

001 Dawson Memorial Baptist Church
Fiscal Year Beginning 1/1/2012
Budgeted Financial Statement for Period 12 December 100.00%
000 DMBC

Acct # Description	Budget Annual	Budget for Period	Actual for Period	Variance for Period	Budget YTD	Actual YTD	Var. Actual to YTD Budget Dollar	Var. Actual to Annual Budget Dollar	Var. Actual to Annual Budget %
TOTAL FIN., FOOD SVCS & PROP.	2,614,743.00	228,324.00	235,295.45	6,971.45	2,614,743.00	2,433,122.28	-181,620.72	-181,620.72	93.05
TOTAL BUDGETED EXPENSES	8,272,218.00	851,119.00	879,575.73	28,456.73	8,272,218.00	8,074,568.28	-197,649.72	-197,649.72	97.61
TOTAL BDGT. REV. OVER BDGT. EX	.00	-589,413.00	-479,269.53	110,143.47	.00	-250,610.94	-250,610.94	-250,610.94	.00

720 DAYCARE-KINDERGARTEN

720/4070 Daycare/Kindergarten	.00	.00	.00	.00	.00	-45,793.70	-45,793.70	-45,793.70	.00
720/5027 Activities, Trips, CL	.00	.00	.00	.00	.00	-52.54	-52.54	-52.54	.00
720/5265 Food	.00	.00	.00	.00	.00	13,310.70	13,310.70	13,310.70	.00
720/5270 Furniture/Equipment	.00	.00	.00	.00	.00	-500.00	-500.00	-500.00	.00
720/5275 Janitorial Expense	.00	.00	.00	.00	.00	4,250.00	4,250.00	4,250.00	.00
720/5280 Paper Goods	.00	.00	.00	.00	.00	4,709.16	4,709.16	4,709.16	.00
720/5410 Materials & Supplies	.00	.00	.00	.00	.00	2,478.06	2,478.06	2,478.06	.00
720/5435 Miscellaneous Expense	.00	.00	-149,669.03	-149,669.03	.00	-149,010.83	-149,010.83	-149,010.83	.00
720/5725 Payroll	.00	.00	.00	.00	.00	160,089.09	160,089.09	160,089.09	.00
720/5740 Professional Developm	.00	.00	.00	.00	.00	1,017.89	1,017.89	1,017.89	.00
720/5800 Telephone & TV	.00	.00	.00	.00	.00	857.93	857.93	857.93	.00
720/5950 Insurance	.00	.00	.00	.00	.00	8,644.24	8,644.24	8,644.24	.00
TOTAL DAYCARE-KINDERGARTEN	.00	.00	-149,669.03	-149,669.03	.00	.00	.00	.00	.00

750 IGLESIA HISPANA

750/5001 Diezmos y Ofrendas	-96,153.68	-8,012.88	-9,133.75	-1,120.87	-96,153.68	-77,506.27	18,647.41	18,647.41	80.61
750/6110 Programa Cooperativo	3,164.98	263.84	228.34	-35.50	3,164.98	1,937.66	-1,227.32	-1,227.32	61.22
750/6120 Misiones Locales (2.5	2,260.70	188.41	137.01	-51.40	2,260.70	1,162.60	-1,098.10	-1,098.10	51.43
750/6130 Fraternidad Bautista	300.00	25.00	.00	-25.00	300.00	.00	-300.00	-300.00	.00
750/6210 Gastos Fijos/Aporte a	43,000.00	3,583.37	3,583.33	-.04	43,000.00	42,999.98	-.02	-.02	100.00
750/6300 Material y Recursos D	500.00	41.74	.00	-41.74	500.00	667.05	167.05	167.05	133.41
750/6310 Campana y eventos Eva	2,100.00	175.00	179.85	4.85	2,100.00	615.91	-1,484.09	-1,484.09	29.33
750/6320 Entrenamiento Evangel	700.00	58.37	.00	-58.37	700.00	360.36	-339.64	-339.64	51.48
750/6330 Biblias, Nuevos Testa	800.00	66.74	452.66	385.92	800.00	452.66	-347.34	-347.34	56.58
750/6340 Promocion y Propagand	800.00	66.74	-395.46	-462.20	800.00	-395.46	-1,195.46	-1,195.46	-49.43

001 Dawson Memorial Baptist Church
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Budgeted Financial Statement for Period 12 December 100.00%
000 DMBC

