

KENTUCKY BAPTIST ASSEMBLIES, INC.

**FINANCIAL STATEMENTS
FOR THE YEARS ENDED MARCH 31, 2017 AND 2016**

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Independent Auditor's Report

The Board of Trustees
Kentucky Baptist Assemblies, Inc.
Louisville, Kentucky

We have audited the accompanying financial statements of Kentucky Baptist Assemblies, Inc. (a nonprofit organization), which comprise the statements of financial position as of March 31, 2017 and 2016, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Basis for Qualified Opinion

As more fully described in Note 1 to the financial statements, the Organization's financial statements do not include the accounts of The Conservative Baptist Haiti Mission Society, Inc., a wholly-owned subsidiary formed in June 2015. In our opinion, accounting principles generally accepted in the United States of America require that all wholly-owned subsidiaries be accounted for as consolidated subsidiaries.

Qualified Opinion

In our opinion, except for the effects of not including the accounts of The Conservative Baptist Haiti Mission Society, Inc. in the accompanying financial statements as explained in the Basis for Qualified Opinion paragraph, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of Kentucky Baptist Assemblies, Inc. as of March 31, 2017 and 2016, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of functional expenses on page 12 are presented for purposes of additional analysis and are 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 audits 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 statement 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.

William, William & Lentz, LLP

Paducah, Kentucky
July 27, 2017

KENTUCKY BAPTIST ASSEMBLIES, INC.
STATEMENTS OF FINANCIAL POSITION
MARCH 31

ASSETS

	<u>2017</u>	<u>2016</u>
Cash	\$ 2,327,988	\$ 2,663,400
Accounts receivable	152,966	34,073
Certificate of deposit	252,139	252,050
Inventory	51,361	-
Other assets	42,746	35,003
Investments held by Kentucky Baptist Foundation, Inc.	66,791	62,765
Property and equipment:		
Land	5,655,878	5,655,878
Land improvements	2,151,433	2,083,118
Buildings	21,084,433	21,039,345
Furniture and equipment	1,613,909	1,505,311
Wastewater plant	293,864	293,864
Construction in progress	454,412	32,316
Vehicles	<u>217,900</u>	<u>139,696</u>
 Total property and equipment	 31,471,829	 30,749,528
Less accumulated depreciation	<u>(12,458,946)</u>	<u>(11,797,493)</u>
 Total property and equipment, net	 <u>19,012,883</u>	 <u>18,952,035</u>
 TOTAL ASSETS	 <u><u>\$21,906,874</u></u>	 <u><u>\$21,999,326</u></u>

LIABILITIES AND NET ASSETS

Liabilities:		
Accounts payable	\$ 180,284	\$ 72,331
Accounts payable - missions projects	60,889	53,634
Accrued payroll liabilities	64,487	43,420
Deposits	1,316,925	1,289,789
Long-term debt	<u>4,866,633</u>	<u>5,103,149</u>
 Total liabilities	 <u>6,489,218</u>	 <u>6,562,323</u>
 Net Assets:		
Unrestricted	15,350,865	15,374,238
Permanently restricted	<u>66,791</u>	<u>62,765</u>
 Total net assets	 <u>15,417,656</u>	 <u>15,437,003</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$21,906,874</u></u>	 <u><u>\$21,999,326</u></u>

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

KENTUCKY BAPTIST ASSEMBLIES, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED MARCH 31

