

The 54th Annual Meeting
of the
NORTH CAROLINA STATE ASSOCIATION
of
FREE WILL BAPTISTS

Certain Faith for an Uncertain Future

UNMOVABLE
in Christ

Embassy Suites Hotel
204 Centreport Drive
Greensboro, NC 27409

June 6-7, 2016

Digest of Reports



TABLE OF CONTENTS

2016

Constitution and By-Laws	01-04
Minutes of the Fifty-third Annual Session	05-11
N.C. Free Will Baptist Executive Board Minutes	12-24
N.C. Treasurer's Report	25-27
N.C. Free Will Baptist Promotional Department	28-36
Promotional Director's Letter	28
Budget Activities	29-33
Account Balances	34-35
2017 Proposed Budget	36
N.C. FWB Ministers Benevolence Fund Membership	37
Durham Bible Book Store	38-50
N.C. State Youth	51-56
N.C. Free Will Baptist State Missions	57-65
N.C. Women Active for Christ	66
Leah Waddell Scholarship Fund	67
Board of Care	68-69
N. C. Association Officers and Board Members	70
Election of N.C. Free Will Baptist Officers and Board Members	71

NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTISTS

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 authorized to act for the Association except as provided service ministries and, (6) employ and supervise a Promotional Director, whose duties shall be as follows: as specifically directed by the Association.

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 \$350.00 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 per mile currently set for business travel by the Internal Revenue Service (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.

(By-Laws revised in official session June 9, 2016)

**NC Association of Free Will Baptists
53rd Annual Session
Embassy Suites Hotel
Greensboro, NC
June 8-9, 2015**

MONDAY MORNING SESSION – June 8, 2015 10:00 AM

The morning session was opened with congregational singing led by Bruce Kimbrel. Ricky Jacobs led in prayer. Moderator Sonny Thomas gave words of welcome and recognized visitors.

The meeting was called to order by the Moderator. The standing delegates were recognized and voted to seat the lay delegates sent by churches and associations.

The following committees were appointed by the Moderator:

Credentials Committee

David Young, Chairman
Danny Gasperson
Kevin Justice

Obituary Committee

Larry Collins, Chairman
Jerry Johnson
Daniel Baer

Resolutions Committee

Harold Holcomb, Chairman
Scott Coghill
Joe Wallis

The following were nominated from the floor to the Nominating Committee:

Melvin Worthington, Chairman
Jeff Jones
Dennis Wiggs
Brian Byrd
Jimmy Mercer

M/S/C to elect these by acclamation.

The first morning service began with Jeff Manning presiding. Bruce Kimbrel led the congregational singing. Rejoice from Welch College provided the special music.

Dr. Matthew Pinson, President of Welch College, brought the message from John 17:14-23. His topic covered Christ calling His followers out of the world to follow Him.

The 11 AM service was presided over by Nate Ange with Bruce Kimbrel leading the congregational singing. Special music was provided by Southeastern Free Will Baptist College Quartet. Nate Ange introduced the speaker, Rev. Jimmy Marcum, President of Southeastern Free Will Baptist College. The message was taken from Philipians 1:27-30. The service was closed in prayer.

MONDAY AFTERNOON BUSINESS SESSION – June 8, 2015 1:30 PM

The afternoon session was opened with Moderator Sonny Thomas bringing a message from Genesis 14.

The **AFTERNOON BUSINESS SESSION** was called to order by the Moderator at 2:30 PM.

A partial report from the **Credentials Committee** was given by David Young. The committee stated that 7 associations had reported by letter (Blue Ridge Association report was to be delivered) and all 8 associations paid their dues. There were 168 churches reporting and paying dues. A total registration of 157 was reported. M/S/C to accept the report.

The **Executive Board** report was given by the Clerk Jim Turnbough. He referred to the minutes of Executive Board meetings as reported in the Digest. He stated that the Executive Board had reviewed the reports and budgets from each board and recommended them to the body with the following additions:

1. The 2016 Promotional Office Budget Proposed Budget was trimmed to reflect current income, which meant a reduction in pay and benefits for the Promotional Director. The Executive Board reserves the right to restore the Promotional Office Budget to 2015 rates if the income is received to cover it. M/S/C
2. Concerning The Bible Book Store Board's Proposed Budget:
 - a. The Proposed Budget is actually to cover 2015 which is already half completed. We recommend accepting this as given for this time period.
 - b. The Bible Book Store Board is to present a 2016 Budget to the Executive Board in their September, 2015 meeting.M/S/C

3. The Executive Board requests that the body direct the Bible Book Store Board do an in depth study of the future ministry and financial picture of the Bible Bookstore and present it to the 2016 annual meeting.

M/S/C

4. The following changes to the Constitution and By-Laws were presented:

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 maybe made for actual meals and lodging expenses. No employee of any board may be reimbursed for any travel in excess of this amount.

1. We recommend that Section 1 be amended to read "The Clerk shall receive as honorarium \$350.00 annually."
2. We recommend that Section 2 be amended to read: "...at the rate per mile currently set for business travel by the Internal Revenue Service..."

M/S/C to table until the Tuesday Business Session

Billy Keith, Promotional Director gave his report.

1. Billy reported that the new state website is now functional and will feature all state ministries.
2. The 2016 Proposed Budget for the Promotional Office was presented:
 - a. During discussion it was pointed out that the IRS no longer allows tax exemptions for medical insurance and the proposed budget listed such an exemption.
 - b. It was moved to amend the budgets for 2015 and 2016 to strike any reference to an allowance for medical insurance and add those funds to the salary (new figure for 2016 would be \$24,300)

M/S/C to amend the proposed budget
M/S/C to accept the report and adopt the Promotional Office budget.

Treasurer Nate Ange gave the Financial Report.

He noted that the Freedom Mission in Roanoke Rapids had paid \$22,000 toward their Church Extension Loan.

M/S/C to accept this report.

The Bible Bookstore report was given by Board Chairman B. L. Efird.

The chairman reported that things were going well in the Bible Book Store. He then yielded the floor to Bookstore Manager Paul Perrault who shared the status of the ministry.

There was a motion to amend the proposed budgets for 2015 and 2016 to strike all reference to medical insurance and add those funds to salary. M/S/C

M/S/C to accept the report as given in the digest and adopt the budget.

The Board of Care's report was given by Rocky Reese.

He reported that the potential buyer for the rest home property and certificates of need sent a deposit and email confirmation of his intent to purchase. He is waiting for a provider care number from the state.

M/S/C to accept the report and adopt the budget.

The Youth Board report was given by Chairman Nate Radley.

He reported that state youth competition was held at Tippet's Chapel church with 9 churches represented in 30 different categories.

M/S/C to accept the report.

The NC Mission Board report was given by the Board Chairman David Robinson. He reviewed the report given in the Digest of Reports. Financial reports for the Mission Board were given by Randy Stone (2014) and Fred Crank (2015).

M/S/C to accept the report and adopt the budget.

The Women Active for Christ report was given by Carolyn Riddick. She reported on WAC projects and giving within the state. \$60 gifts were awarded to Joe Wallis, Bruce Johnson, and Todd Parrish.

M/S/C to accept the report.

The Leah Waddell Scholarship report was given by Betty Hill. The committee was able to disburse \$1,300 in scholarships in 2014. The goal for 2015 is \$2,000.

M/S/C to accept the report.

National Women Active for Christ Director Elisabeth Hodges was recognized to report.

She reported that the WAC would award a \$1,000 scholarship for a young lady at each Free Will Baptist college.

We received greetings from the following Free Will Baptist ministries:

- Southeastern Free Will Baptist College – Jim Marcum, President
- National Executive Secretary – Keith Burden, Executive Secretary
- Free Will Baptist International Missions – Clint Morgan, Director
- North American Ministries and Master's Men – Ken Akers

M/S/C to recess.

The session was closed in prayer.

MONDAY EVENING SERVICE— June 8, 2015 7:00 PM

Pre-service music was provided by the combined worship choir directed by Todd Parrish. Henry Hughes presided over the service. Congregational singing was led by Kevin Justice. Special music was provided by the combined worship choir.

Henry Hughes introduced the speaker Rev. Bobby Jackson. Following an altar service the meeting was closed in prayer.

Following this service a session was held with Dr. Mark Harris concerning the church and the Supreme Court decision on gay marriage.

TUESDAY MORNING SESSION – June 9, 2015 9:00 AM

North Carolina Home Missions Service

Presiding was Chairman David Robinson. Following congregational singing the Southeastern Free Will Baptist College Quartet provided special music.

The chairman gave remarks and introduced new missionary to Apex John Moran. He shared his burden and requested prayer support for this new work.

The Home Missions Offering was received with prayer by Reuben Cason. Special music was given by the Southeastern Free Will Baptist College Quartet. The mission message was presented by Rev. Rex Evans, new missionary to the Freedom work in Roanoke Rapids. The service concluded with altar prayer..

BUSINESS SESSION 11:00 AM

Moderator Sonny Thomas called the meeting to order.

We received greetings from the following Free Will Baptist ministries:

- Welch College – Matt Pinson, President
- Randall House Publications – Ron Hunter, Director
- Board of Retirement – Ray Lewis, Director
- Free Will Baptist Foundation – David Brown, Director

The Moderator requested a motion to remove from the table and deal with the proposed changes to the By-Laws from the Monday session. M/S/C

The proposed changes would be

1. an increase in the clerk's fee from \$300 to \$350
2. The mileage rate for travel in state ministries would change from \$.31 per mile to the current rate set by the IRS

M/S/C to adopt these changes.

Credentials Committee Report

Chairman David Young presented the report.

Churches represented 168 from 8 district associations

Registration:

Ordained Ministers 78

Licensed Ministers	7
Delegates	116
Missionaries	3
Visitors	64

Total 168

Fees Received from the District Associations totaled \$33,755

M/S/C to receive the report.

Obituary Committee Report

The following went home to be with the Lord this past year in our churches:

NAME: CHURCH: ASSOCIATION:

Mary Passeno	First FWB Church, Morehead City	Coastal
Roy Stevens	First FWB Church, Morehead City	Coastal
Louise Swanson	First FWB Church, Morehead City	Coastal
Margie Creech	Trinity FWB Church, LaGrange	Palmer
Charles Coburn	Trinity FWB Church, LaGrange	Palmer
Earl Jones	Trinity FWB Church, LaGrange	Palmer
Minnie Jones	Trinity FWB Church, LaGrange	Palmer
Rachel Pelletier	Trinity FWB Church, LaGrange	Palmer
Brenda Gail Barefoot	Corinth FWB, Dunn	Randall
Waitus Lambert (93)	Corinth FWB, Dunn	Randall

Larry Collins

Daniel Baer

Jerry Johnson

M/S/C to receive the report. Following a moment of silence Alan Sailors led in prayer.

Resolution Committee Report:

1. (From the Foothills Association)

Whereas, on May 8th, 2012 North Carolinians exercised their right to vote,
and whereas 61% were in favor of Amendment One which made it unconstitutional for our state to recognize or perform same sex marriage,
and whereas on October 10th, 2014 two judges decided that Amendment One was unconstitutional and overturned the vote of the people of North Carolina,
and whereas, the ordained ministers of the State Association of Free Will Baptists of North Carolina, feel that this decision, rendered by two individuals, can and will have detrimental effects on our churches

Be it resolved, that our North Carolina State Association commit to praying together for the political leaders of our state and our country and the decisions that will be made in the coming days which will have a lasting effect on the next generation.

2. Whereas the 2015 NC State association of FWB was wonderfully planned and organized by the NC State executive committee and the NC promotional office,
Be it resolved that we as the NC FWB body rise to our feet as an expression of our appreciation and gratitude for a job well done.
3. Whereas, our nation is spiraling into utter moral decay, and where as our religious freedoms continue to be under attack, and whereas the church abroad is steeped in compromise and carnality,
Be it resolved that we, the State Association of FWB of North Carolina, earnestly pray for a great revival in our country, and be it further resolved that we stay committed as we have been admonished at this state association meeting to "Stand Fast and Strive Together."

Respectfully Submitted,
Rev. Scott Coghill
Rev. Joe Wallis
Rev. Harold Holcombe

M/S/C to adopt all these resolutions.

M/S/C that our Clerk send Resolution #1 to the members of the North Carolina Legislature.

Nominating Committee Report:

Executive Board

Member at Large: Replacing Charles Overcash Jeff Jones (2018) 1st term

Board of Trustees

Replacing: Scott Coghill Earnest Laxton (2018) 1st term

Mission Board

Replacing: Randy Stone Brian Bird (2020) 1st term

Board of Care for the Aged Ministry

Replacing: Rudolph Outlaw Luke Johnson (2020) 1st term

Bible Book Store Board

Replacing: Scottie Stewart (resigned) David Young (2019) 1st term
Replacing B.L.Efird Milton Worthington (2020) 1st term

Youth Relations Board

Replacing Amos Dillard Jake Manning (2019) 1st term
Replacing Nate Radley Nate Radley (2020) 2nd term

Nominating Committee:

Melvin Worthington, Chairman
Jeff Jones

Dennis Wiggs
Brian Byrd
Jimmy Mercer

M/S/C to elect by acclamation.