Acct #	Budget	Budget for	Actual for	Variance	Budget	Actual	Var. Actual	Var. Actual	Var. Actual
Description	Annual	Period	Period	for Period	YTD	YTD	to YTD	to Annual	to Annual
							Budget Dollar	Budget Dollar	Budget %
750/6350 Nueva Obra	1,000.00	83.37	145.33	61.96	1,000.00	340.95	-659.05	-659.05	34.10
750/6400 Taller/Conferencia de	.00	.00	.00	.00	.00	.00	.00	.00	.00
750/6410 Cantantes y músicos I	2,000.00	166.67	.00	-166.67	2,000.00	1,200.00	-800.00	-800.00	60.00
750/6420 Cantatas, decoracion,	500.00	41.74	.00	-41.74	500.00	179.99	-320.01	-320.01	36.00
750/6430 Instrumentos musicale	1,000.00	83.37	70.37	-13.00	1,000.00	123.23	-876.77	-876.77	12.32
750/6440 Vestuario: Coro, Gru	300.00	25.00	.00	-25.00	300.00	.00	-300.00	-300.00	.00
750/6450 Reuniones de Oracion	600.00	50.00	.00	-50.00	600.00	187.25	-412.75	-412.75	31.21
750/6510 Eventos de Companeris	3,000.00	250.00	1,514.31	1,264.31	3,000.00	4,785.75	1,785.75	1,785.75	159.53
750/6520 Retiros y Actividades	1,750.00	145.87	-49.47	-195.34	1,750.00	136.80	-1,613.20	-1,613.20	7.82
750/6530 Dia de la Hispanidad	500.00	41.74	.00	-41.74	500.00	.00	-500.00	-500.00	.00
750/6610 Escuela Dominical - R	3,842.80	320.23	577.94	257.71	3,842.80	2,405.63	-1,437.17	-1,437.17	62.60
750/6620 Entrenamiento/Desarro	1,157.20	96.47	.00	-96.47	1,157.20	1,108.37	-48.83	-48.83	95.78
750/6630 Escuela Biblica de Va	3,000.00	250.00	.00	-250.00	3,000.00	2,256.84	-743.16	-743.16	75.23
750/6710 Benevolencia	2,700.00	225.00	325.81	100.81	2,700.00	2,142.85	-557.15	-557.15	79.36
750/6720 Despensa	1,500.00	125.00	444.69	319.69	1,500.00	1,659.98	159.98	159.98	110.67
750/6730 Mantenimiento Casa Hi	500.00	41.74	.00	-41.74	500.00	230.69	-269.31	-269.31	46.14
750/6740 Biblioteca	200.00	16.74	.00	-16.74	200.00	.00	-200.00	-200.00	.00
750/6750 Guarderia	500.00	41.74	.00	-41.74	500.00	.00	-500.00	-500.00	.00
750/6760 Clinicas de Salud	300.00	25.00	114.83	89.83	300.00	288.20	-11.80	-11.80	96.07
750/6800 Transporte (Renta de	2,000.00	166.63	1,360.00	1,193.37	2,000.00	1,360.00	-640.00	-640.00	68.00
750/6810 Suplencia Pulpito	500.00	41.74	.00	-41.74	500.00	440.82	-59.18	-59.18	88.16
750/6820 Gasolina	1,300.00	108.37	42.23	-66.14	1,300.00	1,185.20	-114.80	-114.80	91.17
750/6830 Bolentines y Publicac	300.00	25.00	395.46	370.46	300.00	1,090.92	790.92	790.92	363.64
750/6840 Miscelaneos e Imprevi	300.00	25.00	.00	-25.00	300.00	177.34	-122.66	-122.66	59.11
750/6850 Desarrollo Profesion	200.00	16.74	.00	-16.74	200.00	64.80	-135.20	-135.20	32.40
750/6860 Gastos de Representac	200.00	16.74	.00	-16.74	200.00	7.96	-192.04	-192.04	3.98
750/6870 Becas Universitarias	1,500.00	125.00	750.00	625.00	1,500.00	1,500.00	.00	.00	100.00
750/6910 Varonil	2,500.00	208.37	.00	-208.37	2,500.00	1,338.93	-1,161.07	-1,161.07	53.56
750/6920 Mujeres	2,500.00	208.37	60.44	-147.93	2,500.00	1,827.11	-672.89	-672.89	73.08
750/6930 Jovenes adultos	1,000.00	83.37	.00	-83.37	1,000.00	.00	-1,000.00	-1,000.00	.00
750/6940 Jovenes adolescentes	2,500.00	208.37	.00	-208.37	2,500.00	1,125.66	-1,374.34	-1,374.34	45.03
750/6950 Programa de ninos	1,200.00	100.00	117.04	17.04	1,200.00	1,171.66	-28.34	-28.34	97.64
750/6996 Pro-Templo	2,178.00	181.50	.00	-181.50	2,178.00	.00	-2,178.00	-2,178.00	.00
TOTAL IGLESIA HISPANA DAWSON	.00	1.21	920.96	919.75	.00	-1,368.58	-1,368.58	-1,368.58	.00
TOTAL DAYCARE/IGLESIA EXP.	.00	1.21	-148,748.07	-148,749.28	.00	-1,368.58	-1,368.58	-1,368.58	.00

Run Date 1/29/2013
Time 11:06:12

001 Dawson Memorial Baptist Church
Fiscal Year Beginning 1/1/2012
Budgeted Financial Statement for Period 12 December 100.00%
000 DMBC

<u>Acct #</u> <u>Description</u>	<u>Budget</u> <u>Annual</u>	<u>Budget for</u> <u>Period</u>	<u>Actual for</u> <u>Period</u>	<u>Variance</u> <u>for Period</u>	<u>Budget</u> <u>YTD</u>	<u>Actual</u> <u>YTD</u>	<u>Var. Actual</u> <u>to YTD</u> <u>Budget Dollar</u>	<u>Var. Actual</u> <u>to Annual</u> <u>Budget Dollar</u>	<u>Var. Actual</u> <u>to Annual</u> <u>Budget %</u>
TOTAL EXP OVER/UNDER INC.	.00	-589,411.79	-628,017.60	-38,605.81	.00	-251,979.52	-251,979.52	-251,979.52	.00

Shannon Lindsay

EXHIBIT B

From: George <gb@gemstonemediainc.com>
Sent: Thursday, October 10, 2013 2:24 PM
To: Shannon Lindsay
Subject: Closed-captioning services

Importance: High

Shannon,

Thank you for reaching out and for allowing us the opportunity to bid on closed-captioning services for the church television ministry.

We are 10-years in business as a full service television production company specializing in close-captioning. My business partner and I are both former broadcasters, so we know inside and out how to handle their needs. And the majority of our captioning business is for ministries so we understand your needs and concerns as well. We are used to working in tight deadline situations.

From our conversation our rates are as follows:

To transcribe and close caption a one hour HD program and deliver to the television station, typically via FTP file format: **\$500.**

If the ministry were willing to make a commitment of 6 months to use our services, we would be able to discount the cost to **\$400** per program.

In order to meet the station's deadline, which is Wednesday for the ensuing Sunday air date, we would need at least the program's audio as a file (mp3 or WAV) e-mailed or FTP by Tuesday 5pm. This will allow us to have it transcribed over-night. From there, we would need the video file by noon on Wednesday to caption and FTP to WIAT. As discussed we can fudge their deadline when/if needed as long as we don't abuse it.

We would like to have your business. We do not require a contract of any sort and we guarantee complete satisfaction for all of the work we do.

If you need references from some of our clients and/or ministries we would be more than glad to provide you contact names.

If you have any questions or need any additional information, please feel free to call me any time.

Best regards and blessings,
George B.

GEORGE BIRNBAUM,
VICE-PRESIDENT, GEMSTONE MEDIA INC.
8280 PRINCETON SQUARE BLVD. WEST SUITE #4
JACKSONVILLE, FLORIDA 32256
904-482-0430 (OFFICE)
904-465-7600 (CELL PHONE)
WWW.GEMSTONEMEDIAINC.COM

EXHIBIT B

Shannon Lindsay

Subject: FW: CBS Broadcast
Attachments: Close Caption Estimate.pdf

From: dmcarter21@gmail.com [mailto:dmcarter21@gmail.com] **On Behalf Of** Daniel Carter
Sent: Thursday, October 10, 2013 1:09 PM
To: Shannon Lindsay
Subject: Re: CBS Broadcast

Hi Shannon, I attached an estimate that compares standard captioning rates from other companies with the price we offer. I included the price for transcription and captioning in the estimate. If you have any questions or concerns please call me.

