
WEST VIRGINIA BAPTIST CONVENTION

Financial Statements
Year Ended December 31, 2022

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
West Virginia Baptist Convention
1019 Juliana Street
Parkersburg, WV 26101

Opinion

We have audited the accompanying financial statements of the West Virginia Baptist Convention (a nonprofit corporation) (the Convention), which comprises the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of West Virginia Baptist Convention as of December 31, 2022, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of West Virginia Baptist Convention, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about West Virginia Baptist Convention's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 West Virginia Baptist Convention's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about West Virginia Baptist Convention's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental schedules of revenues and expenses for the Mission Operating Fund, Camp Cowen Fund, Parchment Valley Conference Center Fund, Foundation for Campus Ministry Fund, and Church Extension Fund are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Gray Callison & Jones CPA, PC

April 26, 2023
Winston-Salem, NC

WEST VIRGINIA BAPTIST CONVENTION
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2022

ASSETS

CURRENT ASSETS

Cash	\$ 753,770
Accounts receivable	101,268
Prepaid expenses	<u>44,521</u>

TOTAL CURRENT ASSETS	<u>899,559</u>
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PROPERTY AND EQUIPMENT

Land	92,674
Construction in Progress	148,306
Buildings	7,577,237
Equipment	<u>1,068,996</u>
	8,887,213
Less accumulated depreciation	<u>(5,568,136)</u>

TOTAL PROPERTY AND EQUIPMENT	<u>3,319,077</u>
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OTHER ASSETS

Investments	<u>4,458,704</u>
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TOTAL ASSETS	<u><u>\$ 8,677,340</u></u>
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$ 215,724
Accrued expenses	2,567
Deferred revenue	105,450
Funds held for others	<u>21,776</u>

TOTAL CURRENT LIABILITIES	<u>345,517</u>
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NET ASSETS

Without donor restrictions	
Not designated	3,856,290
Board designated	279,106
With donor restrictions	<u>4,196,427</u>

TOTAL NET ASSETS	<u>8,331,823</u>
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TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 8,677,340</u></u>
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See Independent Auditors' Report and Notes to Financial Statements.

WEST VIRGINIA BAPTIST CONVENTION
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE			
United Mission	\$ 299,387	\$ -	\$ 299,387
WV Specific	279,265	-	279,265
America for Christ	20,896	-	20,896
Mountain Stain Mission Offering	339,667	-	339,667
Church Extension Fund	16,686	-	16,686
WV Baptist Camp	10,000	-	10,000
WV Baptist Conference Center	10,000	-	10,000
Baptist Campus Ministries	10,000	-	10,000
G.B. & Arretta Cheatham Fund	12,109	-	12,109
West Virginia Baptist Subscriptions	6,552	-	6,552
Hispanic Ministry Support	1,200	-	1,200
School of Christian Studies	32,766	-	32,766
Miscellaneous	182,334	147,834	330,168
Grants	4,270	-	4,270
Church Contributions	816	124,575	125,391
Registration Fees	61,314	464,161	525,475
Convention Subsidy	-	100,000	100,000
Rentals	-	48,014	48,014
Store Sales	-	58,670	58,670
Contributions	-	653,560	653,560
Investment Return, Net	4,742	(707,539)	(702,797)
Food	-	76,462	76,462
Brothers' Keeper	-	39,762	39,762
Clara Lamp Trust	-	8,363	8,363
Howard Burk Trust	-	3,372	3,372
Velma Huffman Trust	-	2,759	2,759
Maintenance Endowment	-	5,081	5,081
Don Loudermilk Society	-	5,981	5,981
	1,292,004	1,031,055	2,323,059
NET ASSETS RELEASED FROM RESTRICTIONS	761,327	(761,327)	-
TOTAL SUPPORT AND REVENUE	2,053,331	269,728	2,323,059
EXPENSES			
Program services:			
Mission Operating	917,201	-	917,201
Camp Cowen	589,216	-	589,216
Parchment Valley	642,625	-	642,625
Baptist Campus Ministries	227,058	-	227,058
Church Extension Fund	17,979	-	17,979
TOTAL PROGRAM SERVICE EXPENSES	2,394,079	-	2,394,079
Support services – management and general	415,369	-	415,369
TOTAL EXPENSES	2,809,448	-	2,809,448
DECREASE IN NET ASSETS	(756,117)	269,728	(486,389)
NET ASSETS AT BEGINNING OF YEAR	4,891,513	3,926,699	8,818,212
NET ASSETS AT END OF YEAR	\$ 4,135,396	\$ 4,196,427	\$ 8,331,823

