as of June 1, 2002.....\$ 2,708.71

Deposits:.....\$ 2,571.73

- Competition Fees: \$1,595.00
- Donations: \$ 976.73

Expenses:\$ 2,602.66

- National Youth Competition Fees \$ 2,105.00
- Youth Board Travel Expense \$ 464.00
- Mailing Expense \$ 33.66

Balance as of April 30, 2003.....\$ 2,677.78

NORTH CAROLINA WOMEN ACTIVE FOR CHRIST
TREASURER'S REPORT
May 6, 2002 - April 30, 2003

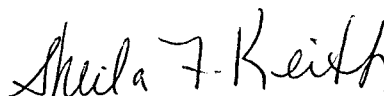
| | | | |
|--|-----------------|------------------|------------------|
| Balance Brought Forward | | | \$ 2,414.59 |
| Receipts: | | | |
| Received From Districts | \$ 57,733.92 | | |
| 2002 Meeting and Offerings | <u>5,534.37</u> | <u>63,268.29</u> | |
| | | | \$ 65,682.88 |
| Disbursements: | | | |
| WNAC Designated Gifts | \$ 47,769.73 | | |
| WNAC 2003 Per Capita Dues (595 members) | 5,940.00 | | |
| 2002 Dues | 270.00 | | |
| Other Designated | 2,513.20 | | |
| 2002 Special Emphasis Project | 4,981.20 | | |
| Gifts Disbursed at 2002 Meeting | | | |
| Linda Stepps | \$ 105.16 | | |
| Leah Waddell Scholarship | 52.58 | | |
| WNAC | <u>841.29</u> | 999.03 | |
| Postage, Printing & Misc. Expense | | 9.70 | |
| Mileage & Misc. State Officers Expense | | 490.44 | |
| Retreat Expense | | <u>315.00</u> | <u>63,288.30</u> |
| Balance in Checking Account - April 30, 2003 | | | \$ 2,394.58 |

STATE PROJECT TOTALS (2002-2003)

| | |
|--|-----------------|
| Jerry & Barbara Gibbs Drop Ceiling & Flooring (Goal \$5,000.00) | \$ 5,774.36 |
| Tim & Jessica Lewis Padded Interlocking Chairs (Goal \$2,000.00) | 5,254.29 |
| Free Will Baptist Bible College 2 Computers | 2,307.60 |
| Southeastern Free Will Baptist College Kitchen Shelving & Appliances | <u>2,558.84</u> |
| | \$15,895.09 |

(College goal is \$2,000.00)

Respectfully Submitted,



Sheila F. Keith
Treasurer

The Leah Waddell Scholarship Fund Report
April 22, 2002 - April 17, 2003

History

The North Carolina State Association established this scholarship fund in 1964. This fund is one of the oldest, if not the oldest, continuously funded scholarships at Free Will Baptist Bible College.

The scholarship is in memory of Mrs. Leah Waddell, the late wife of the Reverend Eugene Waddell. She was a 1954 alumnus of Free Will Baptist Bible College. The amount was set at \$75.00 to be awarded annually to a worthy North Carolina student. The revised guidelines changed the amount to \$500, if funds are available. Descendants of Leah Waddell may be included in the scholarship.

The college administration determines the recipients based on financial need. Usually juniors and seniors are given preference. Approximately 120 students have received aid since the 1964-65 school year.

Response of Recipient

"I wanted to thank you for allowing me to receive the Leah Waddell Scholarship. I really need the money to attend school next year. This will help quite a bit. I appreciate what this fund does to help students like myself attend Free Will Baptist Bible College. It helps to make school affordable since the price of tuition is high. I know that you will continue to do what you can to help others like myself attend FWBBC. I believe that FWBBC is the best school that a Free Will Baptist student can attend. I hope that my life will influence many others."

2002 Recipient

Financial Report

| | |
|---|------------|
| Balance brought forward April 22, 2002 | \$ 64.98 |
| Receipts | 223.58 |
| Offering at 2002 State Association | 52.58 |
| Coastal Association | 130.00 |
| Palmer Association | 41.00 |
| Total disbursements | 200.00 |
| Free Will Baptist Bible College for student | |
| Balance on hand April 17, 2003 | 88.56 |

Scholarship Fund Committee
Betty Hill, Eureka Rackley, Betty Wiggs

North Carolina Association of Free Will Baptists
Forty-First Annual Session
2003 Election of Officers and Board Members

North Carolina Executive Officer

Replacing Rev. Lorenza Stox (Palmer) _____

Board of Trustees

Replacing Rev. Rev. Phil Ange (Palmer) _____

Missions Board

Replacing Rev. Eugene Hales (Western Piedmont) _____

Board of Care for the Aged Ministry

Replacing Mr. James Cole (Being Filled by Rev. Norris Hawkins, Blue Ridge) _____

Board of Youth Relations

Replacing Rev. Ronald Davis (Palmer) _____

Bible Book Store Board

Replacing Rev. Tim McFatter (Was Palmer, now Blue Ridge) _____