	2017		
	Unrestricted	Restricted	Total
Operating Revenue:			
Camps and conferences income	\$ 5,093,758	\$ -	\$ 5,093,758
Concession income	176,398	-	176,398
Total operating revenues	5,270,156	-	5,270,156
Operating Expenses:			
Program services:			
Cedarmore Baptist Conference Center	1,819,300	-	1,819,300
Jonathan Creek Baptist Conference Center	1,668,230	-	1,668,230
Haiti	53,725	-	53,725
Center	270,119	-	270,119
Total program services	3,811,374	-	3,811,374
Supporting services:			
General and administrative	1,883,113	-	1,883,113
Fundraising	81,112	-	81,112
Total supporting services	1,964,225	-	1,964,225
Loss from operations	(505,443)	-	(505,443)
Nonoperating Revenue:			
Contributions	127,002	-	127,002
CP - Executive Board receipts	333,738	-	333,738
RKO - Executive Board receipts	4,428	-	4,428
Miscellaneous income	90,294	-	90,294
Inkind contributions	-	-	-
Interest and dividends	2,263	-	2,263
Change in beneficial interest held by others	-	4,026	4,026
Total nonoperating revenue	557,725	4,026	561,751
Nonoperating Expenses:			
Loss on disposition of fixed assets	75,655	-	75,655
Disbursements to other missions	-	-	-
Total nonoperating expenses	75,655	-	75,655
Gain (loss) from nonoperating activities	482,070	4,026	486,096
Increase (decrease) in net assets	(23,373)	4,026	(19,347)
Net assets, beginning of year	15,374,238	62,765	15,437,003
NET ASSETS, END OF YEAR	\$15,350,865	\$ 66,791	\$15,417,656

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

2016

<u>Unrestricted</u>	<u>Restricted</u>	<u>Total</u>
\$ 4,823,878	\$ -	\$ 4,823,878
147,644	-	147,644
<u>4,971,522</u>	<u>-</u>	<u>4,971,522</u>
1,744,808	-	1,744,808
1,561,054	-	1,561,054
15,516	-	15,516
<u>558,259</u>	<u>-</u>	<u>558,259</u>
3,879,637	-	3,879,637
1,223,422	-	1,223,422
<u>-</u>	<u>-</u>	<u>-</u>
<u>1,223,422</u>	<u>-</u>	<u>1,223,422</u>
<u>(131,537)</u>	<u>-</u>	<u>(131,537)</u>
131,040	-	131,040
321,390	-	321,390
4,512	-	4,512
93,344	-	93,344
2,000	-	2,000
3,370	-	3,370
<u>-</u>	<u>(4,380)</u>	<u>(4,380)</u>
<u>555,656</u>	<u>(4,380)</u>	<u>551,276</u>
2,692	-	2,692
<u>40,300</u>	<u>-</u>	<u>40,300</u>
<u>42,992</u>	<u>-</u>	<u>42,992</u>
<u>512,664</u>	<u>(4,380)</u>	<u>508,284</u>
381,127	(4,380)	376,747
<u>14,993,111</u>	<u>67,145</u>	<u>15,060,256</u>
<u>\$15,374,238</u>	<u>\$ 62,765</u>	<u>\$15,437,003</u>

KENTUCKY BAPTIST ASSEMBLIES, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED MARCH 31

	<u>2017</u>	<u>2016</u>
Cash Flows from Operating Activities:		
Change in net assets	\$ (19,347)	\$ 376,747
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	763,219	1,117,087
Loss on disposition of fixed assets	75,655	2,692
Change in beneficial interest held by others	(4,026)	4,380
Other adjustments:		
(Increase) decrease in:		
Accounts receivable	(118,893)	(30,427)
Inventory	(51,361)	-
Unconditional promises to give	-	9,440
Other assets	(7,743)	(19,938)
Increase (decrease) in:		
Accounts payable	107,953	(40,747)
Accounts payable - missions projects	7,255	(3,003)
Payroll taxes and retirement withheld	21,067	36,554
Accrued payroll	-	(34,964)
Deposits	27,136	46,237
	<u>800,915</u>	<u>1,464,058</u>
Cash Flows from Investing Activities:		
Purchase of certificate of deposit	(89)	(1,276)
Purchases of fixed assets net of changes in construction in progress	(877,050)	(627,453)
Proceeds from sale of fixed assets	-	39,219
	<u>(877,139)</u>	<u>(589,510)</u>
Cash Flows from Financing Activities:		
Issuance of long-term debt	-	-
Payments on long-term debt	(259,188)	(247,753)
	<u>(259,188)</u>	<u>(247,753)</u>
Net increase (decrease) in cash and cash equivalents	(335,412)	626,795
Cash, beginning of year	<u>2,663,400</u>	<u>2,036,605</u>
CASH, END OF YEAR	<u><u>\$2,327,988</u></u>	<u><u>\$2,663,400</u></u>
 Supplemental Disclosures:		
Interest paid	<u><u>\$ 135,284</u></u>	<u><u>\$ 142,489</u></u>