Thank You

--

Daniel Carter
Master Video Productions
901-372-7012
www.mastervideomemphis.com

Dawson Memorial Baptist Church

Exhibit B

Recent Closed-Captioning Service Estimates

Closed Captioning Estimate

Master Video

Below is the price list for one of the nations top closed captioning companies. The price to have a 1 hour show captioned, with a 2 day turnaround from them would cost \$760 if you needed them to transcribe it and caption it. Plus \$50 dollars to create an mpeg file.

e-Captioning Workflow

1. Upload a small proxy video file
2. CPC transcribes & creates caption files for your video file
3. A caption file is emailed to you
4. You lay down the caption file to tape with your NLE

Transcription Only	
2 day turnaround	\$4/min
5 day turnaround	\$3/min

X

Caption/Transcription

Caption/Transcription			5 Day Turnaround			10 Day Turnaround		
Video length (in minutes)	Caption Only	Transcript & Caption	Video length (in minutes)	Caption Only	Transcript & Caption	Video length (in minutes)	Caption Only	Transcript & Caption
Spot*	\$100	\$100	Spot*	\$100	\$100	Spot*	\$95	\$95
5	\$140	\$155	5	\$100	\$110	5	\$95	\$105
10	\$180	\$210	10	\$125	\$145	10	\$115	\$135
15	\$220	\$265	15	\$150	\$180	15	\$135	\$165
20	\$260	\$320	20	\$175	\$215	20	\$155	\$195
30	\$340	\$430	30	\$225	\$285	30	\$195	\$255
45	\$460	\$595	45	\$300	\$390	45	\$255	\$345
60	\$580	\$760	60	\$375	\$495	60	\$315	\$435
75	\$700	\$925	75	\$450	\$600	75	\$375	\$525
90	\$820	\$1,090	90	\$525	\$705	90	\$435	\$615
105	\$940	\$1,255	105	\$600	\$810	105	\$495	\$705
120	\$1,060	\$1,420	120	\$675	\$915	120	\$555	\$795

The e-Captioning Workflow e-Captioning can be used for virtually all captioning tasks SD or HD using the NLE hardware you already have.

Converting captioned TV video to captioned web video CPC will help you comply with the new web closed captioning law.

Master Video can close caption your one hour program with a 2 day turnaround for \$400, plus we can create the mpeg file for free. This includes transcription and captioning of the show. I know you guys have a very short turnaround time. If you guys were able to stagger the show by one week we could probably lower the price to \$350. Each week you would upload the show file into a file sharing folder that we would then download. After transcribing the file we would add captions and create a mpeg2 file to upload to the station. We would need at least 2 weeks before the first show airs to work out any kinks and get the system flow down.

Dawson Memorial Baptist Church

Exhibit C

Estimate of In-House Closed-Captioning Production

Estimate For In House Closed Captioning Equipment

Hardware:

"iMac"

Desktop computer with upgraded RAM and processor to handle captioning
\$1,699 + sales tax = \$1868.90

"G-Drive 1TB Drive"

Hard drive to backup captioning and ease transfer of files
\$179 + sales tax = \$196.90

Software:

"MacCaptionPro-MPEG"

Captioning Software for Mac OS X
\$3,995

"MacSpeech Scribe"

Transcription program to convert audio files to text file for use in captioning program
\$149.99

Personnel:

10 hours per week at \$20 per hour x 52 weeks = \$10,400

Total Estimated Cost:

\$16,610.79

Dawson Memorial Baptist Church

Exhibit D

**Correspondence from Video Programming
Distributor Regarding Assistance**

EXHIBIT D



October 10, 2013

To: Shannon Lindsay, Director of Media Dawson Memorial Church

Shannon,

I have spoken with Bill Ballard, General Manager WIAT-TV/CBS42, regarding your request for closed captioning assistance. We appreciate the long term relationship of over 25 years between Dawson Church and WIAT-TV; however, WIAT offers no assistance to any of our many clients in this area.

If there are any further questions regarding this matter please feel free to contact me at 205-488-4102.

Sincerely,

John Isaac

Account manager WIAT-TV/CBS42



P.O. BOX 59496, BIRMINGHAM, AL 35259 ♦ 2075 GOLDEN CREST DRIVE, BIRMINGHAM, AL 35209
PHONE: (205) 322-4200 ♦ FAX: (205) 320-2713

Dawson Memorial Baptist Church

Exhibit E

Audited Financial Statements for 2011 and 2012

EXHIBIT E1

The L.O. Dawson Memorial Baptist Church, Inc.

and

**Dawson Memorial Baptist Church Foundation
(Non-Profit Organizations)**

Birmingham, Alabama

Combined Financial Statements

December 31, 2011 and 2010

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Table of Contents
December 31, 2011 and 2010

Independent Auditor's Report	Page 1
Combined Financial Statements	
Combined Statements of Cash Receipts and Disbursements For the Year Ended December 31, 2011	2-3
Combined Statements of Cash Receipts and Disbursements For the Year Ended December 31, 2010	4-5
Notes to Combined Financial Statements	6-9

Independent Auditor's Report

Board of Deacons: The L.O. Dawson Memorial Baptist Church, Inc.
Board of Directors: Dawson Memorial Baptist Church Foundation
Birmingham, Alabama

We have audited the accompanying combined statements of cash receipts and disbursements of The L.O. Dawson Memorial Baptist Church, Inc. and the Dawson Memorial Baptist Church Foundation for the years ended December 31, 2011 and 2010. These combined financial statements are the responsibility of the Church's management. Our responsibility is to express an opinion on these combined 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 audits to obtain reasonable assurance about whether the statements of cash receipts and disbursements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the statements of cash receipts and disbursements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the statements of cash receipts and disbursements. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 1, the accompanying combined financial statements have been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the combined statements of cash receipts and disbursements referred to above present fairly, in all material respects, the cash receipts and disbursements of The L.O. Dawson Memorial Baptist Church, Inc. and the Dawson Memorial Baptist Church Foundation for the years ended December 31, 2011 and 2010 on the basis of accounting described in Note 1.

L. PAUL KASSOUF & CO., P. C.

L. Paul Kassouf & Co.

Certified Public Accountants

August 31, 2012

**The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Combined Statements of Cash Receipts and Disbursements
For the Year Ended December 31, 2011**

	Church	Foundation
Cash Receipts		
Choir tours	\$ 222,823	\$ -
Contributions	7,452,362	10,000
Designated contributions:		
2012 contributions received in 2011	170,911	-
Lottie Moon offering	120,091	-
Annie Armstrong offering	34,532	-
Dawson Music Academy	169,204	-
Building fund	1,363,675	-
Construction Draws	3,270,000	-
Other designated contributions	890,611	-
Family recreation center fees	215,324	-
Hispanic ministry contributions	82,612	-
Interest and dividend income	2,141	54,799
Kindergarten and daycare fees	548,183	-
Kitchen receipts	106,446	-
Total Cash Receipts	<u>14,648,915</u>	<u>64,799</u>
Cash Disbursements		
Building maintenance	1,297,548	-
Children's building construction costs	5,721,429	-
Church program support	489,643	-
Dawson Music Academy	168,735	-
Debt service (including interest)	715,949	-
Designated funds	1,292,084	20,000
Educational program disbursements:		
Adult	161,732	-
Youth	105,480	-
Preschool	27,551	-
Children	33,903	-
Educational scholarships	-	90,044
Finance and stewardship	59,089	3,000
Hispanic ministry	77,392	-
Kindergarten and daycare	613,371	-
Kitchen	271,863	-
Mission programs	1,493,051	9,251
Music program	144,132	-
Recreation program	409,421	-
Salaries and payroll expenses	2,997,961	-
Total Cash Disbursements	<u>\$ 16,080,334</u>	<u>\$ 122,295</u>

See independent auditor's report and accompanying notes.

