

**LOUISIANA DISTRICT COUNCIL
OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana**

**Financial Statements
December 31, 2022**

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Board of Executives and Presbyters
Louisiana District Council of the Assemblies of God
Alexandria, Louisiana

Management is responsible for the accompanying financial statements of Louisiana District Council of the Assemblies of God, which comprise the statement of financial position as of December 31, 2022, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. Also, attached is schedule of compensation as supplementary information required by State of Louisiana Legislative Auditor. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Steven M. DeRouen & Associates, LLC

Lake Charles, Louisiana

February 27, 2023

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Statement of Financial Position
December 31, 2022

Assets

Current Assets	
Cash and cash equivalents	\$ 725,961
Note receivable -Church Extension Plan	149,995
Donation receivable - General Council	350,764
Prepaid insurance	<u>26,516</u>
Total Current Assets	<u>1,253,236</u>
 Institutional Property and Equipment	
Land	24,698
Buildings and improvements	939,917
Trailers	137,054
Furniture, fixtures and equipment	713,617
Automotive and truck equipment	229,020
Campground improvements	<u>1,441,127</u>
	3,485,433
Less accumulated depreciation	<u>(1,981,457)</u>
Total Institutional Property and Equipment	<u>1,503,976</u>
 Church Properties	 <u>919,000</u>
 Other Assets	
Notes receivable - other	747,426
Donated real estate	<u>115,000</u>
Total Other Assets	<u>862,426</u>
Total Assets	<u><u>\$ 4,538,638</u></u>

Liabilities and Net Assets

Current Liabilities	
Payroll withholdings and accrued expenses	\$ 23,553
Agency funds payable	45,305
Deferred revenue - General Council	<u>171,262</u>
Total Current Liabilities	<u>240,120</u>
Total Liabilities	<u>240,120</u>
 Net Assets - Without Donor Restrictions	 <u>4,298,518</u>
Total Liabilities and Net Assets	<u><u>\$ 4,538,638</u></u>

See independent accountants' report and notes to financial statements.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD

Alexandria, Louisiana

Statement of Activities

For the Year Ended December 31, 2022

	Without Donor Restrictions							Total
	Administration	Camp Ground	Church Life	Family Life	Missions	Property Management	ELC	
Unrestricted Support and Revenue								
Donations, tithes and offerings	\$ 871,827	\$ -	\$ -	\$ -	\$ 1,693	\$ -	\$ -	\$ 873,520
General revenues	27,927	11,738	106,537	59,252	-	7,652	-	213,106
Credential application revenues	-	-	3,710	-	-	-	-	3,710
Rents	-	110,247	175	-	-	-	-	110,422
Missions income	-	-	-	-	111,786	-	-	111,786
Missions return income	-	-	-	158,440	-	-	-	158,440
State feeding program revenues	24,587	3,919	516	43,450	-	-	-	72,472
Dues	7	-	-	105	-	-	350	462
Interest and investment income	34,367	-	7,464	-	-	14,820	-	56,651
Gain (loss) on sale of asset	(8,806)	-	-	-	-	79,720	-	70,914
Miscellaneous	7,734	-	-	-	-	-	-	7,734
Sponsors	-	-	-	-	-	-	228,200	228,200
Start up funds	-	-	-	-	-	-	115,370	115,370
Registrations	-	-	39,645	451,719	-	-	108,570	599,934
Sales and fundraising	2,350	-	1,961	57,377	-	-	-	61,688
Total Unrestricted Support and Revenue	959,993	125,904	160,008	770,343	113,479	102,192	452,490	2,684,409
Operating Expenses								
Salaries & wages	424,777	50,030	8,600	69,745	-	-	-	553,152
Employee benefits	127,976	2,509	923	6,510	125	-	-	138,043
Payroll taxes	36,995	3,504	582	-	-	-	-	41,081
Ministry stipends	1,000	4,400	6,000	7,437	3,200	-	-	22,037
Utilities, telephone and internet	13,778	111,662	51	-	-	5,136	-	130,627
Supplies	53,705	3,306	14,200	6,294	3,482	-	1,085	82,072
Professional services	7,881	10,942	5,907	2,400	-	2,220	13,370	42,720
Banks fees	16,677	-	2,627	17,850	-	-	4,607	41,761
Repairs & maintenance	4,712	93,944	-	153	-	1,990	-	100,799
Insurance - other	58,831	-	-	-	-	-	-	58,831
Miscellaneous expense	1,246	-	16	(72)	-	-	-	1,190
Outside ministries	28,472	100	80,750	57,484	123,543	7,224	-	297,573
Events expense	1,336	14,632	95,448	340,990	17,645	-	253,896	723,947
Travel	48,531	3,194	16,906	37,381	4,574	149	155,775	266,510

See independent accountants' report
and notes to financial statements.