See Independent Auditors' Report and Notes to Financial Statements.

WEST VIRGINIA BAPTIST CONVENTION
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2022

	Program Services						Management and General	Total
	Mission Operating	Camp Cowen	Parchment Valley	Baptist Campus Ministries	Church Extension Fund	Total Program		
Salary and Benefits	\$ 591,339	\$ 162,264	\$ 223,296	\$ 163,585	\$ -	\$ 1,140,484	\$ 320,684	\$ 1,461,168
ABC USA	9,658	-	-	-	-	9,658	-	9,658
Auxiliary Organizations	23,600	-	-	-	-	23,600	-	23,600
Brothers' Keeper	-	-	20,873	-	-	20,873	-	20,873
Camp and Conference Ministry	45,000	-	-	-	-	45,000	-	45,000
Campus Ministries	55,000	-	-	-	-	55,000	-	55,000
Church Development	255	-	-	-	16,686	16,941	-	16,941
Church Growth and Evangelism	16,989	-	-	24,147	-	41,136	-	41,136
Church Leadership Training	18,039	-	-	-	-	18,039	-	18,039
Mission Education	13,632	-	-	-	-	13,632	-	13,632
Campus Christian Center Rent	-	-	-	10,000	-	10,000	-	10,000
School of Christian Studies	11,524	-	-	-	-	11,524	-	11,524
Administrative Expenses	-	10,000	10,000	10,253	-	30,253	-	30,253
Advertising	-	819	-	-	-	819	-	819
Food	-	88,282	77,555	-	-	165,837	-	165,837
Designated Expense	352	5,124	43,957	-	-	49,433	-	49,433
Insurance	-	11,077	24,402	-	-	35,479	4,759	40,238
Licenses and Permits	-	1,290	5,458	-	-	6,748	-	6,748
Meetings	-	-	-	-	-	-	13,228	13,228
Audit	-	-	-	-	-	-	6,000	6,000
Bank Fees	-	8,964	-	-	-	8,964	-	8,964
Miscellaneous	-	5,382	5,647	-	-	11,029	795	11,824
Other	22,765	-	-	-	-	22,765	777	23,542
Office	-	5,032	2,222	-	-	7,254	24,598	31,852
Investment Fees	17,295	5,375	8,605	926	1,293	33,494	-	33,494
Property Tax	-	-	2,923	-	-	2,923	-	2,923
Publications	16,295	-	-	-	-	16,295	-	16,295
Repairs and Maintenance	-	70,671	27,540	-	-	98,211	9,829	108,040
Supplies	-	43,229	3,141	-	-	46,370	-	46,370
Scholarships	-	3,390	-	-	-	3,390	-	3,390
Travel	37,833	2,637	13,359	10,294	-	64,123	10,568	74,691
Board and Committee Expenses	-	-	86	3,338	-	3,424	5,549	8,973
Utilities	-	62,117	87,628	-	-	149,745	7,116	156,861
Telephone	-	2,759	6,328	-	-	9,087	6,790	15,877
Housekeeping	-	7,614	13,537	-	-	21,151	-	21,151
Depreciation	37,625	93,190	66,068	4,515	-	201,398	4,676	206,074
TOTAL EXPENSES	\$ 917,201	\$ 589,216	\$ 642,625	\$ 227,058	\$ 17,979	\$ 2,394,079	\$ 415,369	\$ 2,809,448

See Independent Auditors' Report and Notes to Financial Statements.