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

KENTUCKY BAPTIST ASSEMBLIES, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017 AND 2016

Note 1 - Organization:

Kentucky Baptist Assemblies, Inc. was formed to operate camp, retreat, and conference facilities in an environment conducive to Christian fellowship, worship, evangelism, and religious education. In September 2005, the Organization registered the name Crossings Ministries with the state of Kentucky. In efforts to market to a wider base of churches and to facilitate marketing one ministry as opposed to multiple, the name Crossings Ministries is used exclusively for all publications, web marketing, and printed material. The Organization operates two facilities:

Cedarmore Camp and Conference Center is located in Shelby County, Kentucky, approximately 50 miles east of Louisville, Kentucky and is comprised of 592 acres. The property offers a variety of housing, conference space, and recreation possibilities and accommodates groups as large as 950. The developed portion of Cedarmore covers approximately 350 acres.

Jonathan Creek Camp and Conference Center is located on Kentucky Lake in Marshall County, Kentucky. The property has over 1 mile of lake front property and has housing and meeting spaces to accommodate groups as large as 850. The property offer numerous recreational activities including high ropes, lake sports, boating, and other camp type activities.

In addition to operating the two facilities, Kentucky Baptist Assemblies, Inc. operates Crossings Center for Children and Student Ministry (Center) that provides children and youth ministers an extended network of training and teaching through seminars, small-group training sessions, one-on-one mentoring and networking opportunities.

In June 2015, the Organization formed a wholly-owned subsidiary, The Conservative Baptist Haiti Mission Society, Inc., (BHM), a Kentucky non-profit corporation. BHM began operations on August 31, 2015 when it assumed all the assets, liabilities and operations of a Michigan non-profit corporation. No financial consideration was required of the Organization in conjunction with its assumption of the Michigan corporation. The purpose of BHM is to collect contributions and provide funding for Christian mission endeavors in the country of Haiti. BHM has net assets of approximately \$2,436,000 (unaudited) and \$2,414,000 (unaudited) as of March 31, 2017 and 2016, respectively. Revenues and support were approximately \$2,061,000 (unaudited) and \$1,784,000 (unaudited) and expenses were approximately \$1,828,000 (unaudited) and \$1,365,000 (unaudited) for the year ended March 31, 2017 and for the period from September 1, 2016 to March 31, 2017, respectively. Kentucky Baptist Assemblies, Inc. has not reflected the assets, liabilities, or results of operations of BHM in these financial statements and is not in accordance with generally accepted accounting principles for a wholly-owned subsidiary. However, during fiscal 2017, the Organization recognized miscellaneous income of \$75,000 from BHM for managing the operations of BHM. Of this amount, \$36,000 was included in accounts receivable at March 31, 2017. Generally accepted accounting principles require that a wholly-owned subsidiary be consolidated with its parent and that the parent company issue consolidated financial statements that include the financial condition and operations of the wholly-owned subsidiary. Intercompany transactions such as the management fee income and related receivable would be eliminated if consolidated financial statements were presented.

(Continued)

KENTUCKY BAPTIST ASSEMBLIES, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017 AND 2016

Note 2 - Summary of Significant Accounting Policies:

Support and Expenses

Contributions received are measured at their fair values and are reported as an increase in net assets. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions. Donor-restricted gifts which are received and spent within the same year are reported as unrestricted revenues.

The Organization reports gifts as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are acquired.

The financial statements are presented on the accrual basis of accounting and in accordance with accounting principles generally accepted in the United States of America. Under this accounting method, revenues are recognized when they are both measurable and earned, and expenses are recognized in the accounting period in which the liabilities are incurred.

Net Assets

Unrestricted Net Assets include the following:

Available for Operations - These net assets represent the portion of expendable funds available for operations.