The Monday Night offering for the Promotional Office totaled \$2,733.

M/S/C to adjourn the meeting.

MINUTES OF EXECUTIVE BOARD METINGS FOR 2015-2016

Minutes Of Called Executive Board Meeting Embassy Suites, Greensboro, NC Tuesday, June 9, 2015, 7:30 AM

Executive Board Members Present:

Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Clerk Jim Turnbough, Treasurer Nate Ange, Member(s)-at-Large Jason Hurt, Gerald Fowler, Charles Overcash, Promotional Director Billy Keith, and Attorney David Gibbs.

Following breakfast and fellowship the Moderator called the meeting to order.

Discussion of the Legal Implications of the Articles of Incorporation of the Bible Book Store:

- A. According to the Articles of Incorporation the Bible Book Store is independent of the NC Association of Free Will Baptists.
- B. These Articles need to be examined and restructured to correctly describe the relationship between the NC Association of Free Will Baptists and the Bible Book Store.
- C. Other state boards are to be contacted by the clerk to determine if they have similar Articles of Incorporation.

Concerning the State Youth Board:

- A. Attorney Gibbs strongly recommended that the NC State Youth Board be released to function as an independent body.
- B. His reasons for this recommendation:
 - 1. We have no known screening process in place for workers and volunteers.
 - 2. We have no insurance coverage to protect the NC State Association in liability matters.

Attorney David Gibbs agreed to meet with the Executive Board at the September 21-22, 2015 meeting.

Meeting adjourned with prayer.

MINUTES OF EXECUTIVE BOARD MEETING Choice Suites Hotel, Greensboro, NC Monday, September 21, 2015, 7:00 PM

Executive Board Members Present:

Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Clerk Jim Turnbough, Treasurer Nate Ange, Member-at-Large Gerald Fowler, and Promotional Director Billy Keith. Member(s)-at-Large Jason Hurt and Jeff Jones were unable to attend.

The Moderator called the meeting to order. Prayer was led by Billy Keith. The Moderator brought a devotion from Mark 9:38-41.

Clerk's Report - Reading of Previous Minutes from 5-18-15 meeting and 6-7-15 meeting with

Attorney David Gibbs were read. Minutes of the 2015 North Carolina Association Meeting were also supplied along with reports from the various boards and committees.
M/S/C to receive as read.

Treasurer's Report – by Treasurer Nate Ange

The written report was reviewed and explained. It was noted that the Promotional Office received \$1,706.00 and \$4,892.28 for a total of \$6,598.28 from the interest on the accounts with the Church Extension Loan Fund for the calendar year of 2015. The Treasurer noted a balance of \$2,353.78 in the checking account in addition to the CELF funds. The Freedom Mission has already paid another \$32,000 toward their indebtedness in 2015.

M/S/C to receive.

Promotional Director's Report – given by Billy Keith

- A. Financial report supplied – M/S/C to accept as given.
- B. Discussion of the new state website:
- C. Report on the Minister's Retreat from September, 2015:
 - 1. There were 8 speakers – 1 from each association.
 - 2. 17 attended the entire retreat; 8 attended part of it.
 - 3. It was determined that a pamphlet and planned speakers should be available at the next state meeting.
- D. Embassy Suites proposal for the 2016 State Meeting:
 - 1. The room rate will increase \$3 per room.
 - 2. The vendor fee for tables will increase \$3 (from \$25 to \$28) – the fee for vendors other than state ministries will be left at \$50 per table.
 - 3. The proposal seeks an increase of \$1670 with the room fee increase.
 - 4. M/S/C to give Billy Keith authority to negotiate and sign the contract for the 2016 meeting.
 - 5. There will be a written report given to the body of the income and expenses for the rental of Embassy Suites.
- E. Review of the 2015 State Meeting – survey of attendees reviewed.
- F. Plans for the 2016 State Meeting:
 - 1. The Monday Morning Service will begin at 9:30 AM to allow more time for speakers and business.
 - 2. A Monday Noon Banquet will be offered:
 - a. Dr. Mark Harris will be asked to speak on "Pastoring in Perilous Times".
 - b. The speaker will be asked to be ready to begin speaking while attendees are eating as about 45 minutes are available.
 - 3. Speakers for the 2016 Meeting on Monday:
 - a. 9:30 AM – Todd Parrish
 - b. 11:00 AM – Jeff Jones
 - c. 7:00 PM – Jim McComas (Bobby Aycock as backup) *Jim McComas was confirmed*
 - 4. Theme will be from Acts 20:22-24 "Unmovable in Christ: Certain Faith for an Uncertain Future".

M/S/C to adopt this as our program.

Report from the Board of Care

M/S/C to receive as given.

Report from the Mission Board

This board is meeting tonight as we are in session – will send a report tomorrow.

Discussion of the Bible Bookstore Ministry and Tomorrow's Meeting with the Board

1. We must review and accept the proposed 2016 Budget.
2. We will discuss an in depth study of the financial picture and future ministry of the Bible Book Store.
3. We will discuss the Articles of Incorporation of the Bible Book Store.
4. It was reported that Larry Haggard has resigned from the Bible Book Store Board and must be replaced – the Executive Board has the authority to fill the position. It can then be confirmed at the state meeting.

There was discussion of Promotional Director serving on the Randall Association Executive Board and a possible conflict of interest. It was recommended that the Promotional Director not serve on local boards.

The Executive Board Meeting was adjourned for the evening at 11:40 PM.

Tuesday, September 22, 2015, 10:00 AM Executive Board Meeting with Attorneys David Gibbs and Erik Baker and the Bible Book Store Board

Present for this meeting:

Executive Board Members: Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Clerk Jim Turnbough, Treasurer Nate Ange, Members-at-Large Gerald Fowler and Jeff Jones, and Promotional Director Billy Keith. Member-at-Large Jason Hurt was unable to attend.

Attorneys David Gibbs and Erik Baker (at the invitation of the Executive Board)

Bible Book Store Board: Chairman Henry Potter, Mike McCauley, David Young. Book Store Director Paul Perrault.

Prayer was led by Billy Keith.

- I. A question was raised to the attorneys by Gerald Fowler concerning the sale of the Greenville land owned by the North Carolina Association of Free Will Baptists:
 - A. In raising money to buy the land in Greenville it was stated that the Bible Book Store, the Rest Home, and the Promotional Director's office would all benefit in this purchase.
 - B. Each board was required to contribute funds to this purchase.
 - C. The question involved the legality of redirecting funds raised for this purpose.
 - D. Attorney Gibbs gave the opinion that it is legally permissible for the state body to redirect these funds if they are used for ministry purposes by the state.
- II. Moderator Sonny Thomas stated the purposes for the meeting and explained the presence of the attorneys and then began the discussion:
 - A. The Proposed Budget for the Bible Book Store Ministry for 2016 was presented, explained, and discussed. M/S/C to receive as given.
 - B. Attorney David Gibbs answered a question raised by explaining that the North Carolina Association of Free Will Baptists would be held liable for debts or defaults incurred by the

Bible Book Store.

- C. Concerning the long term projection of ministry and finances the Bible Book Store Board recognizes that at some future point the Book Store will likely be forced to close.
- D. The Articles of Incorporation adopted in 1975 by the Bible Book Store Board reveal a confusing relationship to the state body:
 - 1. They do not mention any relationship with the North Carolina Association of Free Will Baptists.
 - 2. The Executive Board asked the Bible Book Store Board to work with Attorneys Gibbs and Baker to correct these Articles of Incorporation to bring them under the authority of the North Carolina Association of Free Will Baptists. The Bible Book Store Board members agreed to this request.
- E. After joint discussion it was determined to elect David Thompson to fill Larry Haggard's unexpired position on the Bible Book Store Board. M/S/C

This meeting was adjourned with prayer.

Executive Board Meeting – continued following the joint meeting with just Executive Board Members present:

- A. Promotional Director Billy Keith announced that he has agreed to be voted on as the next pastor at Prospect FWB Church, Dunn.
- B. The Report from the Mission Board was given - M/S/C to accept as given.

The meeting was adjourned with prayer.

MINUTES OF EXECUTIVE BOARD MEETING
Immanuel FWB Church, Durham, NC
Tuesday, November 9, 2015

Executive Board Members Present:

Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Clerk Jim Turnbough, Treasurer Nate Ange, Member(s)-at-Large Jason Hurt, Gerald Fowler, Jeff Jones, and Promotional Director Billy Keith.

The Moderator called the meeting to order. Prayer was led by Jason Hurt. The Moderator brought a devotion from Acts 15:36-41. He explained that the primary purpose for the meeting was the resignation of Billy Keith as Promotional Director and the beginning of efforts to find his replacement.

- A. Assistant Moderator Todd Parrish gave 4 guidelines for this meeting and the process of selecting a new Promotional Director:
 - 1. Look at the position itself.
 - 2. Procedure to be used – will resumes be asked for? What steps will be taken?
 - 3. How will we promote or advertise this need and our steps in filling it?
 - 4. Prayer – concentrated and earnest.
- B. There was discussion of previous procedures used in selecting a Promotional Director.
- C. The position of Promotional Director:
 - 1. Billy Keith was asked to share his insights and suggestions for the next Promotional Director.
 - 2. Billy was asked to share "A Day in the Life of a Promotional Director".

3. There was discussion of historical differences that could potentially be faced by a new Promotional Director.
- D. The Board agreed on the following as essential characteristics of a Promotional Director:
1. Preaching ability.
 2. Pastoral ability.
 3. Ability to keep confidences – not a gossip.
 4. Ability to work with and love all areas of state ministry.
 5. Willing to promote all phases of state ministry.
 6. Ability to use social media and technology for the ministry.
 7. He must be financially sound in his personal life (credit check necessary – will be kept confidential).
 8. Willing to focus on young ministers and encourage them to serve in North Carolina. Visit college campuses, etc. to carry this forward.
 9. He must be even tempered.
 10. He must be qualified according to 2 Timothy 3.
- E. There was discussion of the men who have been contacted or have made contact with an Executive Board Member concerning the position of Promotional Director.
- F. There was discussion of the procedure to be used in securing candidates for the position:
1. Would the Executive Board wait on resumes or prayerfully seek the right man even if he has not submitted a resume?
 2. The consensus was to consider resumes but prayerfully seek the right man if it was felt there was someone worthy of consideration.
- G. The following were agreed upon as the next steps in the process of selecting a new Promotional Director:
1. The Board will begin to search for candidates within North Carolina.
 2. We will ask for resumes from 2 candidates who have not yet submitted this information.
 3. The Board will ask to meet with 3 candidates on Tuesday, December 15, 2015.
 - a. The meetings will be scheduled at 9 AM, 11 AM, and 2 PM.
 - b. There will be time for a 1 hour interview of each candidate and then a 1 hour buffer.
 4. The candidates will be notified of the meeting arrangements and the current salary situation.
 5. If the Board proceeds with a candidate beyond the first interview the candidate will be asked for:
 - a. a liabilities and assets statement
 - b. a credit report
 - c. a criminal background check
- H. The meeting on December 15 will be held at Immanuel FWB Church, Durham.

The meeting was closed with prayer.

MINUTES OF EXECUTIVE BOARD MEETING
Immanuel FWB Church, Durham, NC
Tuesday, December 15, 2015, 9 AM

Executive Board Members Present:

Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Clerk Jim Turnbough, Treasurer Nate Ange, Member(s)-at-Large Jason Hurt, Gerald Fowler, and Jeff Jones.

The Moderator called the meeting to order and asked for prayer. He reported that one of the three chosen to be interviewed had removed his name from consideration for Promotional Director. Sonny discussed the format of today's meetings with the two candidates. Our questions and discussion would follow the questions developed by our Moderator based on the Executive Board's previous meeting and items agreed upon as important for a candidate.

Questions for Candidates:

1. Could you relate to the Executive Board your personal testimony of God's call on your life to preach?
 - a. What steps have you taken to cultivate your gifts to be more effective in your call?
 - b. How does your approach to preaching allow you to minister across all lines of diversity within our state?
2. Realizing the qualifications of a bishop, as laid out in 1 Timothy 3, and understanding the public role of the state's Promotional Director, is there any cause for concern that needs to be taken into consideration as we move forward?
 - a. Do you possess a testimony that is above reproach (blameless)? From former or current church relationships? From the outside world?
 - b. Is your house in order? Is your wife fully supportive of your ministry and of your consideration for this position?
 - c. Have you been known to be rash or impulsive in your judgment, intentionally controversial, or unnecessarily harsh? Are you on social media? What do your online posts say about your character?
 - d. What do you believe is God's purpose for your finances? Are there any outstanding debts, charge-offs, repossessions, etc.? Do you gamble via lottery, casinos, raffles, etc.?
 - e. Can you be trusted in matters which need to be held in confidence?
 - f. Are there any physical or psychological issues that could keep you from executing the duties of this office?
3. Do you possess a sincere love and deep concern for the ministries, churches, pastors, and people of this state association?
 - a. How will you seek to keep this state connected?
 - b. How can you promote impartially the total program of work devised by all state boards?
 - d. In what ways can you incorporate the work of national entities to compliment and enrich the outreach of the Promotional Office?
4. What is your vision for the Promotional Office?
 - a. In what ways do you think the work of the Promotional Office can be more effective?
 - b. Do you have the ability to utilize today's technology to enhance the work of the Promotional Office?
5. The relationship between the Promotional Director and the state Executive Board differs from that of a Pastor and church deacon board. Can you accept your role as an employee and agree to follow the direction provided by the Executive Board?