WEST VIRGINIA BAPTIST CONVENTION
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ (486,389)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Realized and unrealized gains on investments	894,110
Gain on sale of fixed assets	(20,404)
Depreciation	206,074
(Increase) decrease in:	
Accounts receivable	228,698
Prepays and other	(33,489)
Increase (decrease) in:	
Accounts payable	(86,114)
Accrued expenses	(27,216)
Deferred revenue	69,675
Funds held for others	(835)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>744,110</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchases of fixed assets	(148,863)
Construction in progress purchases	(105,008)
Proceeds from sale of fixed assets	27,500
Redemptions of investments	130,342
Purchases of investments	(502,724)
NET CASH USED BY INVESTING ACTIVITIES	<u>(598,753)</u>
NET INCREASE IN CASH	145,357
CASH, BEGINNING OF YEAR	<u>608,413</u>
CASH, END OF YEAR	<u><u>\$ 753,770</u></u>

See Independent Auditors' Report and Notes to Financial Statements.

WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE A: NATURE OF ACTIVITIES

The West Virginia Baptist Convention (the Convention) was established in 1865 to promote the preaching and teaching of the gospel of Jesus Christ among its member churches by offering opportunities for mutual inspiration and fellowship, providing leadership training and program resources, assisting in the establishment and strengthening of Baptist churches in West Virginia, encouraging and coordinating mission support for the American Baptist Churches in the United States of America, and providing avenues for working together in denominational, moral, and spiritual matters.

NOTE B: SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The financial statements of the Convention are prepared on the accrual basis of accounting. In presenting its financial statements in accordance with accounting principles generally accepted in the United States of America, the Convention reports information regarding its financial position and activities based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Convention and changes therein, are classified and reported as follows:

- Net Assets Without Donor Restrictions – Net assets that are not subject to or are no longer subject to donor-imposed stipulations.
- Net Assets With Donor Restrictions – Net assets whose use is limited by donor-imposed time and/or purpose restrictions.

Revenues are reported as increase in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law. Expirations of donor restrictions on the net assets (i.e., the donor stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassification between the applicable classes of net assets. The Convention has adopted a policy to classify donor restricted contributions as without donor restrictions to the donor restrictions were met in the year the contribution was received.

Net assets with voluntary designations by the governing board of the Convention are considered to be without donor restriction under the guidelines of FASB ASC 958-205-45-2.

Revenue Recognition

The Financial Accounting Standards Board (FASB) has issued Accounting Standards Update (ASU) 2014-09, Revenue from Contracts with Customers, codified as Accounting Standards Codification (ASC) Topic 606. The Convention's revenue recognition is in compliance with this standard.

Cash and Cash Equivalents

Cash and cash equivalents are short-term highly liquid investments with original maturities of three months or less at the time of purchase, except for those investments to be applied to specific purposes or included in the Convention's long-term investment strategies. At times, cash and cash equivalents may be in excess of FDIC limits. Management believes the credit risk related to these amounts is minimal.

Accounts Receivable

Accounts receivable are uncollateralized customer obligations that are stated at the amount billed to the customer and that are due under normal trade terms requiring payment within 30 days from the invoice date. The carrying amount of accounts receivable is reduced by a valuation allowance for credit losses that reflects management's best estimate of the amounts that may not be collected. Management individually reviews all accounts receivable balances that exceed 60 days from invoice date and based on an assessment of current creditworthiness, estimates the portion, if any, of the balance that will not be collected.

WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE B: SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

The Convention capitalizes fixed assets costing \$1,000 or more. All other purchases are expensed as incurred. Assets are carried at cost and depreciated by using the straight-line method:

Furniture and Equipment – 3 to 20 years
Vehicles – 5 years
Buildings – 39 years

Depreciation expense for the year ended December 31, 2022 was \$206,074.

