

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

**Financial Statements
December 31, 2010 and 2009**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date SEP 14 2011

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

I have reviewed the accompanying balance sheets of Louisiana District Council of the Assemblies of God as of December 31, 2010 and 2009, and the related statements of activities and cash flows for the years then ended, in accordance with standards established by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Louisiana District Council of the Assemblies of God.

A review consists principally of inquiries of District personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my reviews, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

My reviews were made for the purpose of expressing limited assurance that there were no material modifications that should be made to the financial statements in order for them to be in conformity with generally accepted accounting principles. The information included in the accompanying Supplemental Schedules of Expenses, Youth Department Revenues and Fund Balances is presented only for supplemental analysis purposes. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and I am not aware of any material modifications that should be made thereto.

Steven M. Derouen CPA

Lake Charles, Louisiana
February 10, 2011

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

	2010	2009
Assets		
Current Assets		
Cash and cash equivalents	\$ 1,308,163	\$ 1,348,414
Note receivable - Church Extension Plan	103,971	98,506
Donation receivable - General Council	486,482	613,263
Prepaid insurance	28,961	23,736
Total Current Assets	1,927,577	2,083,919
Institutional Property and Equipment		
Land	104,698	104,698
Buildings and improvements	912,866	912,866
Trailers	49,983	49,983
Furniture, fixtures and equipment	424,283	424,283
Automotive and truck equipment	221,929	221,929
Campground improvements	781,974	781,974
Construction in progress	13,001	13,001
	2,508,734	2,508,734
Less accumulated depreciation	(1,513,474)	(1,427,347)
Total Institutional Property and Equipment	995,260	1,081,387
Church Properties	2,120,184	2,120,184
Total Assets	\$ 5,043,021	\$ 5,285,490
Liabilities and Net Assets		
Current Liabilities		
Accounts payable	\$ 4,071	\$ 6,109
Payroll withholdings	21,062	17,137
Deferred revenue - General Council	472,263	613,263
Note payable-current portion	26,474	42,411
Total Current Liabilities	523,870	678,920
Long-term Liabilities		
Note payable - long-term portion	457,908	478,572
Total Long-term Liabilities	457,908	478,572
Total Liabilities	981,778	1,157,492
Net Assets - Unrestricted	4,061,243	4,127,998
Total Liabilities and Net Assets	\$ 5,043,021	\$ 5,285,490

See accountants' report and notes to financial statements.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD

Alexandria, Louisiana

Statements of Activities

For the Years Ended December 31,

	2010	2009
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Unrestricted Support and Revenue		
Tithes and offerings-general	\$ 845,766	\$ 855,651
Rent and interest	14,669	18,447
Other general fund revenues	60,582	134,061
New church evangelism	46,443	130,125
Christian education	289,318	301,250
Youth department	348,660	378,969
Women's ministries	75,412	87,701
Campground	166,815	155,346
Men's ministries	33,817	32,629
Royal Rangers	65,408	71,672
Designated Trust Fund	629,970	355,289
Millennium of Harvest	5,849	5,352
Chi Alpha	35,061	37,082
	<hr/>	<hr/>
Total Unrestricted Support and Revenue	2,617,770	2,563,574
	<hr/>	<hr/>
Operating Expenses		
Salaries, wages and benefits	385,467	346,691
Office supplies and expense	78,854	81,382
Professional services	13,205	79,917
Utilities and telephone	21,603	19,629
Repair and maintenance	19,544	13,092
Auto and travel	20,798	26,225
General church support	4,590	9,907
Insurance	180,129	174,474
Other general fund expenses	173,700	176,948
New church evangelism	67,487	105,123
Christian education	288,710	285,162
Youth department	348,010	377,488
Women's ministries	73,931	87,615
Campground	193,532	169,079
Men's ministries	34,139	29,671
Royal Rangers	59,227	72,301
Designated Trust Fund	561,583	435,734
Millennium of Harvest	6,201	5,032
Chi Alpha	42,085	23,848
	<hr/>	<hr/>
Total Operating Expenses	2,572,795	2,519,318
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Capital Expenses		
Interest	25,603	21,565
Depreciation	86,127	88,419
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Total Capital Expenses	111,730	109,984
	<hr/>	<hr/>
Total Expenses	2,684,525	2,629,302
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Excess (Deficit) of Support and Revenue over Expenses	(66,755)	(65,728)
Increase (decrease) in Church Properties, Net of Related Debt	-	294,500
Net Assets - Unrestricted, Beginning of Year	4,127,998	3,899,226
	<hr/>	<hr/>
Net Assets - Unrestricted, End of Year	\$ 4,061,243	\$ 4,127,998
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See accountants' report and notes to financial statements.