I. The Interview with the first candidate began about 9:15 AM and continued until about 10:45

AM. He answered the questions and shared his vision for the Promotional Director's Ministry. Meeting closed with prayer.

There was a brief recess.

- II. The Interview with Reuben Cason began about 11 AM. Reuben answered the questions and shared his vision for the Promotional Director's Ministry. Meeting closed with prayer.

The Executive Board went to lunch and there discussed the morning's interviews. There was generally the sentiment that both men had given evidence of strengths and there were some lingering concerns about both candidates. The Board agreed to give the matter much prayer and thought and reconvene in one week with a conference call.

**NC Executive Board Meeting
Video Conference on Oovoo
December 22, 2015 10:30 AM**

Executive Board Members Participating:

Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Clerk Jim Turnbough, Treasurer Nate Ange, Member(s)-at-Large Gerald Fowler and Jeff Jones. Jason Hurt was unable to participate.

Moderator Sonny Thomas called the meeting to order and invited discussion concerning the two candidates and the board member's opinions following time for prayer and reflection. In the discussion the board determined it best to deal with one candidate from these two and before considering other possible candidates. The members were polled and determined to invite Reuben Cason for a second interview. This would be held as an Oovoo video conference call. The Moderator encouraged continued prayer for the matter.

**NC Executive Board Meeting
Video Conference on Oovoo
January 7, 2016 10:30 AM**

Executive Board Members Participating:

Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Clerk Jim Turnbough, Treasurer Nate Ange, Member(s)-at-Large Gerald Fowler and Jeff Jones. Jason Hurt was unable to participate. Reuben Cason was also participating via video conference.

- A. The Moderator shared the areas of the Executive Board's concerns being
1. Reuben's health.
 2. His vision for the ministry.
 3. His potential longevity in the office.

Reuben responded to these concerns and there was discussion by board members. Other questions were addressed and answered.

- B. Reuben was dismissed from the meeting. The Moderator then closed the meeting with Executive Board members by requesting their continued prayer. He will contact board members soon with the purpose of making a decision on Reuben Cason as Promotional Director.

**NC Executive Board Meeting
Video Conference on Oovoo
January 8, 10:00 AM**

Executive Board Members Participating:

Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Clerk Jim Turnbough, Treasurer Nate Ange, Member(s)-at-Large Jason Hurt, Gerald Fowler and Jeff Jones.

Moderator Sonny Thomas opened the meeting and reviewed the previous meeting. He asked if members were prepared to make a decision on Reuben Cason as Promotional Director. When the consensus was to move forward he polled each board member for their comments and vote. The vote was 6-1 in favor of extending the invitation to Reuben Cason to become the next Promotional Director.

There was discussion of Reuben's anticipated acceptance of the position and the manner of going forward. The Moderator stated that he would personally call the other candidate to tell him of the board's decision. This will be done as closely as possible to Reuben's announcement to his church. Public announcement will follow this. The Clerk was directed to write letters to candidates outside North Carolina informing them of the Executive Board's action and the new Promotional Director. The meeting was dismissed.

Subsequent Communications via Email and Text Message:

1. Sonny Thomas informed the Executive Board that Reuben Cason had accepted the position. He will determine the time to announce this to his church after discussion with his wife and deacons.
2. Sonny Thomas informed the Executive Board that Reuben Cason will announce his resignation as pastor of White Oak Hill Free Will Baptist Church on Sunday evening, January 10. He will serve 30 days with the church before assuming his duties as Promotional Director in early February.
3. Sonny Thomas informed the Executive Board that he had spoken with the other candidate by telephone just before his evening service. He accepted the Executive Board's decision graciously and pledged his support of Reuben and the state ministries.

**North Carolina Free Will Baptist Association Executive Board Meeting
Homewood Suites
March 21, 2016 7:00 PM**

Present: Moderator Sonny Thomas, Assistant Moderator Todd Parrish, Treasurer Nate Ange, Members-at-large: Jeff Jones, Jason Hurt, Gerald Fowler (acting clerk) and Promotion Director Rueben Cason. Clerk Jim Turnbough was absent.

Moderator Thomas called the meeting to order and asked Nate Ange to lead in prayer.

Assistant Moderator Todd Parrish brought a devotion from 2 Kings 13:14-18.

Moderator Thomas recognized Gerald Fowler, acting clerk, to read the minutes from the previous six meetings and related emails and texts.

Minutes were read from September 21, 2015, November 9, 2015, December 15, 2015, December 22, 2015, January 7, 2016, and January 8, 2016. Corrections were made as noted on the minutes. The subsequent email and text messages were read and corrected.

M/S/C to receive the minutes with corrections.

Moderator Thomas recognized Nate Ange to give the treasurer's report. He reported that:

- A. The Money Market Trust with the Free Will Baptist Foundation had a balance as of 12/31/2015 of \$62,884.54
- B. The Money Market Trust with Free Will Baptist Foundation (loan to Freedom FWB Church) had a balance as of 12/31/2016 of \$208,193.84.
- C. As of 12/31/2015 Freedom Free Will Baptist, owed \$74,760.45.
- D. He reported that the Business Money Rate Savings Account has a balance as of 12/31/2015 of \$2,454.08.

M/S/C to receive report as given.

Moderator Thomas recognized Promotional Director Reuben Cason to give the Director's report.

- A. He showed the Board his new slide show that was received with enthusiastic approval.
- B. He gave a financial report that included:
 - 1. Former Director Billy Keith's financial report for 2015.
 - 2. The report for 2016 since the time Reuben assumed the position.
 - 3. Reuben presented a check for the North Carolina Association of Free Will Baptists from the National Executive department in the amount of \$11,986.16

He was instructed to get more information about the expenses for last year's annual meeting.

M/S/C to receive the Director's report.

It was moved to purchase for the Promotional Director's office a computer (\$200), a Quicken software program, a Presenter remote, and a Video Screen for an estimated cost of \$600 and for the money to come from the Business Money Rate Savings Account.

M/S/C

It was moved to disperse the check from the National Executive Department as follows:

- A. \$10,000 to the Business Money Rate Savings Account
- B. To give the North Carolina Free Will Baptist Youth Board \$1,986.16.

M/S/C

Moderator Thomas shared the following information:

1. North Carolina's status in giving to National Ministries: number one in giving to Home Missions and International Missions, and number two in giving to Welch College.
2. A letter from Book Store Manager Paul Perreault, via Nate Ange, to the Executive Board.
3. Information from Ron Hunter about Sunday School Curriculum accounts.
4. A request from former Director Billy Keith.

M/S/C to give at annual meeting Brother Billy Keith a check for \$750.00 and his wife, Sheila, a check for \$250 for a total of \$1,000.00 in honor of their eight years of service to our state.

Updates were given concerning our upcoming annual meeting:

1. An update on the music for the annual meeting was given by Todd Parrish.
2. The promotional director is going to meet with Tonya Miller tomorrow to go over the details for our annual meeting to be held in June at Embassy Suites.
3. The moderator shared a graphic of the theme for the annual meeting.
4. Confirmation was received that Dr. Mark Harris would be able to speak at the luncheon on "Perilous Times".

After service seminars to be offered Monday evening from 8:45 - 9:30:

1. Matt Pinson, Welch College: Masters Program
 2. Clint Morgan, International Missions, (assisting will be Darren Walker and Danny Gasperson): Short Term Missions Trips
 3. Carolyn Reddick, President NC Women Active for Christ: Dealing with the Pressures of being a Pastor's Wife
- Option: Danny Bair and Jeff Manning: Advise for Young Pastors

The moderator shared information from Ron Hunter and Randall House Publishing about ordering literature from them for our state in case the Book Store did close. Everyone agreed that a seamless transition would be important.

Recessed 11:45 pm

Tuesday, March 22, 2016 – The Executive Board reconvened 9:45 am

1. M/S/C to adopt the Promotional Department 2017 Budget
2. M/S/C to give Ruben permission to adjust the compensation portion to fit his personal budget if he needs to.
3. M/S/C to give Billy Keith \$1,000 out of the general fund for his retirement account. (Moderator Thomas is to notify Billy today about this decision.
4. M/S/C to select Bobby Aycock and Harold Holcombe as backup speakers.
5. M/S/C to adopt statement {see Re: Bible Bookstore, Inc. (Durham, NC) and Articles of Incorporation} concerning receiving the Book Store report on the floor at the annual meeting.

ALL BOARDS MEETING CONVENED AT 10:00 AM

Moderator Sonny Thomas asked Brian Bird to open in prayer.

Moderator Sonny Thomas brought a message from Mark 9:30-40: Human Nature Craves to be First.

The moderator shared a thank you from Paul and Elizabeth Perreault for the money given through the benevolent fund in memory of her father Rev. James Stancill.

The moderator shared North Carolina's position in giving to National Ministries.

Bible Book Store

- A. The moderator recognized Bible Book Store Board Chairman Henry Potter to give the Book Store report. Present from the Book Store Board were Henry Potter, Mike McCauley, and David Young. David Thompson and Milton Worthington was absent.
- B. Chairman Potter presented a written report from their March 1, 2016 meeting. The Bible Book Store Board announced it will close the Bible Book Store at the end of May, 2016, and Paul will stay employed by the board until the end of June, 2016, to liquidate the assets.
- C. Paul Perreault was recognized by Henry Potter to present a letter to the Executive Committee and speak concerning the Book Store.

M/S/C to accept the Bible Book Store Board report:

- A. Point six of the report be changed to read, "We the Board as of yet have not looked for a replacement, due to contributing factors as agreed on by the board."
- B. To support the Bible Book Store Board's decision to close the Bible Book Store.

Home Mission Board

David Robinson was recognized to give the Home Missions Board report:

- A. Chairman Robinson presented a written report with comments.
- B. He noted there were errors in the written report but that these would be corrected before they were submitted for the Digest of Reports.
- C. They have a proposed budget for 2017 but he didn't have a copy of it.

M/S/C to receive the report, the financial report, and the proposed budget for 2017.

Youth Board

There was not a member of the Youth Board present but a written report and budget had been sent to the moderator.

M/S/C to receive the Youth Board's written report.

Board of Care

- A. No one from the Board of Care was present but a written report had been sent. There were questions about the written report.
- B. M/S/C not to receive the report due to several unanswered reservations about the report by Executive Board members.
- C. M/S/C to ask the Board of Care to review the reservations in the next thirty days and to respond to them by the annual meeting.

M/S/C to adjourn. 1:15 pm

April 26, 2016

The Executive Board received this legal opinion from Attorneys Gibbs and Baker:

"Attorney Gibbs wanted me to reach out to you about the Bible Bookstore. Currently, under the way the articles of incorporation are written the Bookstore could dissolve without the vote of the annual convention. However the current board has agreed to have the state association vote on dissolution."

The following statement was adopted by the Executive Board on March 22, 2016 concerning the Bible Bookstore Board:

**The North Carolina Association of Free Will Baptists
Executive Board
March 21, 2016**

RESOLUTION

Re: Bible Bookstore, Inc. - Durham, NC

WHEREAS, the Executive Board of the North Carolina Association of Free Will Baptists, the Bible Bookstore Inc. Board, and Attorney David Gibbs III and Attorney Eric Baker met on Tuesday, September 22, 2015, in Greensboro, NC, and,

WHEREAS, Attorney Gibbs shared with both Boards "the Articles of Incorporation adopted in 1975, by the Bible Book Store Board reveal a confusing relationship to the state body. They do not mention any relationship with the North Carolina Association of Free Will Baptists." And "the Executive Board asked the Bible Bookstore Board to correct these Articles of Incorporation to bring them under the authority of the North Carolina Association of Free Will Baptists." And "the Bible Bookstore Board members agreed to this request." (Minutes of the Executive Board, NC Association of Free Will Baptists, Section D, #1, #2, page 3, and,

WHEREAS, to date, no work has been reported to the Executive Board of the North Carolina Association of Free Will Baptists that this agreement has been honored and the Articles of Incorporation have been updated to reflect the directives of Attorneys Gibbs and Baker and agreed to by the Bible Bookstore Board, therefore,

BE IT RESOLVED, that it is the position of the Executive Board of the North Carolina Association of Free Will Baptists that the Bible Bookstore Inc. is not a ministry of the North Carolina Association of Free Will Baptists and therefore has no legal standing before the Association, and,

BE IT FURTHER RESOLVED, that the Executive Board of the North Carolina Association of Free Will Baptists will receive any report given by the Bible Bookstore Board as "information" only, and,

BE IT FURTHER RESOLVED that the Executive Board of the North Carolina Association of Free Will Baptists will show in its minutes and report to the North Carolina State Association Annual Meeting June 6-7, 2016, the aforementioned events and decisions of both Boards, and,

BE IT FURTHER RESOLVED that any report given to the North Carolina Association of Free Will Baptists by the Bible Bookstore Board at the Association's Annual Meeting June 6-7, 2016, will be received by the Body as "information" and any motion for the Body to vote on matters related to the Bible Bookstore, Inc., will be deemed "out of order", since the Bible Bookstore Inc. is an independent organization.