Investments

The Convention follows the recommendations of the Financial Accounting Standards Board in FASC 958-320. In accordance with FASC 958-320, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are reflected in the statement of functional expenses.

Income earned by the funds are distributed quarterly, unless the donor specifies that they want the income to be retained in the funds. Income not distributed is automatically reinvested but is not considered a contribution until the next distribution.

Distributions from the funds are to be used for the purpose of providing financial resources necessary to sustain and enhance the objectives of the Convention.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been reported in the statement of functional expenses and summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefitted. The expenses that are allocated include rent and utilities, which are allocated on a square footage basis, as well as salaries and wages, payroll taxes, and nonemployee compensation, which are allocated on the basis of estimates of time and effort.

Advertising

The costs of advertising and marketing are charged to expense as they are incurred. Total advertising and marketing costs included in expenses were \$819 for the year ended December 31, 2022.

Estimates and Assumptions

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 combined financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Tax-Exempt Status

The Convention is exempt from federal income tax under Section 501(d) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements.

WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE C: FAIR VALUE MEASUREMENTS

The Convention has adopted the provisions of FASB ASC 820 “Fair Value Measurements”. Under ASC 820, fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In determining fair value, the Convention uses valuation approaches established under ASC 820 which provides for a fair value hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Convention. Unobservable inputs reflect the Convention’s assumption about the inputs market participants would use in pricing the asset or liability developed based on the best information available. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 – Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities that the Convention has the ability to access. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these securities does not entail a significant degree of judgment.

Level 2 – Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

Level 3 – Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

Fair value analysis of the investments measured on a recurring basis at December 31, 2022, are as follows:

	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level I)	Quoted Prices in Nonactive Markets for Identical Assets (Level II)	Significant Unobservable Inputs (Level III)
Endowment Fund	\$ 4,458,704	\$ 4,458,704	\$ -	\$ -
	<u>\$ 4,458,704</u>	<u>\$ 4,458,704</u>	<u>\$ -</u>	<u>\$ -</u>

WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE D: LIQUIDITY AND AVAILABILITY

The Convention regularly monitors liquidity to meet operating needs and general expenditures within one year. The Convention has various sources of liquid resources at its disposal, which includes cash and cash equivalents and investments.

The Convention's financial assets available within one year of the date of the statement of assets, liabilities, and net assets for general expenditures are as follows for the year ended December 31, 2022:

Financial assets, at year end:	
Cash and Cash Equivalents	\$ 753,770
Investments	4,458,704
Accounts Receivable	<u>101,268</u>
 Financial Assets as of December 31, 2022	 5,313,742
 Less those unavailable for general expenditure within one year due to:	
Donor restricted time or purpose	<u>(4,196,427)</u>
 Financial assets available at year end for general expenditures	 <u><u>\$ 1,117,315</u></u>

NOTE E: ENDOWMENT FUNDS

The Convention's endowment includes endowment funds both with and without donor restriction. As required by accounting principles generally accepted in the United States, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Convention is subject to the State Prudent Management of Institutional Funds Act (SPMIFA) and thus, classifies amounts in its donor-restricted endowment funds as net assets with donor restrictions because those net assets are time restricted until the Board of Directors appropriates such amounts for expenditures. Most of those net assets are also subject to purpose restrictions that must be met before reclassifying those net assets to net assets without donor restrictions. The Board of Directors has interpreted SPMIFA as not requiring the maintenance of purchasing power of the original gift amount contributed to the endowment fund, unless a donor stipulates the contrary. As a result of this interpretation, when reviewing its donor-restricted endowment funds, the Convention considers a fund to be underwater if the fair value of the fund is less than the sum of the original value of initial and subsequent gift amounts donated to the fund, and any accumulations to the fund that are required to be maintained in perpetuity in accordance with the direction of the applicable donor gift instrument. The Convention has interpreted SPMIFA to permit spending from underwater funds in accordance with the prudent measures required under the law