**The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Combined Statements of Cash Receipts and Disbursements - Continued
For the Year Ended December 31, 2011**

	Church	Foundation
Net change in cash	\$(1,431,419)	\$ (57,496)
Cash at beginning of year	3,215,296	7,582
Net investment transactions	<u>-</u>	<u>60,900</u>
Cash at end of year	<u>\$ 1,783,877</u>	<u>\$ 10,986</u>

See independent auditor's report and accompanying notes.

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Combined Statements of Cash Receipts and Disbursements
For the Year Ended December 31, 2010

	Church	Foundation
Cash Receipts		
Choir tours	\$ 73,932	\$ -
Contributions	7,579,788	115,050
Designated contributions:		
2011 contributions received in 2010	208,316	-
Lottie Moon offering	103,564	-
Annie Armstrong offering	31,784	-
Dawson Music Academy	143,049	-
Building fund	1,598,688	-
Other designated contributions	814,060	-
Family recreation center fees	216,186	-
Hispanic ministry contributions	80,268	-
Interest and dividend income	3,019	53,882
Kindergarten and daycare fees	664,435	-
Kitchen receipts	117,567	-
Total Cash Receipts	<u>11,634,656</u>	<u>168,932</u>
Cash Disbursements		
Building maintenance	1,262,245	-
Children's building construction costs	344,712	-
Church program support	511,713	-
Dawson Music Academy	145,267	-
Debt service (including interest)	709,262	-
Designated funds	1,286,885	-
Educational program disbursements:		
Adult	152,608	-
Youth	85,968	-
Preschool	31,916	-
Children	57,157	-
Educational scholarships	-	79,250
Finance and stewardship	54,072	2,750
Hispanic ministry	69,427	-
Kindergarten and daycare	636,408	-
Kitchen	280,945	-
Mission programs	1,313,786	-
Music program	128,442	-
Recreation program	392,881	-
Salaries and payroll expenses	2,862,484	-
Total Cash Disbursements	<u>\$ 10,326,178</u>	<u>\$ 82,000</u>

See independent auditor's report and accompanying notes.

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Combined Statements of Cash Receipts and Disbursements - Continued
For the Year Ended December 31, 2010

	Church	Foundation
Net change in cash	\$ 1,308,478	\$ 86,932
Cash at beginning of year	1,906,818	83,560
Net investment transactions	-	(162,910)
Cash at end of year	\$ 3,215,296	\$ 7,582

See independent auditor's report and accompanying notes.

**The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Notes To Combined Financial Statements
For The Years Ended December 31, 2011 and 2010**

Note 1. Summary of Significant Accounting Policies

Organization

The L.O. Dawson Memorial Baptist Church, Inc. (the Church) is a not-for-profit organization located in Birmingham, Alabama. The Church's primary function is to provide religious leadership to its members and prospective members, the majority of whom are in the greater Birmingham area. The primary source of revenue to the Church is member contributions that are used to fund mission and church support programs, religious education and community benevolence programs.

Dawson Memorial Baptist Church Foundation (the Foundation) is a not-for-profit organization located in Birmingham, Alabama. The Foundation's primary function is to support educational scholarships, television ministry, Camp Dawson, and other ministries of the Church. The primary source of revenue to the Foundation is contributions of members of the Church, designated for the use of the Foundation.

The Boards of the Church and the Foundation are elected by the membership of the Church.

Basis of Accounting

The accompanying financial statements have been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. As a result, all contributions and receipts are recognized when cash is received rather than when earned and expenses and disbursements are recognized when cash is disbursed rather than when the obligation is incurred. Contributions of securities are recorded as contributions at the time the securities are liquidated and converted to cash. Other non-cash transactions including in kind contributions are not recognized in these financial statements. Contributions restricted by donors for specific purposes are recorded as designated contributions.

Reclassifications

Certain reclassifications have been made to the 2010 financial statements to conform to the 2011 financial statement presentation.

Income Taxes

The Church and the Foundation are exempt from federal income taxes under the provisions of Section 501(c) (3) of the Internal Revenue Code.

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Notes To Combined Financial Statements - Continued
For The Years Ended December 31, 2011 and 2010

Note 1. Summary of Significant Accounting Policies - Continued

Concentration of Credit Risk

Financial instruments that potentially subject the Church to concentrations of credit risk consist principally of temporary cash investments. The Church maintains its cash balances primarily in one financial institution located in Birmingham, Alabama; however, investments are held at various other financial institutions. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2011 and 2010, the uninsured cash balance was \$1,374,462 and \$1,431,501, respectively.

Note 2. Contributions

The Church received members' contributions of \$10,000 and \$115,050 during 2011 and 2010, respectively, designated for the Foundation. The Foundation each transferred the funds to its investment account.

Note 3. Investments

At December 31, 2011 and 2010, the fair market value of the cash and investments of the Foundation was \$2,550,126 and \$2,662,671, respectively. Investment activity is presented as a net amount in the Combined Statements of Cash Receipts and Disbursements.

Note 4. Long-Term Debt

The Church has a term note agreement with a local financial institution. At December 31, 2010, the Church maintained a financing agreement with Wells Fargo, which bore interest at the Adjusted 30-day LIBOR Market Index Rate plus 1.25%, and is payable in 59 monthly installments. The interest rate charged on this note as of December 31, 2010 was 1.52%. The final balloon payment on the remaining balance was due February 2011. Total interest paid for the years ending December 31, 2011 and 2010 was \$20,357 and \$134,234, respectively. The remaining balance due on the Wells Fargo note for the year ending December 31, 2010 was \$2,597,189. During 2011, this note was paid in full.

Effective February 2011, the Church's financing was transferred to Regions Bank and all long-term debt with Wells Fargo was paid in full. The Regions note provides available credit of \$10,000,000 and bears interest at the Adjusted 30-day LIBOR Market Index Rate plus 2.23% and is payable in 60 monthly installments. The interest rate on this note as of December 31, 2011 was 2.50%. The unpaid principle and interest is due February, 2016. Total interest paid for the year ending December 31, 2011 was \$63,850. The balance for the year ending December 31, 2011 was \$5,235,446, including \$3,270,000 drawn to cover construction expenditures on the Arendall Children's Building.

In addition, the Church executed an agreement with Regions Bank in which the Church agrees not to mortgage, encumber or convey the real estate owned by the Church without the written consent of Regions Bank during the term of the loan.

