

Salem Baptist Church

Statements of Financial Position December 31, 2005 and 2004

ASSETS		2005	2004
Current Assets			
Checking		\$64,277.21	\$61,677.99
Savings		31,744.77	79,384.47
Building fund savings		8,918.07	8,819.32
Contributions receivable			9,198.00
Investments		6,975.22	21,918.30
Total current assets		111,915.27	180,998.08
Property and equipment			
Land, building, equipment & vehicles		4,776,035.92	4,776,035.92
House		170,678.74	
		4,946,714.66	4,776,035.92
Other Assets			
Note receivable - house downpayment		15,000.00	15,000.00
		\$5,073,629.93	\$4,972,034.00
LIABILITIES AND NET ASSETS			
Current Liabilities			
Current portion of long term-debt		\$64,269.61	\$57,151.68
Accounts payable		5,364.17	4,088.29
Withheld 403b		1,867.62	2,583.78
Total current liabilities		71,501.40	63,823.75
Long-Term Debt			
Loan payable - building		1,150,685.46	1,203,434.52
Loan payable - house		133,033.24	
Loan payable - air conditioners			8,908.19
		1,283,718.70	1,212,342.71
Net Assets			
Market valuation of investments		(2,779.75)	(2,649.63)
Unrestricted		3,626,047.59	3,591,933.09
Temporarily restricted		95,141.99	106,584.08
		3,718,409.83	3,695,867.54
		\$5,073,629.93	\$4,972,034.00

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Statements of Activities Years ended December 31, 2005 and 2004

	2005	2004
Revenues		
General contributions	\$979,555.85	\$977,454.72
Designated contributions	166,053.72	212,239.22
Interest income	422.66	244.26
Dividend income	51.89	40.69
Gain on sale of investments	58.03	972.26
	1,146,142.15	1,190,951.15
Expenditures		
Wages and benefits	537,155.92	562,910.61
Church council	36,699.06	52,938.78
Insurance	21,790.50	19,757.50
Utilities	53,225.72	45,110.08
Property management	86,679.97	87,701.22
Children's ministries	18,331.78	19,080.95
Student ministries	24,291.80	20,519.35
Adult ministries	1,267.54	5,460.27
Missions	208,216.25	184,229.54
Worship expense	5,625.97	8,296.38
Hospitality expense	2,721.56	3,919.91
Welcome and membership	3,091.23	2,636.05
Ministry resources	2,803.67	898.84
Care ministries	416.45	679.93
Evangelism and outreach ministries	19,240.33	11,786.50
Disaster relief	11,381.05	
Broker fees	269.59	300.91
Interest expense	90,814.40	102,528.71
	1,124,022.79	1,128,755.53
Revenues in excess of expenditures	22,119.36	62,195.62
Net rental income	553.05	
Market valuation - unrealized (losses) gains on investments	(130.12)	17.27
	\$22,542.29	\$62,212.89
Increase in net assets		
Net assets - beginning of year	3,695,867.54	3,633,654.65
	\$3,718,409.83	\$3,695,867.54
Net assets at end of year		

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Statements of Changes in Net Assets Years ended December 31, 2005 and 2004

	Market valuation of <u>securities</u>	Unrestricted <u>net assets</u>	Temporarily restricted net <u>assets</u>	Total net <u>assets</u>
Balances at December 31, 2003	(\$2,666.90)	\$3,568,048.48	\$68,273.07	\$3,633,654.65
Revenues in excess of expenditures - year ended December 31, 2004	\$17.27	\$23,884.61	\$38,311.01	\$62,212.89
Balances at December 31, 2004	(\$2,649.63)	\$3,591,933.09	\$106,584.08	\$3,695,867.54
Revenues in excess of expenditures - year ended December 31, 2005	(130.12)	33,398.34	(11,442.09)	21,826.13
Balances at December 31, 2005	(\$2,779.75)	\$3,625,331.43	\$95,141.99	\$3,717,693.67

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Statements of Cash Flows Years ended December 31, 2005 and 2004

	2005	2004
Sources and uses of cash from activities		
Contributions	\$1,154,807.57	\$1,180,495.94
Investments	685.92	973.57
Payroll costs	(539,872.08)	(562,748.61)
Committee expenditures	(492,507.00)	(462,574.81)
Interest paid	(90,814.40)	(102,528.71)
Cash provided from activities	32,300.01	53,617.38
Cash used by investing activities		
Building and equipment additions	(170,678.74)	(18,000.00)
Sources and uses of cash from financing activities		
Short-term debt repayment		(20,000.00)
Long-term borrowing	136,000.00	
Principal reduction of long-term debt	(57,506.08)	(48,720.82)
Cash provided (used) by financing activities	78,493.92	(68,720.82)
(Decrease) in cash	(\$59,884.81)	(\$33,103.44)
Cash and equivalents at beginning of year	171,800.08	204,903.52
Cash and equivalents at end of year	\$111,915.27	\$171,800.08