Additionally, in accordance with SPMIFA, the Convention considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purpose of the Convention and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation or deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Convention, and
- The investment policies of the Convention

WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE E: ENDOWMENT FUNDS (CONTINUED)

Endowment net asset composition by type of fund as of December 31, 2022, is as follows:

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
Endowments with donor-restriction	\$ -	\$ 3,306,326	\$ 3,306,326
Endowments without donor-restriction	<u>1,152,378</u>	<u>-</u>	<u>1,152,378</u>
All endowment funds, December 31, 2022	<u>\$ 1,152,378</u>	<u>\$ 3,306,326</u>	<u>\$ 4,458,704</u>

Changes in endowment net assets for the year ended December 31, 2022 is as follows:

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Total
January 1, 2022	\$ 1,085,452	\$ 3,926,699	\$ 5,012,151
Investment return, net	4,742	(707,539)	(702,797)
Additions	141,417	218,152	359,569
Withdrawals	(65,319)	(65,336)	(130,655)
Minus investment income receivable	<u>(13,914)</u>	<u>(65,650)</u>	<u>(79,564)</u>
December 31, 2022	<u>\$ 1,152,378</u>	<u>\$ 3,306,326</u>	<u>\$ 4,458,704</u>

NOTE F: NET ASSETS WITH DONOR RESTRICTIONS:

Net assets with donor restrictions are as follows as of December 31, 2022:

Long-term Investing	\$ 3,306,326
Restricted for Specific Purpose	<u>890,101</u>
	<u>\$ 4,196,427</u>

NOTE G: NET ASSETS RELEASED FROM RESTRICTIONS:

Net assets were released from donor restrictions during the year ended December 31, 2022, by incurring expenses satisfying the restricted purposes or by occurrence of other events as specified by donors:

Released for Program Services	<u>\$ 761,327</u>
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WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE H: NET ASSETS WITHOUT DONOR RESTRICTION:

Net assets without donor restrictions consist of assets available for operating purposes and amounts designated by the Board of Directors for a specific purpose. Board designated net assets as of December 31, 2022 are as follows:

Cowen Board	\$ 153,331
Child Equipment and Playground	429
Gazebo	1,000
Parchment Valley Hill Hall	3,926
Disaster Relief	113,662
Ministers' Aid	3,808
Mission Tour	2,950
	<hr/>
	\$ 279,106
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NOTE I: FUNDS HELD IN TRUST

The Convention serves as a trustee for the following trusts:

Howard Burk Trust Fund	\$ 126,373
ABHMS Common Investment Fund - 328.05 units	
Wriston/Youravish Memorial Trust Fund	24,474
ABHMS Common Investment Fund - 63.53 units	
Proceeds paid annually to ABW Oak Hill BC cemetery lots maintenance	
Virginia G. Burgess Trust Fund	7,405
ABHMS Common Investment Fund - 19.22 units	
Proceeds paid to Beckley, FBC ABW for upkeep of cemetery lots	
Roberth H. & Isabelle J. Grant Trust Fund	17,382
ABHMS Common Investment Fund - 45.12 units	
Proceeds paid quarterly to the Page Baptist Church	
American Baptist Women's Ministries of WV	27,061
ABHMS Common Investment Fund - 70.25 units	
Proceeds paid quarterly to the ABW Ministries of WV	
ABW Ministries of WV - Good Samaritan Fund	43,289
ABHMS Common Investment Fund - 54.27 units	
Proceeds paid quarterly to the ABW Ministries of WV	
Kincaid Trust Fund	13,744
Baird - Proceeds paid quarterly to the Page Baptist Church	

WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE I: FUNDS HELD IN TRUST (CONTINUED)