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Notes To Combined Financial Statements - Continued
For The Years Ended December 31, 2011 and 2010

Note 4. Long-Term Debt - Continued

In connection with these notes, the Church entered into an interest rate swap agreement with the commercial banks to manage its exposure to changes in interest rates on this floating interest rate note payable. In connection with the Wells Fargo loan, for the year ending December 31, 2010, the outstanding interest rate swap agreement fixed the interest rate on a notional principal amount of \$1,716,077. The Wells Fargo swap agreement changed the Church's effective interest rate on the notional amount to an effective fixed rate of 6.75%. The interest rate swap agreement matured in February 2011. The cost to terminate this swap agreement at December 31, 2010 was \$19,405. In connection with the Regions loan, The Church executed a new swap agreement with a swap trade date of February 2, 2011 and a swap effective date of February 1, 2012. At the effective date, the outstanding interest rate swap agreement will fix the interest rate on a notional principal amount of \$4,000,000 at an effective interest rate of 5.12%. The interest rate swap agreement matures on February 2016. The cost to terminate this swap agreement at December 31, 2011 was \$294,294. The swap agreement is designated as a cash flow hedge. For the years ending December 31, 2011 and 2010, the Church paid a total of \$11,933 and \$92,663, respectively, in interest related to the interest rate swap.

Annual maturities of long-term debt at December 31, 2011 are as follows:

Year ending December 31,

2016	\$ 5,235,446
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Note 5. Line of Credit

In 2010, the Church had a line of credit with Wells Fargo in the amount of \$1,000,000, bearing interest at the Adjusted 30-day LIBOR Market Index Rate plus 1.25%, which was 1.52% at December 31, 2010. Effective February 2011, the Church's financing was transferred to Regions Bank and the line of credit was reduced to \$500,000. The Regions Bank line of credit bears interest at the Adjusted 30-day LIBOR Market Index Rate plus 2.50%, which was 2.77% at December 31, 2011. No funds were utilized from this line of credit during the years ending December 31, 2011 and 2010.

Note 6. Income Taxes

In June 2006, the Financial Accounting Standard Board (FASB) issued FIN 48, "Accounting for Uncertainty in Income Taxes," an interpretation of FASB Statement No. 109, that clarifies the accounting and recognition for income tax positions taken or expected to be taken in the Church and Foundation's income tax returns. FIN 48 was incorporated in the FASB codification as ASC 740-10. The Church and Foundation have evaluated its tax positions and interpretations, and believe its positions are appropriate based on current facts and circumstances.

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Notes To Combined Financial Statements - Continued
For The Years Ended December 31, 2011 and 2010

Note 7. Commitments

On September 2, 2011, the Church entered into a lease agreement to rent space for a children's resource center. The term of the lease is for three years beginning on October 1, 2011 and ending on September 30, 2014. Total rent expense for the year ending December 31, 2011 was \$1,500.

Future minimum lease payments as of December 31, 2011 are as follows:

Year ending December 31,	
2012	\$ 20,000
2013	\$ 30,000
2014	\$ 22,500

Note 8. Subsequent Events

The Church and Foundation have evaluated subsequent events through August 31, 2012, the date which the financial statements were available to be issued.

Interest Rate Swap

In connection with the long term debt referenced in Note 4, the Church entered into an interest rate swap agreement to manage its exposure to changes in interest rates on this floating interest rate payable. On February 1, 2012, the outstanding interest rate swap agreement will fix the interest rate on a notional principal amount of \$4,000,000 at an effective interest rate of 5.12%.

Line of Credit

The Church renewed its line of credit with Regions Bank in the amount of \$500,000. The line of credit bears interest at the Adjusted 30-day LIBOR rate plus 2.50% and matures on January 30, 2013.

The L.O. Dawson Memorial Baptist Church, Inc.

and

**Dawson Memorial Baptist Church Foundation
(Non-Profit Organizations)**

Birmingham, Alabama

Combined Financial Statements

December 31, 2012 and 2011

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Table of Contents
December 31, 2012 and 2011

Independent Auditor's Report	Page 1-2
Combined Financial Statements	
Combined Statements of Cash Receipts and Disbursements For the Year Ended December 31, 2012	3-4
Combined Statements of Cash Receipts and Disbursements For the Year Ended December 31, 2011	5-6
Notes to Combined Financial Statements	7-10

Independent Auditor's Report

Board of Deacons: The L.O. Dawson Memorial Baptist Church, Inc.
Board of Directors: Dawson Memorial Baptist Church Foundation
Birmingham, Alabama

We have audited the accompanying combined statements of cash receipts and disbursements of The L.O. Dawson Memorial Baptist Church, Inc. and the Dawson Memorial Baptist Church Foundation for the years ended December 31, 2012 and 2011, 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 the cash basis of accounting as described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 audit. We conducted our audit 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosure 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 involves 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 audit opinion.

Opinion

In our opinion, the combined statements of cash receipts and disbursements referred to above present fairly, in all material respects, the cash receipts and disbursements of The L.O. Dawson Memorial Baptist Church, Inc. and the Dawson Memorial Baptist Church Foundation for the years ended December 31, 2012 and 2011 on the cash basis of accounting described in Note 1.

L. PAUL KASSOUF & CO., P. C.

L. Paul Kassouf & Co.

Certified Public Accountants

June 6, 2013

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Combined Statements of Cash Receipts and Disbursements
For the Year Ended December 31, 2012

	Church	Foundation
Cash Receipts		
Choir tours	\$ 42,771	\$ -
Contributions	8,341,584	42,640
Designated contributions:		
2013 contributions received in 2012	129,471	-
Lottie Moon offering	166,097	-
Annie Armstrong offering	43,467	-
Dawson Music Academy	169,069	-
Building fund	1,304,718	-
Construction draws	1,661,000	-
Other designated contributions	800,076	-
Family recreation center fees	232,571	-
Hispanic ministry contributions	77,506	-
Interest and dividend income	-	42,486
Kindergarten and daycare fees	96,716	-
Kitchen receipts	118,667	-
Total Cash Receipts	<u>13,183,713</u>	<u>85,126</u>
Cash Disbursements		
Building maintenance	1,509,641	-
Children's building construction costs	2,621,149	-
Church program support	589,866	-
Dawson Music Academy	180,203	-
Debt service (including interest)	1,076,572	-
Designated funds	1,203,032	-
Educational program disbursements:		
Adult	187,044	-
Youth	115,686	-
Preschool	29,790	-
Children	50,110	-
Educational scholarships	-	99,150
Finance and stewardship	43,232	3,250
Hispanic ministry	76,138	-
Kindergarten and daycare	195,463	-
Kitchen	299,572	-
Mission programs	1,418,404	-
Music program	155,857	-
Recreation program	434,200	-
Salaries and payroll expenses	3,049,478	-
Total Cash Disbursements	<u>\$ 13,235,437</u>	<u>\$ 102,400</u>

See independent auditor's report and accompanying notes.