The Executive Board of the North Carolina Association of Free Will Baptists

Rev. Sonny Thomas, Moderator

Members-at-Large

Rev. Todd Parrish, Assistant Moderator

Rev. Gerald Fowler

Rev. Jim Turnbough, Clerk
Rev. Nate Ange, Treasurer

Rev. Jason Hurt
Rev. Jeff Jones

April 29-30, 2016

EMAIL REPORTS AND PROPOSED BUDGET FROM THE BOARD OF CARE were received and reviewed. The Executive Board voted to approve the report and recommend the budget to the body for adoption.

NC Association of Free Will Baptists

TREASURER'S REPORT

January to December 2015

Money Market Trust - FWB Foundation

Beginning Balance - January 1, 2015	\$ 62,884.00
Add: Interest Earnings - FWB Foundation	846.18
Interest Earnings - FWB Foundation	860.36
Less: Interest transfer to promotional office	(860.00) *
Interest transfer to promotional office	(846.00)
Ending Balance - December 31, 2015	<u>\$ 62,884.54</u>

Money Market Trust - FWB Foundation - Freedom Loan

Beginning Balance - January 1, 2015	\$ 167,610.28
Add: Payments received from Freedom Church	40,000.00
Interest Earnings - FWB Foundation	2,610.28
Interest Earnings - FWB Foundation	2,865.56
Less: Interest transfer to promotional office	(4,892.28)
Ending Balance - December 31, 2015	<u>\$ 208,193.84</u>

	Original Loan	Payments	Principal	Interest	Remaining Balance as of 12/31/15
Freedom Loan **	\$ 250,000.00	\$ 205,151.75	\$ 175,239.55	\$ 29,912.20	\$ 74,760.45

* This amount reflects interest earned in 2014 and paid in 2015

**Freedom loan amounts are reflected for the entire loan history.

■ BUSINESS MONEY RATE SAVINGS 0005212923585

Account summary

Your previous balance as of 12/31/2015	\$2,354.02
Checks	- 0.00
Other withdrawals, debits and service charges	- 0.00
Deposits, credits and interest	+ 100.06
Your new balance as of 01/29/2016	= \$2,454.08

Interest summary

Interest paid this statement period	\$0.06
2015 interest paid year-to-date	\$0.76
Interest rate	0.03%
Annual percentage yield (APY) earned	0.03%

Deposits, credits and interest

DATE	DESCRIPTION	AMOUNT(\$)
01/15	DEPOSIT	100.00
01/29	EFFECTIVE DATE 1-31-16 INTEREST PAYMENT	0.06
Total deposits, credits and interest		= \$100.06

NC Association of Free Will Baptists

TREASURER'S REPORT

January - Dec, 2015

Money Market Trust - FWB Foundation

Beginning Balance - January 1, 2015	\$ 62,884.00	
Add: Interest Earnings	846.18	
Interest Earnings	860.36	
Less: Interest transfer to promotional office	(860.00)	
Interest transfer to promotional office	(846.00)	
Ending Balance - December 31, 2015		<u>\$ 62,884.54</u>

Money Market Trust - FWB Foundation - Freedom Loan

	Beginning Balance - January 1, 2015	\$ 167,610.28	
26-Jan	Add: Loan payment received from Freedom	18,000.00	
23-Feb	Loan payment received from Freedom	2,000.00	
16-Mar	Loan payment received from Freedom	2,000.00	
14-Apr	Loan payment received from Freedom	2,000.00	
5-Jun	Loan payment received from Freedom	4,000.00	
30-Jun	Interest Earnings	2,610.28	
7-Jul	Loan payment received from Freedom	2,000.00	
17-Aug	Loan payment received from Freedom	2,000.00	
18-Sep	Loan payment received from Freedom	2,000.00	
18-Oct	Loan payment received from Freedom	2,000.00	
18-Nov	Loan payment received from Freedom	2,000.00	
18-Dec	Loan payment received from Freedom	2,000.00	
31-Dec	Interest Earnings	2,865.56	
6-Jan	Less: Interest transfer to promotional office	(2,282.00)	
7-Jul	Interest transfer to promotional office	(2,610.28)	
	Ending Balance - December 31, 2015		<u>\$ 208,193.84</u>

North Carolina Funds Free Will Baptist Foundation

For the Period January 1, 2015 through December 31, 2015

	Beginning Balance	Deposits	Earnings	Withdrawals / Disbursements	Ending Balance
40402 General Fund Trust Account	\$ 62,884.00	\$ -	\$ 1,706.54	\$ (1,706.00)	\$ 62,884.54
40616 Freedom Trust Account	\$ 167,610.28	\$ 40,000.00	\$ 5,475.84	\$ (4,892.28)	\$ 208,193.84
40676 Convention Fund Trust Account	\$ -	\$ -	\$ -	\$ -	\$ -
					Remaining Balance as of 12/31/2015
Ending Balance - August 31, 2015	Original Loan	Payments	Principal	Interest	
Freedom Loan *	\$ 250,000.00	\$ 205,151.75	\$ 175,239.55	\$ 29,912.20	\$ 74,760.45

*Freedom loan amounts are reflected for the entire loan history.



NORTH CAROLINA ASSOCIATION OF FREE WILL BAPTISTS

Promotional Office

The year 2015 started off like most years in the Promotional Office. January was spent booking services and putting association meetings on the calendar so I could travel "smart". God blessed and my travel schedule filled pretty fast. Then it was time to work with the Executive Committee planning the State Meeting. Little did I know God would change my plans completely before the end of the year.

I cannot put into words what a joy it was to serve North Carolina Free Will Baptists for nine years as your Promotional Director/Associational Minister. There were times when the funds got low and there were times when emotions were strained. But God and the friends of North Carolina brought us through it all. I also cannot say THANK YOU enough. You were there for me when cancer was diagnosed and you supported the changes that came when we moved to the Hotel for our State Meeting.

My prayer is that God will continue to use us as we serve Him in our field: North Carolina. I will be praying for you and I am confident you will be praying for me.

Bro. Billy

Terry and I are excited about serving our State Association as the new Promotional Director. We are thankful for the Lord leading us to serve in this capacity. We have already received a warm welcome from our Brothers and Sisters across the State. We are grateful for the Executive Board praying with us as we sought the Lord's will for our lives and as they prayed about the Lord's will for our State Association. We are very thankful for Brother Billy and Sister Sheila for their faithful and dedicated service to our State and pray the Lord's blessings upon them as they re-enter the pastorate.

Pray for us as we travel and promote NCFWB. Be patient with us. This period of transition and adjustment will take some time. Thank you for the generous support you continue to give to this office.

I'm looking forward to serving you!

Bro. Reuben

Reuben Cason
Promotional Director
8902 Stone Heritage Rd.
Middlesex, NC 27557
252-230-4430
promodirector@ncfwb.org
www.ncfwb.org

NC FWB Promotional Office Income 2015

Blue Ridge

Calvary, Glendale Springs	\$1,332.00
Cedar Hill, Asheville	\$674.00
First, Marion	\$757.00
Homer's Chapel, Black Mountain	\$500.00
Meadowbrook, Black Mountain	\$2,423.25
Rocky Pass, Nebo	\$1,925.00
Swannanoa, Swannanoa	\$600.00
Zephyr Hills, Asheville	\$500.00
Total	\$8,711.25

Coastal

Angola, Maple Hill	\$150.00
Calvary, Maple Hill	\$560.00
Davis, Davis	\$400.00
Faith, Maysville	\$14.00
First, Beaufort	\$250.00
First, Jacksonville	\$200.00
First, Morehead City	\$1,002.00
First, Richlands	\$1,300.00
Freedom Way, Hubert	\$600.00
Sherwood Forest, New Bern	\$170.00
Stacy, Stacy	\$200.00
Association	\$300.00
Total	\$5,146.00

Foothills

Harriett Memorial, Forest City	\$1,095.52
Salem, Old Fort	\$1,480.00
West 5th Avenue, Gastonia	\$395.00
Total	\$2,970.52

Palmer

Cedar Chapel, Greenville	\$200.00
Emmanuel, Sharpsburg	\$281.00
Faith, Goldsboro	\$200.00
Freedom, Roanoke Rapids	\$200.00
Liberty, Ayden	\$2,060.00
Maccripine, Macclesfield	\$1,613.00
Maranatha, Greenville	\$457.57
Mt. Calvary, Hookerton	\$450.00
New Freedom, Turkey	\$650.00
Oak Grove, Elm City	\$155.60
Parker's Chapel, Greenville	\$2,000.00
Peace, Wilson	\$500.00
St. John, Goldsboro	\$200.00
Trinity, La Grange	\$350.00
Unity, Greenville	\$1,200.00
Unity, Greenville WAC	\$222.00
Wildwood, Wilson (to NC Missions)	\$825.00
Association	\$510.00
Total	<hr/> \$12,074.17

Pamlico

Ahoskie, Ahoskie	\$600.00
Ahoskie, Ahoskie (State Missions)	\$60.00
Ephesus, Blounts Creek WAC	\$482.00
First, Washington	\$595.00
Five Points, Washington	\$750.00
Mt. Olive, Plymouth	\$250.00
Peace Chapel, Washington	\$500.00
Total	<hr/> \$3,237.00

Piedmont

Arrington Heights, Lexington	\$100.00
Christian Life, Thomasville	\$696.00
East Belmont, Belmont	\$600.00
Madison Heights, Lexington	\$200.00
Mt. Carmel, Lexington	\$1,850.48
Prince of Peace, Kannapolis	\$360.00
Prince of Peace, Kannapolis (to NC Missions)	\$240.00
Southside, Ellerbe	\$402.42
Total	<hr/> \$4,448.90

Randall

Calvary, Durham	\$347.00
Corinth, Dunn	\$932.00
Faith, Rockingham	\$1,000.00
Fellowship, Micro	\$413.00
Fellowship WAC, Micro	\$40.00
Friendship, Coats	\$100.00
Garner, Garner	\$4,560.00
Garner WAC, Garner	\$270.00
Haven, Raleigh	\$600.00
Hilltop, Fuquay-Varina	\$550.00
Immanuel, Durham	\$3,653.20
Oak Grove, Durham	\$1,091.00
Oak Grove Fellowship SS Class, Durham	\$716.00
Prospect, Dunn	\$3,675.00
Prospect, Dunn WAC	\$200.00
Smithfield, Smithfield	\$150.00
Tippett's Chapel, Clayton	\$3,118.70
Tippett's Chapel Awanas, Clayton	\$16.00
Victory, Goldsboro	\$80.00
West Calvary, Smithfield	\$1,500.00
White Oak Hill, Bailey	\$1,405.00
Association	\$110.00
Total	\$24,526.90

Southern Piedmont Association

Ben Avenue, Kannapolis	\$571.00
Cramerton, Cramerton	\$375.00
First, Mt. Holly	\$2,972.00
Highland Drive, Lincolnton	\$1,674.00
Stanley, Stanley	\$100.00
Association	\$100.00
Total	\$5,792.00

Other Income

Mr. & Mrs. Donald West	\$3,000.00
State Meeting Luncheon	\$1,250.00
Minister's Retreat	\$1,135.00
Mr. & Mrs. Lynn Silver	\$700.00
State Meeting Exhibits	\$550.00
Refunds	\$476.37
State Meeting Offering	\$438.00
Rev. Walt Golding	\$350.00
Mrs. Laura Parrish	\$256.00
Rev. & Mrs. Edwin Hill	\$255.00
NC WAC	\$284.00
Book Sales	\$230.00
Rev. & Mrs. Virgil Nolen	\$200.00
Mrs. Nancy Mitchum	\$188.00
Rev. & Mrs. Gerald Fowler	\$175.95
Rev. & Mrs. Jim Turnbough	\$160.00
Rev. & Mrs. Sonny Thomas	\$154.80
Mrs. Rochelle Whitehead	\$115.00
Rev. & Mrs. Ray Smith	\$100.00
Rev. & Mrs. Richard Patterson	\$100.00
Mrs. Linda Stepps	\$71.00
Mr. Mark Hunsucker	\$60.00
Mr. & Mrs. Ralph Howell	\$56.00
Locust Gap FWB Church, Tennessee	\$50.00
Rev. & Mrs. Daniel Baer	\$25.00
Mrs. Linda Simons	\$22.00
Mr. & Mrs. Fred Anderson	\$21.00
Mrs. Betty Roten	\$21.00
Mrs. Barbara Hansen	\$20.00
Mr. Dan McRoy	\$18.00
Mrs. Jan Hurt	\$13.00
Total	\$10,495.12

Income-Church Dues

Association Dues	\$400.00
State Associaton Expense	\$2,200.00
Church Dues	\$5,845.00
National Dues	\$25,200.00
Total	\$33,645.00