Ada A. Price Trust Fund	14,847
Baird - Proceeds paid quarterly to the United Missions of ABC/USA	
 Huffman Trust Fund	 287,244
ABHMS Common Investment Fund - 745.65 units	
Proceeds are paid quarterly as follows:	
40% - Enon Baptist Church (LKA) - Continuing Education	
30% - WV Baptist Conference Center	
30% - WV Baptist Convention	
 Clara L. Lamp Trust Fund	
ABHMS Common Investment Fund - 1,116.32 units	430,037
Baird	207,825
Proceeds are paid quarterly as follows:	
50% - New England Baptist Church	
25% - First Baptist Church - Parkersburg	
25% - WV Baptist Conference Center	
 Jackson Trust Fund	 191,781
ABHMS Common Investment Fund - 599.34 units	
Proceeds for the benefit of the Main St. Baptist Church, Pt Pleasant	
 Virginia Chandler Trust Fund	 98,696
Baird - Proceeds paid quarterly to the United Missions of ABC/USA	
 Salem Baptist Church	
Bumgardner Trust - ABHMS CIF - 325.73 units	125,481
Gum Trust - ABHMS CIF - 1.075.63 units	414,360
Proceeds paid quarterly to Salem BC	
 Whipkey Trust Fund	 16,847
ABHMS Common Investment Fund - 43.73 units	
Proceeds paid quarterly	
 Enon Baptist Church, Grantsville WV	 164,997
ABHMS Common Investment Fund - 428.31 units	
Proceeds paid quarterly to Enon BC	

WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE I: FUNDS HELD IN TRUST (CONTINUED)

Fulks Scholarship Fund	59,046
ABHMS Common Investment Fund - 153.27 units	
Proceeds paid annually	
IRA & Kathleen Rule Trust Fund	161,658
ABHMS Common Investment Fund - 419.6 units	
Proceeds paid annually to the Sunday Road BC	
Granvil K George Scholarship Fund	17,884
ABHMS Common Investment Fund - 40.2 units	
Proceeds paid quarterly	
New Hope Baptist Church	93,515
ABHMS Common Investment Fund - 242.75 units	
Proceeds paid annually to New Hope BC	
Mt Zion Baptist Church Cemetery Fund	129,592
ABHMS Common Investment Fund #50291 - 322.7 units	
Proceeds paid quarterly to the Mt. Zion BC	
Mt Zion Baptist Church Building Fund	30,703
ABHMS Common Investment Fund - 79.70 units	
Send the Light Fellowship Mission Fund	14,282
ABHMS Common Investment Fund - 37.07 units	
Weirton Christian Center	57,700
Baird - Proceeds reinvested quarterly.	
Anderson Sr. Bivocational Award Fund	4,401
ABHMS Common Investment Fund - 11.42 units	
Dora M. John Trust Fund	388,831
Wesbanco Account Number 5869	
Norman & Eula Stephens Trust Fund	6,560
ABHMS Common Investment Fund - 17.03 units	
Total Funds Held in Trust - December 31, 2022	<u><u>\$ 3,176,015</u></u>

WEST VIRGINIA BAPTIST CONVENTION
NOTES TO FINANCIAL STATEMENTS
For Year Ended December 31, 2022

NOTE I: FUNDS HELD IN TRUST (CONTINUED)

These funds are not owned by the Convention and therefore are not reported on its financial statements. The interest that is earned by these funds is given to the Convention or entities designated by the funds and are unrestricted in use. The Convention does not charge a fee for its services. These funds have not been audited by an outside accounting firm.

NOTE J: PENSION PLAN

The West Virginia Baptist Convention participates in a pension plan administered by its Ministers and Missionaries Benefit Board of the American Baptist Churches in Valley Forge, Pennsylvania. All full-time employees with at least two years employment may participate. The Convention contributes 16% of each employee's gross earnings to the plan. For the year ended December 31, 2022, contributions were \$122,014.

NOTE K: COLLECTING AGENT

The ABC/USA Missions Fund is responsible for the collection and the dissemination of the support from churches. The ABC/USA Missions Fund collects funds from the American Baptist Churches of West Virginia on behalf of the American Baptist Churches of the United States of America and for the various funds of the American Baptist Churches of West Virginia.