**The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Combined Statements of Cash Receipts and Disbursements - Continued
For the Year Ended December 31, 2012**

	Church	Foundation
Net change in cash	\$ (51,724)	\$ (17,274)
Cash at beginning of year	1,783,877	10,986
Net investment transactions	-	214,849
Cash at end of year	\$ 1,732,153	\$ 208,561

See independent auditor's report and accompanying notes.

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Combined Statements of Cash Receipts and Disbursements
For the Year Ended December 31, 2011

	Church	Foundation
Cash Receipts		
Choir tours	\$ 222,823	\$ -
Contributions	7,452,362	10,000
Designated contributions:		
2012 contributions received in 2011	170,911	-
Lottie Moon offering	120,091	-
Annie Armstrong offering	34,532	-
Dawson Music Academy	169,204	-
Building fund	1,363,675	-
Construction draws	3,270,000	-
Other designated contributions	890,611	-
Family recreation center fees	215,324	-
Hispanic ministry contributions	82,612	-
Interest and dividend income	2,141	54,799
Kindergarten and daycare fees	548,183	-
Kitchen receipts	106,446	-
Total Cash Receipts	<u>14,648,915</u>	<u>64,799</u>
Cash Disbursements		
Building maintenance	1,297,548	-
Children's building construction costs	5,721,429	-
Church program support	489,643	-
Dawson Music Academy	168,735	-
Debt service (including interest)	715,949	-
Designated funds	1,292,084	20,000
Educational program disbursements:		
Adult	161,732	-
Youth	105,480	-
Preschool	27,551	-
Children	33,903	-
Educational scholarships	-	90,044
Finance and stewardship	59,089	3,000
Hispanic ministry	77,392	-
Kindergarten and daycare	613,371	-
Kitchen	271,863	-
Mission programs	1,493,051	9,251
Music program	144,132	-
Recreation program	409,421	-
Salaries and payroll expenses	2,997,961	-
Total Cash Disbursements	<u>\$16,080,334</u>	<u>\$ 122,295</u>

See independent auditor's report and accompanying notes.

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Combined Statements of Cash Receipts and Disbursements - Continued
For the Year Ended December 31, 2011

	Church	Foundation
Net change in cash	\$(1,431,419)	\$ (57,496)
Cash at beginning of year	3,215,296	7,582
Net investment transactions	<u>-</u>	<u>60,900</u>
Cash at end of year	<u>\$ 1,783,877</u>	<u>\$ 10,986</u>

See independent auditor's report and accompanying notes.

**The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Notes To Combined Financial Statements
For The Years Ended December 31, 2012 and 2011**

Note 1. Summary of Significant Accounting Policies

Organization

The L.O. Dawson Memorial Baptist Church, Inc. (the Church) is a not-for-profit organization located in Birmingham, Alabama. The Church's primary function is to provide religious leadership to its members and prospective members, the majority of whom are in the greater Birmingham area. The primary source of revenue to the Church is member contributions that are used to fund mission and church support programs, religious education and community benevolence programs.

Dawson Memorial Baptist Church Foundation (the Foundation) is a not-for-profit organization located in Birmingham, Alabama. The Foundation's primary function is to support educational scholarships, television ministry, Camp Dawson, and other ministries of the Church. The primary source of revenue to the Foundation is contributions of members of the Church, designated for the use of the Foundation.

The Boards of the Church and the Foundation are elected by the membership of the Church.

Basis of Accounting

The accompanying financial statements have been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. As a result, all contributions and receipts are recognized when cash is received rather than when earned and expenses and disbursements are recognized when cash is disbursed rather than when the obligation is incurred. Contributions of securities are recorded as contributions at the time the securities are liquidated and converted to cash. Other non-cash transactions including in kind contributions are not recognized in these financial statements. Contributions restricted by donors for specific purposes are recorded as designated contributions.

Reclassifications

Certain reclassifications have been made to the 2011 financial statements to conform to the 2012 financial statement presentation.

Income Taxes

The Church and the Foundation are exempt from federal income taxes under the provisions of Section 501(c) (3) of the Internal Revenue Code.

The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Notes To Combined Financial Statements - Continued
For The Years Ended December 31, 2012 and 2011

Note 1. Summary of Significant Accounting Policies - Continued

Concentration of Credit Risk

Financial instruments that potentially subject the Church to concentrations of credit risk consist principally of temporary cash investments. The Church maintains its cash balances primarily in one financial institution located in Birmingham, Alabama; however, investments are held at various other financial institutions. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2012 and 2011, the uninsured cash balance was \$1,428,461 and \$1,374,462, respectively.

Note 2. Contributions

The Church received members' contributions of \$42,640 and \$10,000 during 2012 and 2011, respectively, designated for the Foundation. The Foundation transferred the funds to its investment account.

Note 3. Investments

At December 31, 2012 and 2011, the fair market value of the cash and investments of the Foundation was \$2,632,032 and \$2,550,126, respectively. Investment activity is presented as a net amount in the Combined Statements of Cash Receipts and Disbursements.

Note 4. Long-Term Debt

The Church has a term note agreement with a local financial institution. At December 31, 2010, the Church maintained a financing agreement with Wells Fargo, which bore interest at the Adjusted 30-day LIBOR Market Index Rate plus 1.25%, and was payable in 59 monthly installments. The final balloon payment on the remaining balance was paid February 2011. Total interest paid for the year ending December 31, 2011 was \$20,357.

Effective February 2011, the Church's financing was transferred to Regions Bank and all long-term debt with Wells Fargo was paid in full. The Regions note provides available credit of \$10,000,000 and bears interest at the Adjusted 30-day LIBOR Market Index Rate plus 2.23% and is payable in 60 monthly installments. The interest rate on this note as of December 31, 2012 and 2011 was 2.44% and 2.50%, respectively. The unpaid principle and interest is due February, 2016. Total interest paid for the years ending December 31, 2012 and 2011 was \$259,404 and \$63,850, respectively. The balance for the years ending December 31, 2012 and 2011 was \$6,079,281 and \$5,235,446, respectively. The balance includes \$ 4,931,000 drawn to cover construction expenditures on the Arendall Children's Building.

In addition, the Church executed an agreement with Regions Bank in which the Church agrees not to mortgage, encumber or convey the real estate owned by the Church without the written consent of Regions Bank during the term of the loan.