Grand Total Income

\$111,046.86

NC FWB Promotional Office Expenses

January - December 2015

		Amount Budgeted	Amount Spent
Office	Telephone	\$2,800.00	\$2,182.79
	Supplies	\$700.00	\$139.47
	Postage	\$500.00	\$366.85
	Total	<u>\$4,000.00</u>	<u>\$2,689.11</u>
Travel	Gas	\$2,200.00	\$2,477.14
	Auto Maintenance	\$800.00	\$581.29
	Auto Insurance	\$900.00	\$1,077.49
	Motels/Meals	\$3,300.00	\$3,576.71
	National Association	\$2,000.00	\$1,297.82
	Conferences	\$800.00	\$558.80
	Total	<u>\$10,000.00</u>	<u>\$9,569.25</u>
Compensation	Housing	\$20,000.00	\$20,000.00
	Salary	\$17,700.00	\$19,955.89
	Taxes & Social Security	\$8,700.00	\$8,700.00
	Medical Insurance	\$5,500.00	\$2,800.00
	Retirement	\$2,740.00	\$2,740.00
	Life Insurance	\$360.00	\$360.00
	Total	<u>\$55,000.00</u>	<u>\$54,555.89</u>
Miscellaneous	Executive Board Expenses	\$1,400.00	\$3,046.83
	State Meeting Expenses	\$2,000.00	\$1,674.70
	Clerk Honorarium	\$300.00	\$300.00
	Miscellaneous Expenses	\$800.00	\$1,221.69
	Total	<u>\$4,500.00</u>	<u>\$6,243.22</u>
	Totals	\$73,500.00	\$73,057.47
Non-budgeted Expenses	National Dues		\$25,200.00
	NC State Missions		\$1,125.00
	Ministers Retreat		\$944.71
	State Meeting Rental		\$5,806.13
			<u>\$33,075.84</u>
	Grand Total of Expenses		\$106,133.31

NC FWB Promotional Office

CHECKING ACCOUNT

January 1, 2015 - December 31, 2015

Balance Forward	\$200.30
Total Income	<u>\$111,046.86</u>
	\$111,247.16
Total Expenses	<u>\$106,133.31</u>
Ending Balance	\$5,113.85

NC FWB Promotional Office

Savings Account

January 1, 2015 - December 31, 2015

Balance Forward	\$15,822.66
Total Deposits	<u>\$20,887.30</u>
	\$36,709.96
Total Expenses	<u>\$28,347.23</u>
Ending Balance	\$8,362.73

SAVINGS INCOME

FWB Foundation Interest	\$6,598.28
RHP Book Sales	\$2,235.50
Benevolence Fund Contributions	\$12,050.00
Savings Interest	<u>\$3.52</u>
Total	\$20,887.30

SAVINGS EXPENSES

Auto Purchase	\$13,000.00
RHP Book Purchases	\$3,227.55
Benevolence Fund Checks	\$12,000.00
Bank Charges	<u>\$119.68</u>
Total	\$28,347.23

NC FWB PROMOTIONAL OFFICE PROPOSED BUDGET

JANUARY - DECEMBER 2017

Office Operation's Budget

INCOME

State Representation Fees	\$5,915.00	
Promotional Income	<u>\$73,335.00</u>	
TOTAL INCOME		\$79,250.00

EXPENSES

OFFICE

Telephone	\$2,500.00	
Supplies	\$700.00	
Postage	\$500.00	
Total		\$3,700.00

TRAVEL

Gas	\$2,500.00	
Auto Maintenance	\$1,000.00	
Auto Insurance	\$800.00	
Motels/Meals	\$3,000.00	
National Association	\$2,000.00	
Conferences	<u>\$1,200.00</u>	
Total		\$10,500.00

MISCELLANEOUS

Executive Board Expenses	\$2,000.00	
State Meeting Expenses	\$1,700.00	
Clerk Honorarium	\$350.00	
Miscellaneous Expenses	<u>\$1,000.00</u>	
Total		\$5,050.00

Director's Compensation Budget

DIRECTOR'S COMPENSATION

Housing	\$17,000.00	
Salary	\$29,565.00	
Taxes & SS	\$7,400.00	
Retirement	\$5,000.00	
Life Insurance	<u>\$1,035.00</u>	
Total		\$60,000.00

Total Expenses		\$79,250.00
-----------------------	--	--------------------

North Carolina Association of Free Will Baptists

Minister's Benevolent Fund Membership

Carolyn Barnes	Rubena Dobbs	John Maness	Ann Reynolds
Richard Barnes	Angie Duncan	Niki Maness	Ted Reynolds
Faye Barnes	Jeff Duncan	Jim Marcum	Carolyn Sealy
Debbie Branch	Freeman Edwards	Vicki Marcum	William Sealy
Sherman Branch	Glenda Fulcher	Anita Messer	Betty Shepherd
Eunice Bell	Barbara Haas	Howard Messer	Jeff Silver
Willie Bell	Joe Haas, Sr.	James Messer	Traci Silver
A.B. Brown	Eugene Hales	Juanita Messer	Leon Simmons
Barbara Brown	Rose Hales	James Messer, Sr.	Mary Simmons
Beverly Brown	Bernice Hanna	Marie Messer	Troy Smith
Gary Brown	Earl Hanna	Harry Mintz	Bobbi Smith
Talmdage Brown	Eleanor Hart	Elsie Morgan	Linda Stepps
Velma Brown	Gordon Hart	Pat Nolen	Lorenzo Stox
Ruth Bumgarner	Fred Hersey	Virgil Nolen	Ann Summerlin
Etta Butler	Betty Hill	Rudolph Outlaw	Willie Summerlin
William Calvert	Edwin Hill	Chuck Overcash	Patricia Taylor
Frank Cantrell	Elizabeth Hollifield	Mary Overcash	Cathy Travis
Marie Cantrell	Jason Hurt	Guy Owens	Robert Travis
Fred Carraway	Lynn Hurt	Sterl Parramore	Roger Tripp
Joan Carraway	Lynn Jacobs	Todd Parrish	Sybil Tripp
Marvin Carson	Ricky Jacobs	Merinda Parrish	Jim Turnbough
Shirley Carson	Billy Keith	Dann Patrick	Julie Turnbough
Mance Cason	Sheila Keith	Johnny Pike	Betty Wiggs
Reuben Cason	Bill Kellum	Jessie Pittman	Dennis Wiggs
Pauline Cole	Christine Kellum	Howard Pittman	Joe Wallis
Ted Cole, Jr.	Janette Lambert	Gail Poteat	Nancy Wallis
Ted Cole, III	Ernest Laxton	Dale Pryor	Jack Ward
Myliisa Cole	Judy Laxton	Steve Pryor	Jackie Ward
L.D. Creech	George Lee	Jerry Rackley	David Young
Wayne Dills	Loretta Lilly	Rita Rackley	Deborah Young
Carol Dixon	Tom Lilly	Vic Redding	
James Dixon	Peggy Lindsey	Ann Redding	
Dean Dobbs	Leonard Lindsey	John Reed	

THE BIBLE BOOK STORE OF DURHAM, INC.

DURHAM, NORTH CAROLINA

FINANCIAL STATEMENTS

FOR THE YEARS ENDED
DECEMBER 31, 2015 AND 2014

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	3
Statements of Financial Position	5
Statements of Activities	6
Statements of Cash Flows	8
Notes to Financial Statements	9

PM&P

**PETWAY
MILLS &
PEARSON, PA**

CERTIFIED PUBLIC ACCOUNTANTS

C. Briggs Petway, Jr.
Phyllis M. Pearson

Zebulon Office
P.O. Box 1036
806 N. Arendell Ave.
Zebulon, NC 27597
919.269.7405
919.269.8728 Fax

www.pmpcpa.com

Memberships:

North Carolina
Association of
Certified Public
Accountants

American Institute
of Certified Public
Accountants

Medical Group
Management
Association

Independent Auditors' Report

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

Report on the Financial Statements

We have audited the accompanying statements of financial position of The Bible Book Store of Durham, Inc. (a nonprofit organization) as of December 31, 2015 and 2014, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Petway Mills & Pearson, PA
PETWAY MILLS & PEARSON, PA
Certified Public Accountants
Zebulon, North Carolina

March 18, 2016

THE BIBLE BOOK STORE OF DURHAM, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31,

	<u>2015</u>	<u>2014</u>
Assets		
Current assets:		
Cash	\$ 16,517	\$ 18,995
Accounts Receivable - Trade	11,585	15,837
Accounts Receivable - Other	-	-
Inventory	91,274	102,988
Total Current Assets	<u>119,376</u>	<u>137,820</u>
Property and Equipment:		
Furniture and Fixtures	6,150	6,150
Leasehold Improvements	14,178	14,178
Office Equipment	8,396	8,396
Total Property and Equipment	<u>28,724</u>	<u>28,724</u>
Less Accumulated Depreciation	<u>(27,903)</u>	<u>(27,679)</u>
Net Property and Equipment	<u>821</u>	<u>1,045</u>
 Total Assets	 <u><u>\$ 120,197</u></u>	 <u><u>\$ 138,865</u></u>
Current Liabilities:		
Accounts Payable - Trade	\$ 10,016	\$ 16,789
Gift Certificate Payable	573	294
Layaways Payable	236	-
Related Party Payable	-	-
Payroll Taxes Payable	2,441	1,839
Sales Taxes Payable	1,575	1,579
Accrued Liabilities	<u>-</u>	<u>-</u>
Total Current Liabilities	<u>14,841</u>	<u>20,501</u>
Total Liabilities	<u>14,841</u>	<u>20,501</u>
Unrestricted Net Assets:	<u>105,356</u>	<u>118,364</u>
Total Liabilities and Net Assets	<u><u>\$ 120,197</u></u>	<u><u>\$ 138,865</u></u>

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

THE BIBLE BOOK STORE OF DURHAM, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31,

	<u>2015</u>	<u>2014</u>
Unrestricted Net Assets		
Revenue		
Sales - Awards and Prizes	\$ 736	\$ 536
Sales - Bibles	29,324	29,995
Sales - Books	24,143	24,925
Sales - Greeting Cards	8,962	8,790
Sales - Church Supplies	63,603	61,211
Sales - Curriculum	82,359	81,613
Sales - Randall House	209,018	216,793
Sales - Miscellaneous Supplies	6,028	6,266
Sales - Music	2,674	5,508
Sales - Teaching Aids	3,779	3,472
Sales - VBS	8,495	8,059
Sales - Video	1,074	1,423
Sales - Imprinting	1,572	1,530
Sales - RHP Out of State	2,611	2,871
Sales - Freight	19,234	20,128
Sales Tax Refunds	-	383
Sales - Gifts	14,106	13,371
Less: Discounts	(2,753)	(3,049)
Less: Refunds	(4)	(301)
Total Sales	<u>474,961</u>	<u>483,524</u>
Returned Check Fees (Charges)	<u>(133)</u>	<u>-</u>
Total Revenue	474,828	483,524
Cost of Goods Sold		
Beginning Inventory	102,988	95,514
Purchases	293,399	315,027
Freight and Shipping	10,989	12,108
Total Available for Sale	<u>407,376</u>	<u>422,649</u>
Less Ending Inventory	<u>(91,274)</u>	<u>(102,988)</u>
Total Cost of Goods Sold	<u>316,102</u>	<u>319,661</u>
Gross Profit	<u>\$ 158,726</u>	<u>\$ 163,863</u>
Other Income		
Interest Income	-	-
Donations	700	-
Finance Charges Collected	243	177
Cash Over/Short	56	(37)
Total Other Income	<u>\$ 999</u>	<u>\$ 140</u>

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

THE BIBLE BOOK STORE OF DURHAM, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED DECEMBER 31,

	<u>2015</u>	<u>2014</u>
Program Service Expenses		
Salaries and Wages	\$ 88,144	\$ 76,344
Housing Allowance	6,480	4,920
Postage	3,250	2,216
Contracted Services	922	738
Office Supplies	2,194	2,976
Telephone and Internet Services	1,642	1,831
Accounting and Legal	5,356	5,224
Utilities	5,673	5,634
Insurance - Other	738	1,280
Insurance - Group Medical	-	10,445
Advertising	315	1,291
Interest Expense	-	39
Rent	31,947	27,431
Travel Allowance (Motel & Meals)	734	846
Automobile Mileage	527	724
Common Area Maintenance	5,836	5,544
Maintenance and Repairs	1,163	2,218
Retirement Expense	1,200	1,600
Payroll Taxes	7,328	6,885
Property Taxes	2,071	2,227
Licenses and Permits	100	-
Bank Card Service Charges	2,179	2,260
Dues and Subscriptions	165	131
Board Expenses	1,165	264
Contributions	-	1,000
Miscellaneous	339	4
Computer Software and Support	3,041	4,081
Depreciation Expense	224	643
Total Program Service Expenses	<u>172,733</u>	<u>168,796</u>
 Increase (decrease) in Unrestricted Net Assets	 (13,008)	 (4,793)
Net Assets - Beginning of year	118,364	123,157
Net Assets - End of year	<u><u>\$ 105,356</u></u>	<u><u>\$ 118,364</u></u>

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

THE BIBLE BOOK STORE OF DURHAM, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31