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LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD

Alexandria, Louisiana

Statement of Activities (continued)

For the Year Ended December 31, 2022

	<u>Administration</u>	<u>Camp Ground</u>	<u>Church Life</u>	<u>Family Life</u>	<u>Missions</u>	<u>Property Management</u>	<u>ELC</u>	<u>Total</u>
Operating Expenses (continued)								
Depreciation expense	92,736	-	-	-	-	-	-	92,736
Leader care expense	-	-	2,029	-	-	-	-	2,029
Hospitality/benevolence	16,608	378	2,366	2,259	851	-	791	23,253
Total Operating Expenses before Transfers	935,261	298,601	236,405	548,431	153,420	16,719	429,524	2,618,361
Transfers in	635,606	243,964	7,200	66,145	25,934	8,150	-	986,999
Transfers out	(105,531)	-	(4,650)	(238,063)	-	(615,789)	(22,966)	(986,999)
Excess (deficit) of Support and Revenue over Expenses	<u>554,807</u>	<u>71,267</u>	<u>(73,847)</u>	<u>49,994</u>	<u>(14,007)</u>	<u>(522,166)</u>	<u>-</u>	<u>66,048</u>
Net Assets - Unrestricted, Beginning,	<u>924,044</u>	<u>438,480</u>	<u>2,765,650</u>	<u>(29,010)</u>	<u>133,306</u>	<u>-</u>	<u>-</u>	<u>4,232,470</u>
Net Assets - Unrestricted, Ending	<u>\$ 1,478,851</u>	<u>\$ 509,747</u>	<u>\$ 2,691,803</u>	<u>\$ 20,984</u>	<u>\$ 119,299</u>	<u>(522,166)</u>	<u>-</u>	<u>\$ 4,298,518</u>

See independent accountants' report
and notes to financial statements.

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LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Statement of Cash Flows
For the Year Ended December 31,

	2022
Cash Flows From Operating Activities:	
Excess (Deficit) of support and revenue over cost and expenses	\$ 66,048
Adjustments to reconcile net cash provided by operating activities:	
Depreciation and amortization	92,736
Increase (decrease) in accounts payable and other payables	(113,596)
Other	76,378
Total Adjustments	55,518
 Net Cash (Used) Provided by Operating Activities	 121,566
Cash Flows From Investing Activities:	
Principal payments from notes receivable	28,289
Note receivable - other	5,986
Interest earned on donation receivable - General Council	(21,576)
Interest earned on Church Extension Plan	(9,351)
Proceeds from sale of assets	12,000
Capital expenditures	(767,594)
Net Cash Provided (Used) by Investing Activities	(752,246)
Cash Flows from Financing Activities:	
Net Cash Provided (Used) by Financing Activities	-
 Increase (Decrease) in Cash	 (630,680)
 Cash and Cash Equivalents, beginning of year	 1,356,641
 Cash and Cash Equivalents, end of year	 \$ 725,961
 Supplemental Disclosures of Cash Flow Information:	
Cash paid for interest	\$ -

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2022**

Note 1 - Organization, Purpose, and Basis of Presentation

The Louisiana District Council of the Assemblies of God was incorporated on August 11, 1944, as a religious organization. The purpose and object of the District Council is to be for religious and charitable purposes; to conduct, promote, engage in, and to enjoy religious service and worship; to promote evangelism and to preach and teach the Holy Scriptures and Doctrines as taught and believed in and practiced by the General Council of the Assemblies of God with headquarters at Springfield, Missouri, and in pursuance of said purpose to engage in whatever form of religious worship that may be necessary to promote such purpose and exercise and to enjoy all rights and privileges incident to such purposes.

The District Council geographically has jurisdiction over the work of the Assemblies of God within the territory covered by the State of Louisiana.

The District Council is an integral part of the Assemblies of God, Inc. with headquarters at Springfield, Missouri. Therefore, the principles of voluntary unity and cooperative fellowship as set forth in the constitution of the General Council, adopted at Springfield, Missouri, September 16-22, 1927, are the principles which govern this District Council.

Note 2 - Summary of Significant Accounting Policies

a. **Basis of Accounting**

The statements presented herein are in all material respects on the accrual basis. In the prior years, historical cost of properties and equipment have not been maintained. Estimated historical costs have been made by management. These estimated costs at January 1, 1980, have been used in this statement. Current year additions, except for various Church properties, are stated at cost.

Financial statement presentation follows the recommendations of the FASB ASU 2016-14, Financial Statements of Not-for-Profit Entities. Under FASB ASU 2016-14, the Agency is required to report information regarding its financial position and activities according to two classes of net assets: with donor restrictions and without donor restrictions. Net assets without donor restrictions include amounts that are not subject to usage restrictions on donor-imposed requirements. This class also includes assets previously restricted where restrictions have expired or been met. Net assets with donor restrictions include assets subject to usage limitations based on donor-imposed or grantor restrictions. These restrictions may be temporary or may be based on a particular use. Restrictions may be met by the passage of time or by actions of the Council. Certain restrictions may need to be maintained in perpetuity.