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

	<u>2010</u>	<u>2009</u>
Cash Flows From Operating Activities:		
Excess (Deficit) of support and revenue over cost and expenses	\$ <u>(66,755)</u>	\$ <u>(65,729)</u>
Adjustments to reconcile net cash provided by operating activities:		
Depreciation and amortization	86,127	88,419
Decrease (increase) in prepaid insurance	(5,225)	1,199
Increase (decrease) in accounts payable and other payables	(16,106)	(5,613)
Other	<u>3,774</u>	<u>-</u>
Total Adjustments	<u>68,570</u>	<u>84,005</u>
Net Cash (Used) Provided by Operating Activities	<u>1,815</u>	<u>18,276</u>
Cash Flows From Investing Activities:		
(Purchase) receipt of investment - note receivable Church Extension Plan	(5,465)	3,426
Capital expenditures	<u>-</u>	<u>(454,309)</u>
Net Cash Provided (Used) by Investing Activities	<u>(5,465)</u>	<u>(450,883)</u>
Cash Flows from Financing Activities:		
Proceeds from loans payable	-	462,112
Principal payment on note payable	<u>(36,601)</u>	<u>(21,926)</u>
Net Cash Provided (Used) by Financing Activities	<u>(36,601)</u>	<u>440,186</u>
Increase (Decrease) in Cash	(40,251)	7,579
Cash and Cash Equivalents, beginning of year	<u>1,348,414</u>	<u>1,340,835</u>
Cash and Cash Equivalents, end of year	\$ <u>1,308,163</u>	\$ <u>1,348,414</u>

See accountants' report and notes to financial statements.

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2010 and 2009**

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 Church's books and records are routinely kept primarily on the cash basis in day to day operations and adjusted to the accrual basis at year end for financial reporting purposes. 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.

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 usually at a below market rate.

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements (Continued)
December 31, 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (Continued)

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 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	40 years
Furniture, fixtures, and equipment	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, 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (Continued)

g. Cash Flow Information

The District Council considers all short-term investments with an original maturity of three months or less to be cash equivalents. Interest paid during 2010 and 2009 amounted to \$25,603 and \$21,565, respectively. The District Council had non-cash financing transactions related to vehicle and equipment purchases of \$28,606 during the fiscal year 2009.

h. 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 - Mortgages, Notes, and Loans Payable

Description	Security	12/31/10 Balance	Interest Rate
Note payable automobile	Automobile	\$ 4,757	2.9%
Note payable automobile	Automobile	4,994	4.95%
Note payable automobile	Automobile	27,748	0.00%
Note payable mower	Mower	7,378	5.50%
Note payable Belle Chase	Real Estate	439,505	5.25

The estimated maturities for notes payable are as follows:

2011	\$ 26,474
2012	17,190
2013	15,501
2014	425,217
Thereafter	-
	<u>\$484,382</u>

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2010 and 2009**

Description	Security	12/31/09 Balance	Interest Rate
Note payable automobile	Automobile	\$ 13,296	2.9%
Note payable automobile	Automobile	6,800	1.9%
Note payable automobile	Automobile	10,035	4.95%
Note payable automobile	Automobile	34,832	0.00%
Note payable mower	Mower	10,270	5.50%
Note payable Belle Chase	Real Estate	445,750	5.25

The estimated maturities for notes payable are as follows:

2010	\$ 42,411
2011	16,666
2012	17,199
2013	15,539
2014	429,168
Thereafter	-
	<u>\$520,983</u>

Note 4 - Deposits Held in Financial Institutions

As of December 31, 2010 and 2009, the District had demand deposits on hand in financial institutions which exceeded FDIC limits by \$747,245 and \$732,074, respectively. The District had funds on deposit with AG Foundation totaling \$302,082 as December 31, 2010 and \$295,817 as of December 31, 2009. These funds are not insured by FDIC.

Note 5 - Tax Deferred Annuity Plan

The District contributes 6% of full-time employees 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 2010 and 2009 were \$28,457 and \$27,318, respectively.

Note 6- Contingencies

Certain claims, suits, and complaints arising in the ordinary course of operations are pending against the District Council. In the opinion of management, all such matters are of such kind or involve such amounts, as would not have a significant affect on the financial positions or results of operations of the District Council if disposed of unfavorably.

**LOUISIANA DISTRICT COUNCIL OF THE
ASSEMBLIES OF GOD
Alexandria, Louisiana
Notes to Financial Statements
December 31, 2010 and 2009**

Note 7 - 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.