Investment in Property and Equipment - These net assets represent cumulative resources expended for property and equipment, less related debt thereon and less the accumulated depreciation recorded on the property and equipment.

Temporarily Restricted Net Assets include amounts for which the donor has designated the use.

Permanently Restricted Net Assets include amounts for which the donor has stipulated the corpus be invested and only the income be made available for program operations.

Revenue Recognition

Substantially all of the Organization's revenue is derived from camps and conferences income and related concessions income and are recognized as revenue in the period to which they relate. Deposits represent camp and conference deposits paid in advance, which are recognized as income when the related programs and events occur.

Cash Concentration

For cash management purposes, the company concentrates its cash holdings in a single account at US Bank. The balance in this account may exceed amounts insured by the Federal Deposit Insurance Corporation. At March 31, 2017, the Organization had approximately \$2,092,000 in excess of the insurance limit at this bank.

(Continued)

KENTUCKY BAPTIST ASSEMBLIES, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017 AND 2016

Note 2 - Summary of Significant Accounting Policies (Continued):

Fixed Assets

Fixed assets acquired are stated at cost net of accumulated depreciation. All expenditures for fixed assets in excess of \$2,000 are capitalized. Donated fixed assets are stated at market value when donated. Depreciation is recorded on the straight-line method over the following estimated useful lives:

Automobiles	5 years
Land improvements	5 to 20 years
Furniture and equipment	3 to 10 years
Buildings	5 to 39 years

Publicity and Promotion Costs

Publicity and promotion costs are expensed as incurred.

Tax Status

Kentucky Baptist Assemblies, Inc. is qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code; and, accordingly, no provision has been made for income tax expense in the accompanying financial statements unless unrelated business income tax is incurred.

The Organization recognizes the financial statement impact of a tax position when it is more likely than not that the position will be sustained upon examination. The Organization files informational tax returns in the U.S. federal jurisdiction. With few exceptions, the Organization is no longer subject to U.S. federal, state, or local tax examinations by taxing authorities for years before 2014. Management believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

Sales Taxes

The Organization presents revenues from sales in the statement of operations net of any sales taxes collected from customers.

Management's Use of Estimates

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 in the financial statements and accompanying notes. Actual results could differ from those estimates.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with these skills, and would otherwise be purchased by the Organization. For the years ended March 31, 2017 and 2016, the value of donated services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, individuals volunteered approximately 2,500 and 2,500 hours (unaudited) during fiscal 2017 and 2016, respectively, of their time to perform a variety of tasks that assisted the Organization; but, these hours were not recognized in the financial statements because they did not meet the criteria for recognition.

(Continued)

KENTUCKY BAPTIST ASSEMBLIES, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017 AND 2016

Note 2 - Summary of Significant Accounting Policies (Continued):

Functional Allocation of Expenses

The costs of providing the Organization's programs and the administration of the Organization have been summarized on a functional basis in the statements of activities and in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Subsequent Events

Management has evaluated subsequent events through July 27, 2017, the date the financial statements were available to be issued.

Reclassification

Certain amounts in the prior year financial statements have been reclassified for comparative purposes to conform to the presentation in the current year financial statements.

Note 3 - Accounts Payable - Mission Projects:

Mission offerings were collected from campers to assist Christian mission programs for impoverished children in Haiti. During the years ended March 31, 2017 and 2016, approximately \$140,000 and \$125,000, respectively, was paid to the programs. The balance of the offerings received that is yet to be forwarded was \$60,889 and \$53,634 at March 31, 2017 and 2016, respectively. The moneys are usually forwarded within a twelve month period.

Note 4 - Investments Held By Kentucky Baptist Foundation, Inc.:

The Organization is the income beneficiary of certain permanently restricted funds, with a fair market value of \$66,791 and \$62,765 as of March 31, 2017 and 2016, respectively, held in trusts and administered by the Kentucky Baptist Foundation, Inc. as trustee. Income received from these funds for the years ended March 31, 2017 and 2016 was \$2,174 and \$2,093, respectively, and is included in interest and dividends on the statement of activities. The change in market value on these investments was a decrease of \$4,026 for the year ended March 31, 2017 and an increase of \$4,380 for the year ended March 31, 2016. The change in market value is included in change in beneficial interest held by others on the statement of activities.