	<u>2015</u>	<u>2014</u>
Cash flow from operating activities:		
Cash Received from Customers	\$ 479,213	\$ 487,338
Cash from Miscellaneous Sources	887	140
Cash Paid for vendor related activities	(380,029)	(413,487)
Cash Paid for employment related activities	(102,549)	(87,597)
Net cash provided (used) by operating activities	<u>(2,478)</u>	<u>(13,606)</u>
Cash flow from investing activities:		
Purchase of Equipment	<u>-</u>	<u>(1,120)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(2,478)	(14,726)
Cash and Cash Equivalents - Beginning of Year	18,995	33,721
Cash and Cash Equivalents - End of Year	<u>\$ 16,517</u>	<u>\$ 18,995</u>
Reconciliation of Change in Net Assets to Net Cash Provided (Used) by Operating Activities		
Change in Net Assets	\$ (13,008)	\$ (4,793)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities		
Depreciation	224	643
(Increase) Decrease in Accounts Receivable - Trade	4,252	3,814
(Increase) Decrease in Inventory	11,714	(7,474)
Increase (Decrease) in Accounts Payable	(6,774)	(6,446)
Increase (Decrease) in Related Party Payable	-	(150)
Increase (Decrease) in Accrued Salaries	-	(512)
Increase (Decrease) in Gift Certificates	279	46
Increase (Decrease) in Layaways Payable	236	(121)
Increase (Decrease) in Payroll Taxes Payable	603	1,065
Increase (Decrease) in Sales Tax Payable	(4)	322
Total Adjustments	<u>10,530</u>	<u>(8,813)</u>
Net Cash Provided (Used) by Operations	<u>\$ (2,478)</u>	<u>\$ (13,606)</u>

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

THE BIBLE BOOK STORE OF DURHAM, INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2015 and 2014

Note 1 – Nature of Activities

The accompanying financial statements include the accounts of The Bible Book Store of Durham, Inc., (the Organization) a subordinate member organization of the North Carolina Association of Free Will Baptists. The primary function of the Organization is supplying Sunday School and other Christian literature to the Free Will Baptist Churches in the southeastern states. The Organization 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 Crossing in Durham, North Carolina.

Note 2 – Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Organization 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.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification, (ASC 958) Under ASC 958, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Bad Debts

Bad debts are written off using the direct write-off method. Receivables are determined uncollectible on an individual basis after all collection efforts have failed. Therefore, these financial statements do not include any allowance for doubtful accounts. The direct write-off method is not considered to be materially different from the allowance for doubtful accounts method as required by generally accepted accounting principles.

Contributions

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 statements of activities as net assets released from restriction. At this time, the Organization does not have any temporarily or permanently restricted net assets.

Estimates

The preparation of the financial statements in conformity with US 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.

**THE BIBLE BOOK STORE OF DURHAM, INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2015 and 2014**

Cash and Cash Equivalents

Cash and cash equivalents include all petty cash funds of the Organization and cash deposited with banks in the form of checking accounts, savings accounts, money market accounts and short-term certificates of deposits with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

Trade Accounts Receivable

Trade accounts receivable is recorded at the amount the Book Store expects to collect from customers on balances outstanding at year end.

Accounts Receivable Aging as of December 31,

	2015	2014
Current	\$ 4,819	\$ 4,209
30 days	1,782	5,485
60 days	2,655	3,175
90 days	2,329	2,968
	\$ 11,585	\$ 15,837

Inventory

Inventory consists of Bibles, Sunday School literature, supplies, cards, musical CD's, books and other Christian Literature and is valued at cost under the first-in, first-out method. Inventory is taken annually around December 28 of each year. Shipping and handling costs are included in the cost of sales.

Property and Equipment

Property and equipment 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. Property and equipment 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

Depreciation expense amounted to \$224 and \$643 for the years ending December 31, 2015 and 2014, respectively.

Advertising

The Organization expenses advertising expenses as they are incurred. Advertising expenses were \$315 and \$1,291 for the years ending December 31, 2015 and 2014, respectively.

THE BIBLE BOOK STORE OF DURHAM, INC.
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2015 and 2014

Note 3 – Lease of Building

The Organization has entered into an operating lease agreement for the store's premises that expires May 31, 2016 and obligates the Organization to pay \$13,415 in 2016. Rent expense amounted to \$31,947 and \$27,431 for the years ending December 31, 2015 and 2014, respectively.

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 Organization exempt from federal and State income taxes under Internal Revenue code Section 501(c)(3).

Effective January 1, 2010, the Organization implemented the new accounting requirements associated with uncertainty in income taxes using the provisions of FASB ASC 740, *Income Taxes*. Using that guidance, tax positions initially need to be recognized in the financial statements when it is more-likely-than-not the positions will be sustained upon examination by the tax authorities. It also provides guidance for de-recognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of the date of the independent auditors' report, the Organization has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements. Income tax returns from 2013 through 2015 are open for examination by tax authorities.

Note 5 – Concentrations

The Organization purchased approximately 53% and 54% of its inventory from one supplier during the years ended December 31, 2015 and 2014, respectively.

Approximately 62% and 62% of the Organization's total sales are comprised of curriculum sales to churches during the years ended December 31, 2015 and 2014, respectively.

The Organization's Sunday School curriculum sales are concentrated in the southeastern states and physical store sales to the general public are concentrated in the Durham, North Carolina area.

Note 6 – Subsequent Events

The Organization has evaluated subsequent events from the date of the balance sheets through the date the report is available to be issued which is the date of the independent auditors' report. The Organization has not evaluated subsequent events after that date. There were no subsequent events during this period that require disclosure.

Note 7 – Risk Management

The Organization is exposed to various risks of loss related to torts; thefts, damage to, and destruction of assets; errors and omissions; and natural disasters. During the years ended December 31, 2015, and 2014 the Organization carried insurance through various commercial carriers to cover all risks of losses. The Organization has had no settled claims resulting from these risks that exceeded its commercial coverage in any of the past three fiscal years.

Note 8 – Functional Expenses

All of the Organization's expenses are considered program expenses and accordingly, no expenses are allocated to management and general and fund raising.

THE BIBLE BOOK STORE, INC.

ESTIMATED BUDGETED STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND EQUITY

ESTIMATED BUDGET FOR THE YEAR ENDING DECEMBER 31, 2017

Revenue	Projected 2016	Projected 2017
Sales – Awards and Prizes	\$673	\$661
Sales – Bibles	\$26,582	\$25,229
Sales – Books	\$24,116	\$23,550
Sales – Greeting Cards	\$8,100	\$8,050
Sales – Church Supplies	\$64,417	\$63,250
Sales – Curriculum	\$80,061	\$81,250
Sales – Randall House Curriculum	\$209,500	\$205,000
Sales – RHP Out of State	\$2,603	\$2,571
Sales – Miscellaneous Supplies	\$6,000	\$5,950
Sales – Music	\$2,550	\$2,250
Sales – Teaching Aids	\$3,766	\$3,700
Sales – VBS	\$8,250	\$8,100
Sales – Video	\$999	\$850
Sales – Imprinting	\$1,560	\$1,250
Sales – Freight	\$19,564	\$18,947
Sales – Tax Refunds	\$151	\$125
Sales – Gifts	\$14,224	\$13,263
Less – Discounts	-\$2,975	-\$2,500
Less – Refunds	\$0	\$0
TOTAL REVENUE	\$470,141	\$461,496
COST OF GOODS SOLD		
Beginning Inventory	\$91,274	\$90,361
Purchases	\$287,531	\$282,575
Freight & Shipping	\$11,538	\$9,555
Total Available for Sale	\$390,343	\$382,491
Less Ending Inventory	\$90,361	\$86,750
TOTAL COST OF GOODS SOLD	\$299,982	\$295,741
GROSS PROFIT (Total Revenue less Total COG Sold)	\$170,159	\$165,755

THE BIBLE BOOK STORE, INC.

ESTIMATED BUDGETED STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND EQUITY

ESTIMATED BUDGET FOR THE YEAR ENDING DECEMBER 31, 2016

OPERATING EXPENSES

Program Service Expenses	Projected 2016	Projected 2017
Salaries & Wages	\$86,020	\$88,100
Housing Allowance	\$6,360	\$6,400
Payroll Taxes	\$7,742	\$7,300
Retirement	\$1,200	\$1,200
Travel Allowance (Motel & Meals)	\$730	\$800
Board Expenses	\$600	\$1,500
Automobile Mileage	\$600	\$650
Insurance – Other	\$1,270	\$1,050
Contracted Services	\$750	\$935
Accounting & Legal	\$5,225	\$5,225
Rent	\$32,274	\$18,173
Common Area Maintenance (CAM)	\$5,772	\$6,000
Real Estate Taxes*	\$2,227	\$2,227
Property Taxes	\$0	\$0
Licenses & Permits	\$300	\$300
Advertising	\$500	\$500
Bank Card Service Charges	\$2,500	\$2,200
Interest Expense	\$0	\$0
Maintenance & Repairs	\$1,225	\$1,200
Office Supplies	\$2,250	\$2,200
Postage – Office	\$1,200	\$1,200
Telephone	\$1,020	\$1,020
Internet Services	\$540	\$540
Utilities	\$5,800	\$5,700
Computer Software & Support	\$3,176	\$3,050
Dues & Subscriptions	\$140	\$170
Miscellaneous Expense	\$50	\$150
Equipment & Display**	\$500	\$500
Depreciation Expense	\$643	\$225
Contributions	\$0	\$0
Total Program Service Expense	\$170,614	\$158,515
Net Assets – Beginning of Year	\$105,356	\$113,571
Net Assets – End of Year	\$113,571	\$103,214
Increase (decrease) in Unrestricted Net Assets (Projected)	\$8,215	\$1,742

*Real Estate Taxes and Property Taxes combined

**Includes funds for store improvements

NC FWB STATE YOUTH BOARD – 2016 NC STATE MEETING

The North Carolina State Youth Board hosted the 2016 North Carolina Free Will Baptist State Youth Competition on April 15-16, at Unity Free Will Baptist Church in Greenville, North Carolina.

There were 12 churches competing in 32 different fine arts category competitions. North Carolina will send students to the National Youth Competition in Kansas City, Missouri to compete in over 75 different competitions.

The NC State Youth Board would like to thank Unity Free Will Baptist Church for hosting the State Competition this year and for their excellent hospitality extended to us.

This year North Carolina has 3 students involved with the THP (The Hanna Project), 11 E-Team Students (High School Mission Program), and 2 Overseas Apprentice (6-week Summer Mission Program). These are all hosted by our Free Will Baptist International Missions Department in Nashville, Tennessee.

We also have 21 students attending the Truth & Peace Student Leadership Conference hosted by Randall House Publications. This is a great program for our students to learn to lead in our denomination.

We also have many churches who will be doing youth mission trips and youth local outreach events this year. The youth of North Carolina are all actively involved in fulfilling the Great Commission and Acts 1:8. We have a great group of youth coming up out of our state.

Bryan Hughes stepped down from the Youth Board in June of 2015 upon his transition to a new church and new ministry position in Wilson, NC. Bryan served on the board from 2013-2015. We are thankful for Bryan's leadership and work for the youth of North Carolina.

Nate Radley has stepped down from the Youth Board upon his resignation from his church in New Bern effective February 14, 2016. Nate served on the board from 2011-2016. We are thankful for him and his willingness to serve God and the youth of North Carolina.

We would like to recommend **Derek Cominskie** from Tippet's Chapel Free Will Baptist Church in Clayton, NC, to replace Bryan Hughes on the Youth Board.

We would also like to recommend **Nathan Peoples** from Cramerton Free Will Baptist Church in Cramerton, NC, to replace Nate Radley on the Youth Board.

Financially, as of today, June 6, 2016, the NC FWB State Youth Board has \$3,440.21 on-hand.

Respectively Submitted by NC State Youth Board:

Darren Walker – First FWB Washington, NC (Board member since 2009)

Joseph Hall – First FWB Beaufort, NC (Board member since 2012)

Jake Manning – Unity FWB Greenville, NC (Board member since 2015)

2016 North Carolina State Youth Competition

Results

The 2016 NC State Youth Competition was held April 15-16, at Unity Free Will Baptist Church in Greenville, NC. There were 12 churches competing in 32 different fine arts category competitions. North Carolina will send students to the National Youth Competition to compete in over 75 different competitions.

The NC State Youth Board is proud of all of the youth who studied, memorized, and worked hard to make to the State Competition and will be supporting all those who will be moving on to the next level.