Note 8 - Note Receivable and Donation Receivable

As of December 31, 2005, the District had invested \$250,000 with the Church Extension Plan (a non-profit corporation). The investment is secured by a promissory note with a fixed rate of interest at 5% for 5 years. The principal and interest may be withdrawn at any time with no penalty. The balance as of December 31, 2010 was \$103,971 and as of December 31, 2009 was \$98,506.

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, 2010 was \$486,482 and as of December 31, 2009 was \$613,263. These funds are reflected also in deferred revenue, and will be recognized as revenues as the requests are released by General Council.

Note 9 - Subsequent Events

In May 2009, the Financial Accounting Standards Board issued Statement 165, Subsequent Events, to incorporate the accounting and disclosure requirements for subsequent events into U.S. generally accepted accounting principles. Statement 165 introduces new terminology, defines a date through which management must evaluate subsequent events or transactions occurring after the balance sheet date. The District adopted statement 165 as of June 30, 2009, which was the required effective date.

The District evaluated its December 31, 2010 financial statements for subsequent events through February 10, 2011, the date the financial statements were available to be issued. The District is not aware of any subsequent events which would require recognition or disclosure in the financial statements.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Expenses
For the Years Ended December 31,
Continued

	<u>2010</u>	<u>2009</u>
General Fund		
Salaries, wages and benefits		
Salaries and extra labor	\$ 241,990	\$ 238,444
Living allowances	63,600	57,600
Retirement fund	35,772	34,979
Christmas gifts	5,806	5,946
Payroll taxes	38,299	9,722
	<u>\$ 385,467</u>	<u>\$ 346,691</u>
Office supplies and expense		
Flowers and miscellaneous	\$ 3,464	\$ 2,598
Printing	19,095	14,818
Postage	2,594	7,607
Supplies	53,701	56,359
	<u>\$ 78,854</u>	<u>\$ 81,382</u>
Professional services	<u>\$ 13,205</u>	<u>\$ 79,917</u>
Utilities and telephone		
Utilities	\$ 7,509	\$ 6,838
Telephone	14,094	12,791
	<u>\$ 21,603</u>	<u>\$ 19,629</u>
Repairs and maintenance		
Building and grounds maintenance	\$ 19,544	\$ 13,092
	<u>\$ 19,544</u>	<u>\$ 13,092</u>
Auto and travel	<u>\$ 20,798</u>	<u>\$ 26,225</u>
General church support	<u>\$ 4,590</u>	<u>\$ 9,907</u>
Insurance	<u>\$ 180,129</u>	<u>\$ 174,474</u>
Other general fund expenses		
Funds forwarded and other	\$ 133,258	\$ 130,897
Presbytery expense	29,023	22,779
Ministers' retreat	3,441	3,397
Special committee expense	7,978	19,875
	<u>\$ 173,700</u>	<u>\$ 176,948</u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Expenses
For the Years Ended December 31,
Continued

	2010	2009
New Church Evangelism		
Home missions support	\$ 67,179	\$ 104,636
Supplies	308	487
	\$ 67,487	\$ 105,123
 Christian Education		
Funds forwarded	\$ 6,425	\$ 3,742
Salaries	64,246	38,565
Payroll taxes	3,756	3,700
Living allowance	-	24,000
Travel and other allowances	6,942	10,339
Telephone	1,686	2,342
Postage	3,170	4,506
Supplies	2,969	2,303
Insurance	1,428	1,158
Junior Bible Quiz	1,263	2,101
Retreat and ministers conference	11,021	14,322
Ministers' wives retreat	5,160	-
Words of Life Bookstore	-	34
Boys and Girls Camp:		
Speakers/teachers honorariums	5,900	5,400
Administrative salaries	13,440	13,268
Rent	52,713	61,617
Kitchen and other workers	5,625	5,600
Groceries	50,224	35,573
Supplies	20,731	13,431
Concessions	28,650	30,271
Miscellaneous	3,361	12,890
	\$ 288,710	\$ 285,162

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Expenses
For the Years Ended December 31,
Continued