Investments held by the Kentucky Baptist Foundation, Inc. consisted primarily of common stocks and mutual funds.

Note 5 - Deposits:

The Organization requires campers and organizations to make an advance deposit to reserve a date for a future camp or retreat. These deposits are nonrefundable, nontransferable, and are applied to the balance owed by the campers when they attend the event. At March 31, 2017 and 2016, the Organization held advance deposits totaling \$1,316,925 and \$1,289,789, respectively.

Note 6 - Debt:

On November 20, 2013, the county of Marshall, Kentucky issued \$5,750,000 of Industrial Building Revenue Refunding and Improvement Bonds, Series 2013. US Bank is the holder of the bonds and serves as the trustee under the bond indenture. The proceeds were used to fund the construction and equipping of certain facilities at the Cedarmore and Jonathan Creek locations, to acquire real property at the Jonathan Creek location, and for refunding the balance of the prior bonds held by US Bank. Current provisions of the loan call for monthly payments of \$32,873 including principal and interest at a fixed rate of 2.64% through November 20, 2018. The loan is secured by real property located in Marshall County, Kentucky.

(Continued)

KENTUCKY BAPTIST ASSEMBLIES, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017 AND 2016

Note 6 - Debt (Continued):

Future maturities of the note are as follows assuming the current fixed rate remains throughout the life of the note.

2018		\$ 266,216
2019		<u>4,645,760</u>
Total		4,911,976
Less: Net bond issuance costs		<u>(45,343)</u>
TOTAL LONG TERM DEBT		<u>\$4,866,633</u>

The credit facility includes various financial, operating, and reporting covenants including, but not limited to, minimum earnings levels. Related facility fees and costs to establish the loan are being amortized over the life of the agreement.

Note 7 - Related Party Transactions:

The Organization is affiliated with the Kentucky Baptist Convention which uses the facilities for some of its programs during the year. The amount of lodging and food service income and registration fees earned from the Kentucky Baptist Convention was \$50,193 and \$21,063 for the years ended March 31, 2017 and 2016, respectively. The Organization also leases its office space from the Kentucky Baptist Convention on a month-to-month basis. Rent expense was \$41,205 and \$36,900 for the years ended March 31, 2017 and 2016, respectively.

Pursuant to a Covenant Agreement between the organizations, the Kentucky Baptist Convention provides a level of ongoing financial support to Kentucky Baptist Assemblies, Inc. The level of support to be provided is determined by the Executive Board of the Kentucky Baptist Convention. For the years ended March 31, 2017 and 2016, ongoing support received was: CP - Executive Board receipts of \$333,738 and \$321,390 and RKO - Executive Board receipts of \$4,094 and \$4,512, respectively. In addition to the ongoing support, the Kentucky Baptist Convention provided \$10,350 and \$10,500 in designated support and \$90,000 and \$90,000 in Youth and Children's Ministry support for the years ended March 31, 2017 and 2016, respectively. At March 31, 2017, \$15,000 of the Youth and Children's Ministry support was still receivable from the Kentucky Baptist Convention.

The Organization received rental income of \$5,000 from a former member of management during the year ended March 31, 2016. Also during 2016, that same member of management purchased a vehicle from the Organization for \$37,324 resulting in a book loss of \$3,067.

During 2017, the Organization loaned \$25,000 to a member of management and the entire balance is outstanding at March 31, 2017.

The Organization receives goods and services from companies managed by board members. The total amount of those goods and services was \$108,221 and \$95,051 for the years ended March 31, 2017 and 2016, respectively.