**The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Notes To Combined Financial Statements - Continued
For The Years Ended December 31, 2012 and 2011**

Note 4. Long-Term Debt - Continued

In connection with these notes, the Church entered into an interest rate swap agreement with the commercial banks to manage its exposure to changes in interest rates on this floating interest rate note payable. The Wells Fargo swap agreement changed the Church's effective interest rate on the notional amount to an effective fixed rate of 6.75%. The interest rate swap agreement matured in February 2011. In connection with the Regions loan, The Church executed a new swap agreement with a swap trade date of February 2, 2011 and a swap effective date of February 1, 2012. At the effective date, the outstanding interest rate swap agreement fixed the interest rate on a notional principal amount of \$4,000,000 at an effective interest rate of 5.12%. The interest rate swap agreement matures in February 2016. The cost to terminate this swap agreement at December 31, 2012 and 2011 was \$282,970 and \$294,294, respectively. The swap agreement is designated as a cash flow hedge. For the years ending December 31, 2012 and 2011, the Church paid a total of \$98,806 and \$11,933, respectively, in interest related to the interest rate swap.

Annual maturities of long-term debt at December 31, 2012 are as follows:

Year ending December 31,

2016	\$ 6,079,281
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Note 5. Line of Credit

In 2010, the Church had a line of credit with Wells Fargo in the amount of \$1,000,000, bearing interest at the Adjusted 30-day LIBOR Market Index Rate plus 1.25%. Effective February 2011, the Church's financing was transferred to Regions Bank and the line of credit was reduced to \$500,000. The Regions Bank line of credit bears interest at the Adjusted 30-day LIBOR Market Index Rate plus 2.50%, which was 2.71% and 2.77% at December 31, 2012 and 2011, respectively. No funds were utilized from this line of credit during the years ending December 31, 2012 and 2011.

Note 6. Income Taxes

In June 2006, the Financial Accounting Standard Board (FASB) issued FIN 48, "Accounting for Uncertainty in Income Taxes," an interpretation of FASB Statement No. 109, that clarifies the accounting and recognition for income tax positions taken or expected to be taken in the Church and Foundation's income tax returns. FIN 48 was incorporated in the FASB codification as ASC 740-10. The Church and Foundation have evaluated its tax positions and interpretations, and believe its positions are appropriate based on current facts and circumstances.

**The L.O. Dawson Memorial Baptist Church, Inc.
Dawson Memorial Baptist Church Foundation
Notes To Combined Financial Statements - Continued
For The Years Ended December 31, 2012 and 2011**

Note 7. Commitments

On September 2, 2011, the Church entered into a lease agreement to rent space for a children's resource center. The term of the lease is for three years beginning on October 1, 2011 and ending on September 30, 2014. Total rent expense for the years ending December 31, 2012 and 2011 was \$20,000 and \$1,500, respectively.

Future minimum lease payments as of December 31, 2012 are as follows:

Year ending December 31,

2013	\$	30,000
2014	\$	22,500

On October 7, 2012, the Church voted to enter into a five year partnership with a 501(c)(3) nonprofit ministry based in Tampa, Florida that will provide funding for the construction and operation of two primary schools, training for pastors and resources for women's ministry in the community of Akot, South Sudan beginning in 2013. The Church will provide up to \$500,000 to this partnership. In addition to the funding, the Church will continue to send specialized mission teams to South Sudan.

Note 8. Subsequent Events

The Church and Foundation have evaluated subsequent events through June 6, 2013, the date which the financial statements were available to be issued.

Line of Credit

On January 30, 2013, the Church renewed its line of credit with Regions Bank in the amount of \$500,000. The line of credit bears interest at the Adjusted 30-day LIBOR rate plus 2.50% and matures on January 29, 2014.

Dawson Memorial Baptist Church

Exhibit F

Balance Sheets

EXHIBIT F1

Current Year

ASSETS

CURRENT ASSETS

1105 Regions	1,782,761.65
1106 Wachovia	.00
1108 Investments	.00
1110 Change Fund	895.00
1111 Cash - FRC Checking/Regions	220.00
1112 Cash - FRC Checking/Wachovia	.00
1120 Electronic Receivable	28,376.13
1130 Stocks Receivable	45,055.05

TOTAL ASSETS 1,857,307.83

LIABILITIES

PAYABLES

2010 Federal Withholding Income Tax	.00
2015 FICA/Medicare	-1,723.88
2020 State Withholding Income Tax	.00
2025 Jefferson County Tax	2,975.38
2030 Un-reimbursed Medical FSA	-4,989.39
2031 Dependent Care FSA	3,395.92
2035 Garnishments	.00
2040 Wedding Deposits	2,500.00
2045 Daycare Security Deposits	4,750.00
2050 Note Payable: Regions	1,965,396.10
2051 Note Payable: Wachovia Bank	.00
2055 Loan Contra Acct/Regions	-1,965,396.10
2056 Loan Contra Account/Wachovia	.00
2070 Credit Card Account	.00

TOTAL PAYABLES 6,908.03

DESIGNATED FUNDS (NON-BUDGET)

2103 Baptist Partnership Clearing	.00
2105 Benevolence/Soup Kitchen	1,587.61
2107 Building, Facility & Furnishing	.00
2110 Capital Improvement/Repairs	40,515.42
2113 Chapel Choir International Tour	.00
2122 Emergency Mission, Benevolence &	.00
2159 Chapel Choir Mission Trip	.00
2160 Hispanic Ministry	.00
2165 Unspent Budget Funds	693,373.88
2170 Volunteers in Missions	.00
2180 Youth World Changers	6,045.27
2185 Unspent Daycare Income	88,651.50

TOTAL DESIGNATED FUNDS 830,173.68

RESTRICTED FUNDS

2215 2012 paid in 2011	170,911.42
2219 Annie Armstrong Offering - Hispa	.00
2220 Annie Armstrong Offering	3,641.30
2221 Associate Pastor's Ministry Fund	.00
2223 Building, Facility & Furnishing	22,639.72
2225 Chapel Choir Tour Scholarship	28,858.28