	<u>2010</u>	<u>2009</u>
Youth Department		
Outside ministries, giving, transfers and miscellaneous	\$ 15,414	\$ 34,461
Salaries, housing, retirement, taxes	82,893	79,506
AIM trip	11,262	-
Travel and other allowances	3,677	2,291
Annual fund raiser expenses	-	29,628
Administrative and office expense	10,859	5,391
Flowers & gifts	1,892	2,386
Insurance	6,018	7,486
Special meetings	2,295	4,372
Speed the Light	27,791	44,637
Youth Convention	34,380	38,538
Fine Arts Festival	5,988	6,739
Winter Camp	28,275	10,076
Leadership equipping	9,261	5,062
Youth Alive	500	-
LYM-Light PK	1,638	4,573
Youth Summer Camps	105,867	102,342
	<u>\$ 348,010</u>	<u>\$ 377,488</u>
Women's Ministries		
Salary	27,783	28,100
Payroll taxes	-	46
Travel and other allowances	3,145	8,080
Retirement	1,521	1,477
Supplies/equipment	6,800	8,998
Event expenses	7,497	13,577
Miscellaneous	3,625	938
Honorariums - events	3,360	5,090
Touch the World	20,200	21,309
	<u>\$ 73,931</u>	<u>\$ 87,615</u>
Campground		
Funds forwarded	\$ 46,894	\$ 36,684
Salaries	37,520	35,407
Payroll taxes	1,972	1,945
Travel and other allowances	7,741	8,704
Utilities	56,167	51,211
Telephone	4,703	4,816
Maintenance	12,243	7,050
Supplies	12,973	12,354
Insurance	13,319	10,908
	<u>\$ 193,532</u>	<u>\$ 169,079</u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Expenses
For the Years Ended December 31,
Continued

	<u>2010</u>	<u>2009</u>
Men's Ministries		
Salaries	\$ 7,323	7,653
Camps, retreats and seminars	19,361	\$ 14,095
Travel and other allowances	3,228	2,943
Postage	585	1,487
Supplies	1,316	933
Light for the Lost	859	2,060
Miscellaneous	1,467	500
	<u>\$ 34,139</u>	<u>\$ 29,671</u>
Royal Rangers		
Salary	\$ 14,978	\$ 15,228
Living allowance	4,000	4,667
Retirement	1,153	1,151
Insurance	276	-
Telephone	1,191	1,666
Postage	941	618
Supplies	2,537	1,178
Travel and other allowances	2,000	2,000
Charter expense	-	4,802
Special meetings	1,847	2,355
Events expense	7,001	11,582
Royal Rangers Camp activities:		
Speakers honorariums	500	500
Rent	5,711	8,292
Kitchen	575	1,000
Groceries	7,973	7,591
Supplies	6,368	7,838
Miscellaneous	2,176	1,833
	<u>\$ 59,227</u>	<u>\$ 72,301</u>
Designated Trust Funds	<u>\$ 561,583</u>	<u>\$ 435,734</u>
Millennium of Harvest	<u>\$ 6,201</u>	<u>\$ 5,032</u>
Chi Alpha	<u>\$ 42,085</u>	<u>\$ 23,848</u>

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Supplemental Schedule of Youth Department Revenues
For the Years Ended December 31,

	2010	2009
Youth Department Revenues		
Donations, giving, transfers, miscellaneous	\$ 15,484	\$ 15,873
Annual fundraiser	4,450	39,588
Speed the Light	51,596	58,006
Youth Convention	57,026	69,209
Fine Arts Festival	10,598	13,258
Winter Camp	41,040	23,073
LYM-Light PK	940	-
AIM trip	13,152	2,363
Leadership equipping	3,140	-
Youth Alive	3,160	10,670
Youth Summer Camps	148,074	146,929
	\$ 348,660	\$ 378,969

See accountants' report on supplementary information.

LOUISIANA DISTRICT COUNCIL OF THE ASSEMBLIES OF GOD
Alexandria, Louisiana
Schedule of Fund Balances - Cash Basis
For the Year Ended December 31, 2010

Fund	Beginning Balance	Receipts	Expenses	Ending Balance
General Fund	\$ 518,630	\$ 856,303	\$ 825,361	\$ 549,572
New Church Evangelism	60,044	46,443	67,486	39,001
Christian Education	23,693	289,319	288,599	24,413
Youth Department	63,255	348,660	347,879	64,036
Women's Ministries	26,059	75,412	74,584	26,887
Campground Fund	(47,531)	129,188	160,106	(78,449)
Campground Maintenance and Development	(86,757)	37,626	43,942	(93,073)
Honor Bound	15,475	33,817	34,138	15,154
Royal Rangers	8,848	65,408	59,162	15,094
Millennium of Harvest	1,745	5,849	6,201	1,393
Chi Alpha	16,223	35,061	42,085	9,199
Designated Trust Fund	776,713	641,700	591,403	827,010
Prefunded Expenses	70,523	5,597	64,223	11,897
	<u>\$ 1,446,920</u>	<u>\$ 2,570,383</u>	<u>\$ 2,605,169</u>	<u>\$ 1,412,134</u>

This schedule has been prepared on the cash basis and as such differs from the accompanying accrual basis financial statements.