(Continued)

KENTUCKY BAPTIST ASSEMBLIES, INC.
NOTES TO FINANCIAL STATEMENTS
MARCH 31, 2017 AND 2016

Note 8 - Retirement Fund:

In February 2017, the Organization changed its 403(b) retirement plan, which covers all eligible employees. Employees may voluntarily contribute a percentage of their compensation as allowed by law. Employees are immediately vested in all amounts they contribute to the Plan. The Organization's contributions to the Plan are based on a dollar for dollar match of the employees' contributions up to 8% and totaled \$43,237 and \$70,145 for the years ended March 31, 2017 and 2016, respectively. The following table represents the current vesting provisions of the Organization's matching contributions:

<u>Completed Years of Service</u>	<u>Percentage of Vested</u>
Less than 1	0%
1	20%
2	40%
3	60%
4	80%
5	100%

Note 9 - Commitments and Contingencies:

The Organization is a party to a legal proceeding resulting from an injury to a camper. The Organization utilizes outside legal counsel to assess the probability of loss and carries insurance against all such claims. An accrual is only established when the claims from litigation represent a probable loss and the cost can be reasonably estimated. In the opinion of management, any ultimate liability with respect to the action will be covered by insurance and will not materially affect the financial position or results of operations of the Organization and no such accruals have been made.

SUPPLEMENTARY INFORMATION

KENTUCKY BAPTIST ASSEMBLIES, INC.
SCHEDULES OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED MARCH 31

2017

	Program Services					General and Administrative
	Cedarmore Baptist Conference Center	Jonathan Creek Baptist Conference Center	Haiti	Center	Fundraising	
Salaries	\$ 422,553	\$ 395,502	\$ -	\$ 178,505	\$ 60,954	\$ 987,984
Payroll tax expense	40,124	29,444	-	5,560	4,574	53,146
Retirement expense	15,644	11,563	-	14,683	-	1,346
Group insurance	48,426	43,375	-	15,536	-	133,991
Food	310,140	248,876	-	57	-	27,531
Supplies	135,809	130,094	3,105	3,198	-	3,582
Contract, support services	24,954	22,740	-	32,876	-	-
Utilities	138,273	158,380	-	495	-	76,433
Trash collection	4,407	5,386	-	-	-	-
Vehicle expense	34,732	21,292	-	13	-	2,923
Insurance	55,693	45,700	-	6,478	-	40,576
Repairs and maintenance	39,973	57,687	-	-	-	411
Office expense	2,507	7,326	-	-	-	140,688
Publicity and promotion	34,488	32,177	70	1,362	-	61,656
Travel	3,341	6,649	50,550	2,048	-	57,502
Accounting	-	-	-	-	-	75,314
Depreciation	368,249	315,916	-	-	-	79,053
Interest expense	74,251	58,218	-	-	-	2,814
Miscellaneous expense	65,736	77,905	-	9,308	15,584	138,163
TOTAL FUNCTIONAL EXPENSES	<u>\$ 1,819,300</u>	<u>\$ 1,668,230</u>	<u>\$ 53,725</u>	<u>\$ 270,119</u>	<u>\$ 81,112</u>	<u>\$ 1,883,113</u>

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

2016

Program Services					
Cedarmore Baptist Conference Center	Jonathan Creek Baptist Conference Center	Haiti	Center	Fundraising	General and Administrative
\$ 392,493	\$ 386,519	\$ -	\$ 328,025	\$ -	\$ 570,243
30,517	22,238	-	5,413	-	25,313
14,224	10,690	-	24,440	-	20,792
40,611	31,528	-	29,983	-	45,828
269,275	218,236	-	658	-	6,122
152,188	108,740	484	13,152	-	6,913
14,691	690	-	90,297	-	-
128,122	160,353	-	-	-	58,165
4,477	3,863	-	-	-	-
19,826	10,441	-	452	-	5,799
-	-	-	-	-	121,090
64,049	35,249	-	-	-	-
4,228	3,321	-	373	-	61,649
7,289	7,723	979	51,367	-	11,454
4,151	7,947	14,053	2,721	-	17,266
-	-	-	-	-	40,868
562,588	507,577	-	-	-	46,922
-	-	-	-	-	142,489
36,079	45,939	-	11,378	-	42,509
\$ 1,744,808	\$ 1,561,054	\$ 15,516	\$ 558,259	\$ -	\$ 1,223,422