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements (Continued)
December 31, 2022**

Note 2 - Summary of Significant Accounting Policies (Continued)

b. Accounts and Loans Receivable

The District Council in its normal operations makes loans to various churches throughout the state. These loans normally are made interest free, however some are charged interest. Interest income is recognized as received.

c. Institutional Property

Institutional property includes only the property used by the District Council in its operation. This includes the real and personal property of the headquarters general offices and the campgrounds. Church properties are more fully described under (e).

Institutional assets acquired by purchase or constructed are stated at cost. Any other institutional assets are stated at fair market value at date of acquisition or other determinable value. Capital improvements including betterments and renewals, in excess of \$1,000 are stated at cost. Repairs and maintenance are charged to operations as incurred.

d. Depreciation

The District Council maintains the policy of charging straight line depreciation on institutional property. Estimated useful lives used in computing the depreciation are as follows:

Buildings and improvements	15 - 40 years
Furniture, fixtures, and equipment	7 - 10 years
Automotive and truck equipment	4 - 5 years
Trailers	10 years
Campgrounds improvements	5 - 25 years

e. Church Properties

The District Council holds title to various church real properties throughout the state. It is also an endorser or guarantor on the various mortgage and loan obligations against these properties. These properties are presented in the financial statements at estimated historical cost.

f. Income

A majority of the income is from ministers' tithes and church offerings, contributions and donations are recorded upon receipt. Fund raising by pledging or other comparable practices is not used, thus pledges or accounts receivable from donors are not applicable.

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements (Continued)
December 31, 2022**

Note 2 - Summary of Significant Accounting Policies (Continued)

g. Agency Payable

Agency payable represents funds received by the District Council that are designated by the donor to a specified beneficiary.

h. Cash Flow Information

The District Council considers all short-term investments with an original maturity of three months or less to be cash equivalents

i. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 3 - Deposits Held in Financial Institutions

As of December 31, 2022, the District had demand deposits on hand in financial institutions which exceeded FDIC limits by \$475,961. The District's management believes the deposits are with high quality financial institutions and are not exposed to significant credit risk.

Note 4 - Tax Deferred Annuity Plan

The District contributes 6% of full-time employee's compensation to the Assemblies of God Ministers Benefit Association Plan. The Plan is qualified under Section 403(b) of the Internal Revenue Code. Contributions by the District for 2022 was \$28,678.

Note 5 - Income Taxes

The District is statutorily tax exempt under Section 501 (c) (3) of the Internal Revenue Code and is not subject to federal income taxes.

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2022**

Note 6 - Note Receivable and Donation Assets

As of December 31, 2022, the District had invested with the Church Extension Plan (a non-profit corporation). The investment is secured by a promissory note with a fixed rate of interest for 5 year intervals. The principal and interest may be withdrawn at any time with no penalty. The balance as of December 31, 2022 was \$149,995.

Other notes receivables totaling \$747,426, as of December 31, 2022 are primarily the result of seller financing the sale of church properties owned by the District and the financing of one church property not owned by the District. No allowance for doubtful accounts is deemed necessary by the District management as most are secured by underlying real estate as collateral.

The District has funds that were designated by a donor to be on deposit with the General Council of the Assemblies of God, to be used by the District for New Church Evangelism. The funds are to be released to the District when requested for their intended purpose. The balance of the receivable as of December 31, 2022 was \$350,764. These funds are reflected also in deferred revenue in the amount of \$171,262 as of December 31, 2022, and will be recognized as revenues as the requests are released by General Council.

Note 7 - Functional Expenses

Expenses were allocated in the accompanying financial statements to program and support services functional expense groups. The methods of allocation were based on the Council's estimates of the relative proportion of various staff members' time and effort between program and support services as well as the Council's estimates of the amount of each expense utilized for program or support service functions. The functional expenses are presented in the statement of activities.

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2022**

Note 8 - Quantitative and Qualitative Liquidity and Availability of Resources

The following reflects the Council’s financial assets as of the statement of financial position date, reduced by amounts not available for general use within one year of the statement of financial position date because of contractual or donor-imposed restrictions or internal designations. Amounts not available include amounts set aside for operating and other reserves that could be drawn upon if the board of directors approves that action.

Current assets	\$ 1,253,236
Subtract: Donation receivable	(350,764)
Subtract: Prepaid insurance	<u>(26,516)</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 875,956</u>

Note 10 - Subsequent Events

The District evaluated its December 31, 2022 financial statements for subsequent events through the date the financial statements were available to be issued.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD

Schedule of Compensation, Benefits and Other Payments to the President of the Board of Commissioners

Year Ended December 31, 2022

PAID FROM PUBLIC FUNDS

Agency Head: Scott Holmes, Superintendent

Purpose	Amount
Salary	\$0.00
Benefits-insurance	0.00
Benefits-retirement	0.00
Benefits-Other	0.00
Car allowance	0.00
Vehicle provided by government	0.00
Per diem	0.00
Reimbursements	0.00
Travel	0.00
Registration fees	0.00
Conference travel	0.00
Continuing professional education fees	0.00
Housing	0.00
Unvouchered expenses	0.00
Special meals	0.00

Note: This schedule is included as supplementary information.