These students will represent North Carolina at the 2016 Free Will Baptist National Youth Conference in Kansas City, Missouri in July of 2016:

Bible Memorization	1 st Place K5 – Ansley King	Cramerton FWB	Cramerton, NC
	1 st Place 1 st Grade – Madison Baer	Cramerton FWB	Cramerton, NC
	1 st Place 2 nd Grade – Isabelle Mosley	Temple FWB	Winterville, NC
	1 st Place 3 rd Grade – Carson Crabtree	Unity FWB	Greenville, NC
	1 st Place 5 th Grade – Caleb Carroll	Tippett's Chapel FWB	Clayton, NC
	1 st Place 6 th Grade – Leah Lowrimore	First FWB	Beaufort, NC
	1 st Place 8 th Grade – Nicholas Jones	First FWB	Washington, NC
	1 st Place 9 th Grade – Chelsea Rackley	Bridgeton FWB	Bridgeton, NC
	1 st Place 10 th Grade – Bobbiann Bowen	Temple FWB	Winterville, NC
	1 st Place 11 th Grade – D'anna Harrell	Temple FWB	Winterville, NC
Group Bible Mem.	1 st Place 9 th Grade – Leanna & Sarah	Tippett's Chapel FWB	Clayton, NC
	2 nd Place 9 th Grade – Ashley & Meredith	Temple FWB	Winterville, NC
	1 st Place 10 th Grade – Bobbiann & Erick	Temple FWB	Winterville, NC
	1 st Place 11 th Grade – D'anna & Laura Lee	Temple FWB	Winterville, NC
	1 st Place 12 th Grade – Faith & Ben	Sherwood Forest FWB	New Bern, NC
Bible Millionaire	1 st Place – Unity Millionaire Team	Unity FWB	Greenville, NC
	2 nd Place – Cramerton Millionaire Team	Cramerton FWB	Cramerton, NC
Bible Tic Tac Toe	1 st Place – Tippett's Chapel Tic Tac Toe Team	Tippett's Chapel FWB	Clayton, NC
	2 nd Place – Sherwood Forest TTT	Sherwood Forest FWB	New Bern, NC
Bible Bowl	1 st Place – Marissa & Brooklyn	First FWB	Jacksonville, NC
Woodwinds Solo	1 st Place Group C – Lauren Justice	Unity FWB	Greenville, NC
	1 st Place Group D – Bobbiann Bowen	Temple FWB	Winterville, NC
Brass Solo	1 st Place Group B – Carson Browning	Cramerton FWB	Cramerton, NC
Bowed Strings Solo	1 st Place Group B – Mackenzie Cooper	Temple FWB	Winterville, NC
	1 st Place Group D – Danielle Harris	Parker's Chapel FWB	Greenville, NC
Instrumental Ensemble	1 st Place Group D – Jarred & Logan	Tippett's Chapel FWB	Clayton, NC
Praise Band	1 st Place Group D – Tippett's Praise Band	Tippett's Chapel FWB	Clayton, NC

Keyboard Solo	1 st Place Group C – Mitchell Moody	Tippett's Chapel FWB	Clayton, NC
	1 st Place Group D – Meredith Baer	Cramerton FWB	Cramerton, NC
Keyboard Ensemble	1 st Place Group D – Faith & Hope	Sherwood Forest FWB	New Bern, NC
Vocal Solo	1 st Place Group A – Ansley King	Cramerton FWB	Cramerton, NC
	1 st Place Group B – Mackenzie Cooper	Temple FWB	Winterville, NC
	1 st Place Group C – Elly Crabtree	Unity FWB	Greenville, NC
	1 st Place Group D – Meredith Baer	Cramerton FWB	Cramerton, NC
Vocal Duet	1 st Place Group A – Cramerton Duet	Cramerton FWB	Cramerton, NC
	1 st Place Group B – Cramerton Duet	Cramerton FWB	Cramerton, NC
	1 st Place Group C – Ashely & Meredith	Temple FWB	Winterville, NC
	1 st Place Group D – Cramerton Duet	Cramerton FWB	Cramerton, NC
Vocal Trio	1 st Place Group A – Cramerton Trio	Cramerton FWB	Cramerton, NC
	1 st Place Group C – Radical	First FWB	Washington, NC
	1 st Place Group D – Cramerton Trio	Cramerton FWB	Cramerton, NC
Vocal Ensemble	1 st Place Group D – Voices of Praise	Sherwood Forest FWB	New Bern, NC
Indiv. Sign Language	1 st Place Group B – Karlie Strickland	First FWB	Jacksonville, NC
	1 st Place Group D – D'anna Harrell	Temple FWB	Winterville, NC
Group Sign Language	1 st Place Group C – Leanna & Sarah	Tippett's Chapel FWB	Clayton, NC
Christian Lit. Recitation	1 st Place Group B – Ellison Cantrell	Cramerton FWB	Cramerton, NC
Illustrated Story Telling	1 st Place Group D – Brooklyn Strickland	First FWB	Jacksonville, NC
Individual Drama	1 st Place Group A – Asher Strickland	First FWB	Jacksonville, NC
	1 st Place Group C – Drew Strickland	First FWB	Jacksonville, NC
Dramatic Duo	1 st Place Group B – David & Dylan	First FWB	Washington, NC
Group Drama	1 st Place Group B – Gilligan's Island	Cramerton FWB	Cramerton, NC
	1 st Place Group D – J.A.M.	Temple FWB	Winterville, NC
Painting	1 st Place Group A – Nick Edwards	First FWB	Washington, NC
	1 st Place Group B – Courtney Leggett	First FWB	Washington, NC
	1 st Place Group D – Sydney Walker	First FWB	Washington, NC
Drawing	1 st Place Group A – Georgia Bruce	First FWB	Beaufort, NC
	1 st Place Group B – Natalie Bruce	First FWB	Beaufort, NC
Mixed Media	1 st Place Group A – Brooke Fisher	First FWB	Beaufort, NC
	1 st Place Group B – Kayla Boyd	First FWB	Washington, NC

	1 st Place Group D – Jarred Taylor	Tippett's Chapel FWB	Clayton, NC
Single Photo	1 st Place Group A – Asher Strickland	First FWB	Jacksonville, NC
	1 st Place Group B – Alyssa Bruce	First FWB	Beaufort, NC
	1 st Place Group C – Spencer Jones	First FWB	Beaufort, NC
	1 st Place Group D – Emily Kissenger	Calvary FWB	Glendale Springs, NC
Photo Essay	1 st Place Group A – Kaylee Fisher	First FWB	Beaufort, NC
	1 st Place Group B – Karlie Strickland	First FWB	Jacksonville, NC
	1 st Place Group C – Spence Jones	First FWB	Beaufort, NC
Needlework	1 st Place Group C – Hope Davis	Sherwood Forest FWB	New Bern, NC
Sculpted Clay	1 st Place Group B – Courtney Leggett	First FWB	Washington, NC
	1 st Place Group C – Jessie Anne Umphlett	Temple FWB	Winterville, NC
Molded Clay	1 st Place Group A – Isabelle Mosley	Temple FWB	Winterville, NC
	1 st Place Group B – Mackenzie Cooper	Temple FWB	Winterville, NC
	1 st Place Group C – Meredith Umphlett	Temple FWB	Winterville, NC

***Please note that all Truthquest competitors and all Category 8 (Creative Writing) and Category 9 (Instructional/Promotional Media) entries should be sent straight to the National no later than June 1.**

State Youth Board

Darren Walker – First FWB Washington, NC (Board member since 2009)

Joseph Hall – First FWB Beaufort, NC (Board member since 2012)

Jake Manning – Unity FWB Greenville, NC (Board member since 2015)

NC FWB State Youth Board Financial Report

6/6/2016

June 2015 – June 2016 Financial Report

6/10/2015	CURRENT BALANCE	\$1,002.92
6/10/2015	Deposit - Unity	\$50.00
6/9/2015	Steak And Shake - State Meeting	\$24.62
6/10/2015	Steak And Shake - State Meeting	\$22.25
6/10/2015	Outback - State Meeting	\$69.51
6/30/2015	Statement Fee	\$3.00
8/17/2015	Deposit - Unity and Sherwood	\$100.00
8/31/2015	Statement Fee	\$3.00
7/17/2015	Deposit Unity	\$50.00
7/31/2015	Statement Fee	\$3.00
9/1/2015	Deposit Unity	\$50.00
9/30/2015	Statement Fee	\$3.00
10/21/2015	Deposit Unity	\$100.00
10/28/2015	Youth Workers Lunch	\$42.13
10/30/2015	Statement Fee	\$3.00
11/30/2015	Statement Fee	\$3.00
12/2/2016	Deposit Unity/Sherwood Forest	\$100.00
12/31/2016	Statement Fee	\$3.00
1/12/2016	Deposit	\$100.00
1/26/2016	Board Lunch Meeting McAlisters	\$26.60
1/29/2016	Statement Fee	\$3.00
2/25/2016	Deposit	\$150.00
2/29/2016	Statement Fee	\$3.00
3/31/2016	Statement Fee	\$3.00
4/7/2016	Deposit State Competition	\$4,808.16
4/18/2016	Deposit State Competition	\$905.00
4/18/2016	Logans - Board Lunch - State Competition	\$103.87
4/22/2016	Randall House National Entry Fees	\$2,645.00
4/13/2016	Office Depot - State Competition Programs	\$167.06
4/14/2016	Nameplates - Trophies State Competition	\$446.22
4/18/2016	Zaxby's - Board Dinner - State Competition	\$11.34
4/18/2016	Speedway - Donuts - State Competition	\$21.08
4/18/2016	Chili's - Board Lunch - State Competition	\$56.34
4/20/2016	US Post Office - Mail Forms to Nashville	\$6.85
4/20/2016	Withdrawal to Pay Judges	\$300.00
4/29/2016	Statement Fee	\$3.00
6/6/2016	CURRENT BALANCE	\$3,440.21

Respectively Submitted,
Darren Walker
NC FWB State Youth Board Treasurer

**Home Missions Board of the
NC State Association of Free Will Baptist
2016 Financial Report**

Dear Friends and Supporters of the NC State Home Missions,

We bring you greetings from the Board and Mission Churches of North Carolina. We would like to begin by saying thank you for your continued prayers and financial support of the mission work in Roanoke Rapids and the new work that has begun in Apex. It is exciting to see what God can do when His people are obedient to the Great Commission.

Brother Rex Evans and his wife Brenda have had a great year at Freedom Free Will Baptist Church in Roanoke Rapids and they are excited about what God is doing through them. They are settled into the area and are reaching out to the people of Roanoke Rapids and the surrounding communities. They both have poured their life into the work here and are looking forward to what the coming year holds for them. We ask you to continue to keep Brother Rex and Sister Brenda in your prayers as they continue to build the church that will soon become a self-supported church in North Carolina. Brother Rex is still available for services each Wednesday nights as well as revivals. Please continue to support them with your prayers and financial support.

This time last year Apex was just a burden on the heart of brother John Moran and his wife April, and now they are seeing this burden become a reality. They both have been working hard since coming on board last August and are looking forward to the first service at Peace Community Free Will Baptist Church sometime later this year. We ask you to pray for them as they begin this new work that God will lead them to the people of Apex who need to hear the truth of God's word and His saving grace. As many of you know, the mission work in Apex is a joint project with National Home Missions in Nashville. This is a first for North Carolina and we are excited to join with Brother David Crowe and his staff to establish a new church. Brother John is available for all services each week and he would love to come and share his burden with your church. He will be contacting you and we ask that you open your doors gladly and welcome him in. Please support this work, first with your prayers and your financial giving as well.

In closing the board would like to extend our thanks to Brother Reuben Cason who has faithfully served NC Home Missions for the past few years and we pray for his new work as the Promotional Director of NC Free Will Baptist. His leadership and burden for missions will be greatly missed.

