

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

**Financial Statements
December 31, 2023**

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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, 2023, 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 12, 2024

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Statement of Financial Position
December 31, 2023

Assets

Current Assets

Cash and cash equivalents	\$	675,420
Note receivable -Church Extension Plan		69,935
Donation receivable - General Council		328,093
Prepaid insurance		30,253
		1,103,701
Total Current Assets		1,103,701

Institutional Property and Equipment

Land		24,698
Buildings and improvements		1,167,985
Trailers		137,054
Furniture, fixtures and equipment		747,759
Automotive and truck equipment		279,349
Campground improvements		1,980,653
		4,337,498
Less accumulated depreciation		(2,123,337)
		2,214,161
Total Institutional Property and Equipment		2,214,161

Church Properties

919,000

Other Assets

Notes receivable - other		352,831
Donated real estate		115,000
Total Other Assets		467,831

Total Assets

\$

4,704,693

Liabilities and Net Assets

Current Liabilities

Payroll withholdings and accrued expenses	\$	27,391
Agency funds payable		39,855
Deferred revenue - General Council		141,262
Note payable-current portion		4,463
		212,971
Total Current Liabilities		212,971

Long-term Liabilities

Note payable - long-term portion		497,156
Total Long-term Liabilities		497,156

Total Liabilities

710,127

Net Assets - Without Donor Restrictions

3,999,566

Total Liabilities and Net Assets

\$

4,709,693

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD

Alexandria, Louisiana

Statement of Activities

For the Year Ended December 31, 2023

	Without Donor Restrictions							Total
	Administration	Camp Ground	Church Life	Family Life	Missions	Property Management	ELC	
Unrestricted Support and Revenue								
Donations, tithes and offerings	\$ 873,758	\$ -	\$ -	\$ -	\$ 397	\$ -	\$ -	\$ 874,155
General revenues	51,114	67,975	39,642	33,944	-	-	-	192,675
Credential application revenues	-	-	5,810	-	-	-	-	5,810
Rents	-	119,402	-	-	-	155	-	119,557
Missions income	-	-	-	-	135,358	-	-	135,358
Missions return income	-	-	-	87,031	-	-	-	87,031
State feeding program revenues	-	850	-	47,929	-	-	-	48,779
Dues	-	-	-	251	-	-	-	251
Interest and investment income	7,840	-	4,272	-	-	15,771	-	27,883
Trip income	-	-	7,000	-	-	-	-	7,000
Sponsors	-	-	18,500	-	-	-	-	18,500
Registrations	-	-	31,315	528,782	-	-	-	560,097
Scholarship income	-	-	-	4,200	-	-	-	4,200
Sales and fundraising	1,180	94	213	52,628	-	-	-	54,115
Total Unrestricted Support and Revenue	933,892	188,321	106,752	754,765	135,755	15,926	-	2,135,411
Operating Expenses								
Salaries & wages	432,004	54,036	24,746	94,550	-	-	-	605,336
Employee benefits	170,835	1,891	9,944	26,640	1,506	-	-	210,816
Payroll taxes	37,515	3,732	1,798	1,765	-	-	-	44,810
Ministry stipends	-	18,500	6,000	10,800	200	-	-	35,500
Utilities, telephone and internet	6,664	82,992	-	-	-	5,340	-	94,996
Supplies	42,906	13,030	4,882	12,093	2,626	1,840	-	77,377
Vehicle allowance	402	-	-	8,914	-	-	-	9,316
Professional services	13,816	7,084	6,746	2,500	-	80	-	30,226
Banks fees	18,706	5,039	2,430	17,233	-	-	-	43,408
Repairs & maintenance	12,868	64,913	-	1,760	-	885	-	80,426
Interest expense	-	11,661	-	-	-	-	-	11,661
Insurance - other	83,225	-	-	117	-	-	-	83,342
Miscellaneous expense	1,339	-	-	-	-	-	-	1,339
Outside ministries	28,492	-	36,359	4,974	109,634	145,945	-	325,404
Events expense	607	2,942	109,491	306,573	25,768	(940)	-	444,441
Travel	40,044	6,154	31,554	36,141	32,903	7,386	-	154,182