West Virginia Baptist Convention collects mission receipts from churches in the West Virginia area and remits a portion of the receipts collected to ABC/USA. Mission receipts collected in an agency or pass-through capacity are not considered support and expenses of the Convention and are not shown in these financial statements.

NOTE L: SUBSEQUENT EVENTS

The Convention evaluated the effects subsequent events would have on the financial statements through April 26, 2023, which is the date the financial statements were available for issuance.

WEST VIRGINIA BAPTIST CONVENTION
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
MISSION OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

SUPPORT AND REVENUE

United Mission	\$ 299,387
WV Specific	279,265
America for Christ	20,896
Mountain Stain Mission Offering	339,667
Church Extension Fund	16,686
WV Baptist Camp	10,000
WV Baptist Conference Center	10,000
Baptist Campus Ministries	10,000
G.B. & Arretta Cheatham Fund	12,109
West Virginia Baptist Subscriptions	6,552
Hispanic Ministry Support	1,200
School of Christian Studies	32,766
Miscellaneous	182,334
Grants	4,270
Contributions	17,031
Registration Fees	61,314
Investment Return, Net	<u>(277,587)</u>
 TOTAL SUPPORT AND REVENUE	 <u>1,025,890</u>

EXPENSES

General Administration:

Salaries and Benefits	320,684
Travel	10,568
Board & Committee Expenses	5,549
Repairs and Maintenance	9,829
Office Expenses	24,598
Utilities	7,116
Meetings	13,228
Telephone	6,790
Insurance	4,759
Depreciation	4,676
Audit	6,000
Other	777
Miscellaneous	<u>795</u>
 Total General Administration	 <u>415,369</u>

Shared Program Costs

Publication and Literature Costs	16,295
Investment Fees	17,295
Depreciation	37,625
Designated Expenses	<u>352</u>
 Total Shared Program Costs	 <u>71,567</u>

See Independent Auditors' Report on Supplementary Information.

WEST VIRGINIA BAPTIST CONVENTION
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
MISSION OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

Area Ministry	
Salaries and Benefits	206,067
Travel	9,471
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Total Area Ministry	215,538
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Discipleship Commission	
Salaries and Benefits	101,193
Travel	8,665
Other	19,308
Camp and Conference Ministry	45,000
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Total Discipleship Commission	174,166
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Leadership Commission	
Salaries and Benefits	115,874
Travel	7,078
School of Christian Studies	11,524
Church Leadership Training	18,039
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Total Leadership Commission	152,515
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Outreach Commission	
Salaries and Benefits	94,687
Travel	6,565
Church Development	255
Student Ministries	68,989
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Total Outreach Commission	170,496
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Stewardship Commission	
Salaries and Benefits	76,975
Travel	6,054
Ministerial Aid	3,000
Mission Education	13,632
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Total Stewardship Commission	99,661
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See Independent Auditors' Report on Supplementary Information.

WEST VIRGINIA BAPTIST CONVENTION
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
MISSION OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

Auxiliary Organizations	
American Baptist Men of WV	2,500
American Baptist Women's Ministry	2,500
Historical Society	500
Minister's Council of WV	500
Minister's Wives Fellowship	300
Retired Ministers and Mates	300
Weirton Christian Center	15,000
WV Baptist Education Society	<u>2,000</u>
Total Auxiliary Organizations	<u>23,600</u>
Cooperative Ministries	
ABC / USA	9,058
West Virginia	100
Other	<u>500</u>
Total Cooperative Ministries	<u>9,658</u>
Total Expenses	<u>1,332,570</u>
Net Loss	<u><u>\$ (306,680)</u></u>

See Independent Auditors' Report on Supplementary Information.