Please send your contributions to NC State Home Missions PO Box 81, Pine Level NC,
27568

Your Servants in Christ, David Robinson, Jimmy Mercer, Fred Crank, Reuben Cason,
Brian Bird

NC State Missions
P.O. Box 81
Pine Level, NC 27568



ASSETS

Record as of 12.31.15

Checking

BB&T Checking	10,953.89
---------------	-----------

Total Checking	<u>10,953.89</u>
-----------------------	------------------

Savings

Church Extension Loan Fund	44,116.67
----------------------------	-----------

Free Will Baptist Foundation	12,731.27
------------------------------	-----------

Total Savings	<u>56,847.94</u>
----------------------	------------------

TOTAL ASSETS	<u>67,801.83</u>
---------------------	------------------

EQUITY

Fund Balance

Apex Building Fund	0.00
--------------------	------

Apex Support Fund	0.00
-------------------	------

General Operating Fund	23,685.16
------------------------	-----------

Mission Loan Fund	44,116.67
-------------------	-----------

Roanoke Building Fund	0.00
-----------------------	------

Roanoke Support Fund	0.00
----------------------	------

Total Fund Balance	<u>67,801.83</u>
---------------------------	------------------

TOTAL EQUITY	<u>67,801.83</u>
---------------------	------------------

TOTAL LIABILITIES, EQUITY AND DESIGNATED	67,801.83
---	------------------

Income	Actual
57- Apex Building Income	0.00
52- Apex Support Income	10,421.33
4- Asheboro Support Income	156.08
19- General Operating Income	11,267.92
23- Interest/CD Income	1,651.46
32- Mission Loan Income	0.00
49- Mission Loan Interest	0.00
30- New Missionary Supp Inc	7,586.29
35- Other Income	0.00
38- Roanoke Building Income	8,395.00
41- Roanoke Support Income	51,328.96
44- Wilmington Debt Retire In	0.00
47- Wilmington Support Income	320.49
Total Income	91,127.53

Expense	Actual
58- Apex Building Expense	0.00
55- Apex Deputation Expense	2,163.00
53- Apex Support Expense	8,258.33
3- Asheboro Deputation Exp	0.00
2- Asheboro Support Expense	156.08
20- Bank Service Charges	104.00
14- Carraway Retirement	300.00
15- Christmas Bonuses\Gifts	1,000.00
17- Edmonson Retirement	0.00
50- Evans Retirement	900.00
22- Hall Retirement	0.00
24- Miscellaneous - M. Board	1,325.29
25- Miscellaneous - M. Work	4,318.35
26- Mission Board Expenses	2,327.59
27- Mission Board Travel	2,901.32
31- Mission Loan Expense	0.00
29- Missionary Travel for MB	225.00
54- Moran Retirement	0.00
28- New Missionary Supp Exp	22,885.42
33- Office Equipment	0.00
34- Office Supplies	89.93
36- Postage	235.45
37- Roanoke Building Expense	8,395.00
39- Roanoke Deputation Exp	1,721.41
40- Roanoke Support Expense	48,407.55
42- Secretarial Expense	1,200.00
43- Wilmington Debit Retire Ex	0.00
45- Wilmington Deputation Exp	0.00
46- Wilmington Support Expns	282.72
Total Expense	107,196.44

Actual (Totals)

NET INCOME (LOSS) (16,068.91)

NC State Missions
P.O. Box 81
Pine Level, NC 27568

Records from 01.01.15 to 12.31.15

<u>Name</u>	<u>Amount</u>
Ahoskie FWB Church	150.00
The Daniel Baer Family	25.00
Beacon Baptist Church	40.00
Blue Ridge FWB Association	500.00
Calvary FWB Church	312.00
Calvary FWB Church Ladies Auxiliary	88.00
Calvary FWB Church of Maple Hill	409.00
Calvary FWB Church Womens Auxiliary	10.00
Cardinal Villiage FWB Church Adult SS	50.00
Cedar Grove FWB Church	1,395.00
Cedar Hill FWB Church	674.00
Coastal Association of F.W.B.	200.00
Cramerton FWB Church	40.00
Davis FWB Church	700.00
The Elisha W. Fish Family	100.00
Emmanuel FWB Church of Dallas	946.90
Emmanuel FWB Church of Jacksonville	600.00
Ephesus FWB Church	937.75
Fairview FWB Church	2,356.82
Faith FWB Church of Goldsboro	8,395.00
Faith FWB Church of New Bern	6,000.00
Faith FWB Church of Rockingham	1,000.00
Faith FWB Church of Washington	862.45
First Free Will Baptist Church	676.05
First FWB Church of Beaufort	500.00
First FWB Church of Morehead City	328.00
First FWB Church of Washington	994.00
First FWB of China Grove	2,308.28
First Original FWB Church	1,625.00
Five Points FWB Church	1,275.00
Five Points FWB WAC	90.00
Freedom FWB Church	358.76
Freedom Way FWB Church	825.00
Friendship FWB Church of Coats	170.00
Garner WAC	25.00
Gethsemane FWB Church	160.00
Hardin Valley FWB Church	25.00

1-Line Contribution Summary

<u>Name</u>	<u>Amount</u>
Harriet Memorial FWB Church	1,045.52
The Edwin Hill Family	355.00
Hilltop FWB Church	2,350.00
Landmark FWB Church	686.00
Liberty FWB Church	229.00
Maccripine FWB Church	2,000.00
Madison Heights FWB Church	3,500.00
Maranatha FWB Church	923.85
Marion First FWB Church	757.00
Meadowbrook FWB Church	4,733.12
Mt. Calvary FWB Church	535.00
Mt. Olive FWB Church	2,095.00
NAFWB Home Missions Dept	120.00
NC Assoc of FWB	367.00
New Life FWB Church	300.00
The Virgil Nolen Family	25.00
Oak Grove FWB Church	4,039.50
Oak Grove FWB Church of Elm City	77.60
Palmer District W.N.A.C	360.00
Parkers Chapel FWB Church	2,495.00
The Richard Patterson Family	50.00
The Paul Boyd Family Family	50.00
Peace Chapel FWB Church	500.00
Piedmont Association	1,100.00
Rocky Pass FWB Church	720.00
Ruth's Chapel FWB Church	200.00
SC FWB State Office	700.00
Sherwood Forest FWB Church	3,128.59
Stacy FWB Church	503.00
Tabernacle Free Will Baptist Church	500.00
Temple FWB Church	1,800.00
The H. E. Bremer Family	150.00
The John Moran Family	555.00
The Randy Stone Family	25.53
The Rex Evans Family	330.75
The Sonny Thomas Family	25.00
Trinity FWB Church	2,895.90
Trinity FWB Church of La Grange	365.00
Union Chapel FWB Church	3,305.00
Victory FWB Church	1,763.00

1-Line Contribution Summary

<u>Name</u>	<u>Amount</u>
White Oak Hill FWB Church	6,965.70
Wildwood FWB Church	825.00
Wolverine District Association of FWB	873.00
Grand Total:	\$89,476.07

NC STATE MISSIONS
P.O. BOX 81
PINE LEVEL, NC 27568



Proposed Budget for 2017

General Fund Expenses	15,000
Apex Expenses (Peace Community FWB Church)	80,000
Roanoke Rapids Expenses,(Freedom FWB Church)	70,000
Total Mission Board Budget	165,000

NORTH CAROLINA WOMEN ACTIVE FOR CHRIST

TREASURE'S REPORT

Balance Brought Forward April 23, 2015		\$3,952.50
Receipts		
Receipts	\$27,429.12	
2015 Meeting and Offering	\$2,101.67	
		<u>\$29,530.79</u>
		\$33,483.29
Disbursements		
WNAC Designated Gifts	\$18,354.62	
2015 Membership Fees (397 members)	\$5,955.00	
Gifts Disbursed at 2015 Meeting		
Steve and Judy Lytle	\$1,169.13	
(\$600.00 Honorarium and \$569.13 Travel)		
Bible Book Store	\$150.00	
NC Promotional Office	\$150.00	
Harvest Child Care	\$150.00	
WNAC	\$150.00	
Leah Waddell Scholarship	\$150.00	
Website Maintenance	\$50.00	
Misc Expense	\$313.07	
NC Special Emphasis Project	\$3,200.01	
		<u>-\$29,791.83</u>
Designated		
Special Emphasis Offering - John Moran		<u>-\$2,050.00</u>
E-Team Offering		<u>-\$321.00</u>
Pastor's Gift		<u>-\$150.00</u>
Balance as of April 28, 2015		\$1,170.46

State Project Totals (2015-2016)

International Missions - Panama Free Will Baptist Churches (goal \$10,000.00)	\$8,695.71
North American Missions - Eire, Pennsylvania - Land Purchase (goal \$5,000.00)	\$6,300.86
Welch College - Adult Size Learning Tables and Chairs	\$2,851.24
Southeastern FWB College - Danny Howell Loan Fund (goal for both colleges \$3,500.00)	\$2,426.20

**The Leah Waddell Scholarship Report
April 15, 2015 - April 5, 2016**

History: This Scholarship fund was established in 1964 by the North Carolina Association of Free Will Baptists in memory of Leah Waddell to assist students from North Carolina or descendants of Leah Waddell attending Welch College in Nashville, Tennessee. She was a graduate of Welch College (then Free Will Baptist Bible College). She was a pastor's wife, mother, Woman's Auxiliary worker, and a faithful believer who loved and served the Lord until her death from cancer.

The amount of the scholarship is determined by the amount of monies sent to this scholarship fund during the year. It is awarded in the Spring of each school year. The college administration selects the recipient (or recipients) based on academics, the needs of those who apply, etc. A college education is expensive but giving to this cause gives us an opportunity to share in the education of a worthy student from North Carolina as he or she prepares for the ministry of God's choosing.

Contributions may be sent to Betty Wiggs (treasurer of the fund), 206 Briarwood Lane, New Bern, NC 28560

Recipient's Response (excerpts):

"I am a junior at Welch College. I am an English major with a minor in missions. Welch College is a place where I can pursue my compassion. Without this scholarship I would not be able to be here. My life goal is to teach English overseas to children in need. I can't thank you enough."

Financial Report:

Balance brought forward April 15, 2015		\$29.52
Total receipts		1,080.00
Blue Ridge W.A.C. District	400.00	
Coastal W.A.C. District	5.00	
Pamlico W.A.C. District	100.00	
Randall W.A.C. District	75.00	
NC Women Active for Christ	150.00	
Peace Chapel FWB Church WAC	50.00	
Rev. Edwin and Betty Hill	300.00	
Total to account for		1,109.52
Total disbursements to Leah Waddell recipients		1,100.00
Balance on hand April 5, 2016		9.52

Scholarship Fund Committee: Betty Hill, Eureta Rackley, Betty Wiggs

Board of Care Report
01/01/2015 - 12/31/2015

BOARD OF CARE- FINANCIAL REPORT

Beginning Balance – January 01, 2015 - 39,415.25

Deposits

Donation (Gift)	400.00
Rest Home Receipts - (Jan. 2015 – Dec 2015)	<u>14,000.00</u>
Total Deposits	14,400.00

Disbursements

Buncombe Co. Tax Collector (Taxes - 2015)	4,336.11
Great American Ins. Co. (Insurance 12/25/15 - 12/25/16)	4,324.00
Jack Ward (Maintenance)	5,200.00
Rocky Reese (Record Keeping Jan 15 – Dec 15)	600.00
Jack Ward (Christmas Bonus per Board)	500.00
Rocky Reese (Christmas Bonus per Board)	<u>500.00</u>
Total Disbursements	15,460.11

Checking Acct. Balance (Dec. 31, 2015) 38,355.14

BOARD OF CARE PROPOSED BUDGET - 2017

Deposits

Rest Home Receipts – 16,000.00
(This could be more or less – Last year received \$14,000 it is based upon occupancy.)
Have received as of this report, 1st quarter for 2016 -\$4,000.00)

Disbursements

Buncombe Co. Tax Collector (Taxes)	4,400.00
Great American Ins. Co. (Insurance)	4,400.00
Jack Ward (Maintenance)	5,200.00
Rocky Reese (Record Keeping Jan 17 – Dec 17)	600.00
Committee Expenses (Travel Expenses)	300.00
Bldg. Maintenance Expenses	<u>1,000.00</u>
	15,900.00

Respectfully Submitted,
Board of Care

Rocky Reese, Chairman
Alan Sailors, Asst. Chairman
Harold Webb
Danny Gasperson
Luke Johnson

**NC State Association of Free Will Baptists
2015-2016 Officers and Board Members**

Executive Board

Moderator: Sonny Thomas (1st term)	2016
Asst. Moderator: Todd Parrish (1 st term)	2016
Treasurer: Nate Ange (2nd term)	2016
Clerk: Jim Turnbough (2nd term)	2016
Member at large: Jason Hurt (2nd term)	2016
Member at large: Gerald Fowler (2nd term)	2017
Member at large: Jeff Jones (1st term).....	2018

Board of Trustees

James Messer (1st term).....	2016
Mike Carper (1st term)	2017
Earnest Laxton (1 st term).....	2018

NC Mission Board

David Robinson (1st term)	2016
Fred Crank (1st term)	2017
Reuben Cason (1 st term).....	2018
Jimmy Mercer (1st term)	2019
Brian Bird (1st term)	2020

Board of Care For The Aged Ministry

Rocky Reese (1st term).....	2016
Harold Webb (1st term)	2017
Alan Sailors (1 st term)	2018
Danny Gasperson (1st term)	2019
Luke Johnson (1 st term).....	2020

Bible Bookstore Board

David Thompson (filling unexpired term)	2016
Mike McCauley (2nd term)	2017
Henry Potter (2nd term).....	2018
David Young (1st term)	2019
Milton Worthington (1 st term).....	2020

Youth Relations Board

Bryan Hughes (1st term).....	2016
Joseph Hall (1st term).....	2017
Darren Walker (1 st term).....	2018
Jake Manning (1st term)	2019
Nate Radley (2nd term).....	2020

**North Carolina Association of Free Will Baptists
Annual Election of Officers and Board Members**

2016

<u>Officer/Board Member to be replaced:</u>	<u>Nominee/Replacement</u>	<u>Term Expires:</u>
Executive Board		
Moderator: Sonny Thomas (1st term)	_____	2018
Asst. Moderator: Todd Parrish (1 st term)	_____	2018
Treasurer: Nate Ange (2nd term)**	_____	2018
Clerk: Jim Turnbough (2nd term)**	_____	2018
Member at large: Jason Hurt (2nd term)**	_____	2019
Board of Trustees		
James Messer (1st term)	_____	2019
Mission Board		
David Robinson (1st term)	_____	2021
Board of Care for the Aged Ministry		
Rocky Reese (1st term)	_____	2021
Bible Book Store Board		
David Thompson (filling unexpired term)	_____	2021
Youth Relations Board		
Bryan Hughes (1st term)	_____	2021

**** - please note that these completing a second term of service are not eligible for reelection to this position.**