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, 2023

	<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	141,880	-	-	-	-	-	-	141,880
Leader care expense	211	-	7,213	6,914	-	-	-	14,338
Hospitality/benevolence	13,378	1,564	7,423	2,801	1,661	1,338	-	28,165
Total Operating Expenses before Transfers	1,044,892	273,538	248,586	533,775	174,298	161,874	-	2,436,963
Transfers in	-	286,002	7,200	39,953	24,000	-	-	357,155
Transfers out	(106,653)	-	(7,335)	(245,567)	-	-	-	(359,555)
Excess (deficit) of Support and Revenue over Expenses	(217,653)	200,785	(141,969)	15,376	(14,543)	(145,948)	-	(303,952)
Net Assets - Unrestricted, Beginning,	1,478,851	509,747	2,691,803	20,984	119,299	(522,166)	-	4,298,518
Net Assets - Unrestricted, Ending	\$ 1,261,198	\$ 710,532	\$ 2,549,834	\$ 36,360	\$ 104,756	(668,114)	-	\$ 3,994,566

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,

	<u>2023</u>
Cash Flows From Operating Activities:	
Excess (Deficit) of support and revenue over cost and expenses	\$ (303,952)
Adjustments to reconcile net cash provided by operating activities:	
Depreciation and amortization	141,880
Decrease (increase) in prepaid insurance	(3,737)
Increase (decrease) in accounts payable and other payables	(1,612)
Other	(35,127)
Total Adjustments	<u>101,404</u>
Net Cash (Used) Provided by Operating Activities	<u>(202,548)</u>
Cash Flows From Investing Activities:	
(Purchase) receipt of note receivable Church Extension Plan	84,021
Principal payments from notes receivable	394,595
Interest earned on donation receivable - General Council	(7,329)
Interest earned on Church Extension Plan	(3,961)
Capital expenditures	(820,319)
Net Cash Provided (Used) by Investing Activities	<u>(352,993)</u>
Cash Flows from Financing Activities:	
Proceeds from loan payable	505,000
Principal payments on loan payable	(3,381)
Net Cash Provided (Used) by Financing Activities	<u>505,000</u>
Increase (Decrease) in Cash	(50,541)
Cash and Cash Equivalents, beginning of year	<u>725,961</u>
Cash and Cash Equivalents, end of year	<u><u>\$ 675,420</u></u>
Supplemental Disclosures of Cash Flow Information:	
Cash paid for interest	<u><u>\$ 11,661</u></u>

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2023**

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, 2023**

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, 2023**

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, 2023, the District had demand deposits on hand in financial institutions which exceeded FDIC limits by \$425,420. 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 \$29,454.

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, 2023**

Note 6 - Note Receivable and Donation Assets

As of December 31, 2023, 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, 2023 was \$69,935.

Other notes receivables totaling \$352,831, as of December 31, 2023 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, 2023 was \$328,093. These funds are reflected also in deferred revenue in the amount of \$141,262 as of December 31, 2023, 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, 2023**

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	\$ 1,103,701
Subtract: Donation receivable	(328,093)
Subtract: Prepaid insurance	<u>(30,253)</u>
Financial assets available to meet cash needs for general expenditure within one year	\$ 775,608

Note 11 - Loan Payable

Loan payable to Church Extension Plan for campground improvements. Monthly payments of \$3,598 including interest of 7.75% for 30 years.

Loan payable at December 31, 2023	\$501,619
Less: current portion	<u>(4,463)</u>
Long-term debt	<u>\$497,156</u>

Maturities of debt are as follows:

December 2024	\$4,463
December 2025	4,822
December 2026	5,209
December 2027	5,627
December 2028	6,079
Thereafter	<u>475,419</u>
Total	<u><u>\$497,156</u></u>

Note 12 - Subsequent Events

The District evaluated its December 31, 2023 financial statements for subsequent events through the date the financial statements were available to be issued.