WEST VIRGINIA BAPTIST CONVENTION
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
CAMP COWEN FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

SUPPORT AND REVENUE

Rentals	\$ 28,214
Registration	240,330
Store Sales	49,486
Contributions	130,093
Investment Income	(147,393)
Convention Subsidy	15,000
Designated Income	40,854
Miscellaneous	<u>71,233</u>
 TOTAL SUPPORT AND REVENUE	 <u>427,817</u>

EXPENSES

Salaries and Benefits	162,264
Administrative Expenses	10,000
Advertising	819
Food	88,282
Designated Expenses	5,124
Insurance	11,077
Licenses and Permits	1,290
Miscellaneous	5,382
Online Registration Fees	8,964
Office	5,032
Investment Fees	5,375
Repairs and Maintenance	70,671
Supplies	43,229
Scholarships	3,390
Travel	2,637
Utilities	62,117
Telephone	2,759
Housekeeping	7,614
Depreciation	<u>93,190</u>
 Total Expenses	 <u>589,216</u>
 Net Loss	 <u><u>\$ (161,399)</u></u>

See Independent Auditors' Report on Supplementary Information.

WEST VIRGINIA BAPTIST CONVENTION
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
PARCHMENT VALLEY CONFERENCE CENTER FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

SUPPORT AND REVENUE

Rentals	\$ 19,800
Registration	221,131
Store Sales	9,184
Contributions	49,460
Investment Income	(238,801)
Food	76,462
Brothers' Keeper	39,762
Clara Lamp Trust	8,363
Howard Burk Trust	3,372
Velma Huffman Trust	2,759
Maintenance Endowment	5,081
WVBC	30,000
Don Loudermilk Society	5,981
Designated Income	418,016
Miscellaneous	35,509
	<hr/>
TOTAL SUPPORT AND REVENUE	686,079
	<hr/>

EXPENSES

Salaries and Benefits	223,296
Brothers' Keeper	20,873
Administrative Expenses	10,000
Food	77,555
Designated Expenses	43,957
Insurance	24,402
Licenses and Permits	5,458
Miscellaneous	5,647
Office	2,222
Property Tax	2,923
Investment Fees	8,605
Repairs and Maintenance	27,540
Supplies	3,141
Travel	13,359
Board and Committee Expenses	86
Utilities	87,628
Telephone	6,328
Housekeeping	13,537
Depreciation	66,068
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Total Expenses	642,625
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Net Income	\$ 43,454
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See Independent Auditors' Report on Supplementary Information.

WEST VIRGINIA BAPTIST CONVENTION
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
FOUNDATION FOR CAMPUS MINISTRY FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

SUPPORT AND REVENUE

Church Contributions	\$ 124,575
Registration Fees	2,145
WVBC Salary Support	55,000
Beach Week	23,186
Fall Retreat	1,985
Investment Income	(47,771)
Designated Income	806
Miscellaneous	<u>13,776</u>
 TOTAL SUPPORT AND REVENUE	 <u>173,702</u>

EXPENSES

Salaries and Benefits	163,585
Campus Christian Center Rent	10,000
Administrative Expenses	10,253
Beach Week	24,147
Retreats and Conferences	3,338
Investment Fees	926
Travel	10,294
Depreciation	<u>4,515</u>
 Total Expenses	 <u>227,058</u>
 Net Loss	 <u><u>\$ (53,356)</u></u>

See Independent Auditors' Report on Supplementary Information.

WEST VIRGINIA BAPTIST CONVENTION
SUPPLEMENTAL SCHEDULE OF REVENUES AND EXPENSES
CHURCH EXTENSION FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

SUPPORT AND REVENUE

Church Contributions	\$ 816
Investment Income	<u>8,755</u>

TOTAL SUPPORT AND REVENUE	<u>9,571</u>
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EXPENSES

Church Development	16,686
Investment Fees	<u>1,293</u>

Total Expenses	<u>17,979</u>
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Net Loss	<u><u>\$ (8,408)</u></u>
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See Independent Auditors' Report on Supplementary Information.