001 Dawson Memorial Baptist Church
 Fiscal Year Beginning 1/1/2011
 Balance Sheet for Period 12 - December
 000 DMBC

	<u>Current Year</u>
2228 Missions Ministry	7,886.74
2230 Children's Ministry	4,882.48
2231 Children's Resource Center Minis	22,519.77
2232 Christian Legal Ministry Fund	.00
2235 Cooperative Baptist Fellowship	.00
2240 Dawson Foundation Gifts	6,359.62
2243 Dawson Music Academy	-5,121.76
2244 Dawson Widows & Orphans Fund	.00
2245 Disaster Relief	1,300.00
2251 Emergency Mission, Benevolence &	29,864.46
2252 Frances Liles Fund	89,216.52
2253 Family Dynamics	1,213.67
2255 Kathleen Mallory Offering	.00
2258 Health & Wellness Ministry	10,000.00
2260 Helen White Offering	.00
2264 Hispanic Youth Ministry	16,921.08
2265 Hispanic Church	88,119.44
2266 Indonesia Orphanage	1,040.19
2268 Homeless Ministry	3,105.00
2270 Building Fund Contributions	5,165.00
2271 Legacy of Faith Building Campaig	3,070,506.58
2272 Landscaping	35,000.00
2273 Library Contributions	8,705.47
2275 Lottie Moon Offering	100,194.17
2276 Lottie Moon Offering - Hispanic	497.96
2280 M-Power Contributions	.00
2285 Memorials	437.50
2290 Miscellaneous	393,995.24
2291 Miscellaneous - Hispanic	493.37
2295 Missionary Fund	25,716.60
2305 Music Ministry	27,863.28
2315 Pastor's Ministry Fund	6,829.44
2316 Pipe Organ Improvement Fund	274.92
2320 Preschool Ministry	6,782.25
2325 Recreation Ministry	3,167.66
2330 Senior Adult Events	.00
2335 Television Ministry	19,926.89
2340 World Hunger	1,000.00
2345 Youth Ministry	4,062.42
2371 Children's Building Construction	-6,076,165.61
2372 Construction Loan	3,270,000.00
TOTAL RESTRICTED FUNDS	----- 1,407,811.07
2497 Desig/Restr. Fund Contra Acct.	-500,000.00
DESIG/RESTR. FUND CONTRA ACCT	----- -500,000.00
TOTAL LIABILITIES	----- 1,744,892.78
EQUITY	
3100 Equity	.00
Equity-Current Year	112,415.05
Equity-Total	----- 112,415.05

001 Dawson Memorial Baptist Church
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December
000 DMBC

Current Year

TOTAL EQUITY

112,415.05

TOTAL LIABILITIES & EQU

1,857,307.83
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EXHIBIT F2

Current Year

ASSETS

CURRENT ASSETS

1105 Regions	1,772,393.11
1106 Wachovia	.00
1108 Investments	.00
1110 Charge Fund	895.00
1111 Cash - FRC Checking/Regions	465.00
1112 Cash - FRC Checking/Wachovia	.00
1120 Electronic Receivable	38,815.81
1130 Stocks Receivable	18,210.50
TOTAL ASSETS	1,830,779.42

LIABILITIES

PAYABLES

2010 Federal Withholding Income Tax	.00
2015 FICA/Medicare	32.39
2020 State Withholding Income Tax	.00
2025 Jefferson County Tax	2,975.38
2030 Un-reimbursed Medical FSA	240.59
2031 Dependent Care FSA	.00
2035 Garnishments	.00
2040 Wedding Deposits	3,750.00
2045 Daycare Security Deposits	3,590.00
2050 Note Payable: Regions	.00
2051 Note Payable: Wachovia Bank	.00
2055 Loan Contra Acct/Regions	.00
2056 Loan Contra Account/Wachovia	.00
2070 Credit Card Account	.00
TOTAL PAYABLES	10,588.36

DESIGNATED FUNDS (NON-BUDGET)

2103 Baptist Partnership Clearing	.00
2105 Benevolence/Soup Kitchen	.00
2110 Capital Improvement/Repairs	40,515.42
2113 Chapel Choir International Tour	.00
2159 Chapel Choir Mission Trip	.00
2160 Hispanic Ministry	.00
2165 Reserve Fund	882,407.20
2170 Volunteers in Missions	.00
2180 Youth World Changers	.00
2185 Unspent Daycare Income	.00
TOTAL DESIGNATED FUNDS	922,922.62

RESTRICTED FUNDS

2215 2013 budget giving paid in 2012	129,471.16
2219 Annie Armstrong Offering - Hispa	.00
2220 Annie Armstrong Offering	2,575.00
2221 Associate Pastor's Ministry Fund	.00
2223 Building, Facility & Furnishing	.00
2225 Chapel Choir Tour Scholarship	22,006.62
2228 Missions Ministry	22,408.74
2230 Children's Ministry	5,425.48

001 Dawson Memorial Baptist Church
 Fiscal Year Beginning 1/1/2012
 Balance Sheet for Period 12 - December
 000 DMBC

	<u>Current Year</u>
2231 Kids Connection Ministry	58,767.18
2232 Christian Legal Ministry Fund	.00
2235 Cooperative Baptist Fellowship	.00
2240 Dawson Foundation Gifts	41,599.62
2243 Dawson Music Academy	-6,126.31
2244 Dawson Widows & Orphans Fund	.00
2245 Disaster Relief	900.00
2251 Emergency Mission, Benevolence &	6,763.18
2252 Frances Liles Fund	76,620.06
2253 Family Dynamics	1,113.67
2255 Kathleen Mallory Offering	.00
2257 Haven Field Community Church	21,691.72
2258 Health & Wellness Ministry	17,533.72
2260 Helen White Offering	.00
2264 Hispanic Youth Ministry	10,592.47
2265 Hispanic Church	96,069.96
2266 Indonesia Orphanage	.00
2268 Homeless Ministry	3,105.00
2270 Building Fund Contributions	12,010.50
2271 Legacy of Faith Building Campaign	4,363,463.31
2272 Landscaping	35,000.00
2273 Library Contributions	9,290.47
2275 Lottie Moon Offering	149,523.37
2276 Lottie Moon Offering - Hispanic	805.00
2280 M-Power Contributions	.00
2285 Memorials	1,787.50
2290 Miscellaneous	357,411.00
2291 Miscellaneous - Hispanic	493.37
2295 Missionary Fund	33,833.59
2305 Music Ministry	25,933.11
2315 Pastor's Ministry Fund	11,908.10
2316 Pipe Organ Improvement Fund	274.92
2320 Preschool Ministry	6,832.25
2325 Recreation Ministry	6,581.26
2330 Senior Adult Events	.00
2335 Television Ministry	4,567.57
2340 World Hunger	1,200.00
2345 Youth Ministry	4,513.42
2370 East Building Redecorating Proje	-226,247.09
2371 Children's Building Construction	-8,471,067.84
2372 Construction Loan	4,558,637.36

TOTAL RESTRICTED FUNDS	1,397,268.44

2497 Desig/Restr. Fund Contra Acct.	-500,000.00

DESIG/RESTR. FUND CONTRA ACCT	-500,000.00

TOTAL LIABILITIES	1,830,779.42

EQUITY	
3100 Equity	-251,979.52
Equity-Current Year	251,979.52

Equity-Total	.00

001 Dawson Memorial Baptist Church
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December
000 DMBC

Current Year

TOTAL EQUITY

.00

TOTAL LIABILITIES & EQU

1,830,779.42
=====

CERTIFICATE OF SERVICE

I, Colleen von Hollen, of Bennet & Bennet, PLLC, 6124 MacArthur Boulevard, Bethesda, MD 20816, hereby certify that a copy of the foregoing Supplement to Petition for Waiver of Dawson Memorial Baptist Church was served on this 4th day of November, 2013, via electronic mail, unless otherwise indicated, on those listed below:

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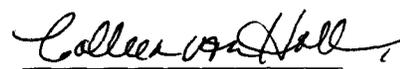
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