



First United Methodist Church

Received & Inspected

OCT 25 2013

FCC Mail Room

October 22, 2013

Office of the Secretary
Federal Communication Commission
Attention: Disability Rights Office, Room 3-C438
445 12th Street SW
Washington, DC 20554

CGI Docket 06-181

RE: CGB-CC-1224

Please find the enclosed information requested in your letter to us on September 30, 2013.

Per this letter from FCC Disability Rights Office attorney Suzy Rosen Singleton, I believe this completes all the information you requested for our exemption request.

Please let me know if you require anything further related to this matter.

A handwritten signature in black ink, appearing to read "D. Dillard", with a long horizontal flourish extending to the right.

David Dillard
Church Administrator
First United Methodist Church of Tupelo
662-690-8100

OCT 25 2013

FCC Mail Room

SUPPLEMENTAL INFORMATION

Name of the programming for which exemption is requested:

11:00 am Sunday Worship Service of First United Methodist Church of Tupelo

Nature and Cost of Closed Captions for the Programming:

WTVA-TV

Cost per program: \$175

Cost per year: \$9,100 (not including equipment)

CAPTION ASSOCIATES

Cost per program: \$175

Cost per year: \$9,100 (not including equipment)

Impact of captioning on our programming activities:

Our annual Operating Budget is based solely on the gifts, tithes, and offerings of those that attend our church. We do not budget more than we expect to receive. As such, to add the additional cost of closed captioning would place a burden on our finances that would cause us to eliminate the broadcast completely and keep us from reaching those that cannot physically be in our Sanctuary on Sunday morning.

Our Type of Operations:

First United Methodist Church of Tupelo was founded in 1874 and is a member of the Mississippi Conference of the United Methodist Church. Our mission is to "Love God, Celebrate Christ, and Serve Others".

Since 1991, our church has broadcast our 11:00 am worship service live on local television. We currently air on ABC-WTVA (channel 9.2 in Tupelo, MS). The broadcast of this service allows us to reach those that are unable to come or uncomfortable coming to church for worship. This live, one hour broadcast is staffed exclusively by volunteers and funded from our Operating Budget with an annual cost of \$31,000.

Video Programming Distributor Assistance:

First United Methodist Church requested assistance with funding from our program distributor, WTVA-TV. They do not have funds available to help us with this task. A copy of the email from Mr. Phil Sullivan, WTVA Station Manager, is included with this documentation.

Additional Sponsorships:

First United Methodist Church requested assistance from the Tupelo District of the Mississippi Conference of the United Methodist Church. Per District Superintendent Dr. Jimmy Barnes, no funds are available to assist us with defraying the costs of closed captioning. A copy of the email from Dr. Barnes is included with this documentation.

As our budget is solely based on the gifts, tithes, and offerings of our congregation, we do not have the room in our budget to assume further costs associated with our live Sunday broadcast without cutting some other ministry area. As such, we will be forced to discontinue our broadcast that has served our area since the early 1990s if we are required to provide closed captioning.



October 17, 2013

**Cost Proposal for First United Methodist Church of Tupelo
Real-time Captioning Services**

Dear David:

As per our phone conversation, we would be happy to provide realtime captioning for your weekly worship service. Our captioners and staff have many years of experience providing captioning services to the broadcast industry across the country, including captioning for religious programming.

Our rate for Realtime Captioning is \$175.00 per hour, with a 30-minutes minimum charge and billed in 15-minute increments thereafter.

- ❖ Our veteran staff has extensive experience in all aspects of real-time and offline captioning. We offer 24-hour customer service, toll-free access, fast response times, ability to reach administrators quickly and easily, and continuity.
- ❖ Caption Associates LLC pays the long-distance phone charges and/or internet charges incurred when captioning. We do not require you to provide toll-free lines or pay us for long-distance phone/internet charges.
- ❖ There are no standby retainers. Caption Associates LLC is available to you 24/7 via phone in case a technical problem occurs during a captioning session at no additional cost.
- ❖ Caption Associates LLC charges no "up front" or "set-up" charges for services. There are no charges for captioning cancelled with a minimum of 12 hours' notice.
- ❖ Itemized invoices will be emailed on a monthly basis for the hours of captioning provided.
- ❖ Realtime Caption delivery. First United Methodist Church of Tupelo will be responsible for supplying a compatible closed-caption encoder with a built-in modem and two dedicated telephone lines (one line to allow the captioner to automatically connect to the program audio and the other line would automatically connect the captioner to the encoder modem). If an encoder purchase or rental is needed, Caption Associates LLC can provide a discounted price quote for closed-captioning encoder products.

Please feel free to call me at 785-838-3933 or email me if you have any questions.

Sincerely,

Jamie Powell
Caption Associates

David Dillard

Subject: FW: Quotes and costs for closed-captioning 1st Methodist

From: Shannon Turner <sturner@wtva.com>
Subject: Quotes and costs for closed-captioning 1st Methodist
Date: October 23, 2013 12:41:52 PM CDT
To: John Sullivan <psullivan@wtva.com>

Phil,

After consulting with Rodney as well as getting quotes from captioning services, here is a rough cost of what FUMC would need to insert live closed-captioning at the church before it is sent to us each Sunday morning:

Hardware:

1. An autocoupler: \$100. Hooked up to church's audio board and used to send an audio signal down a phone line to the captioning service.
2. Phone lines (2): \$50 per month per line. 1st line would transfer the audio to the captioner, 2nd line would send the captioning data back to the encoder at the church to be inserted into the video.
3. Modem: \$50. This would be needed at the church to receive the captioning data and then send it to the encoder for insertion.
4. SD Encoder (Link brand): \$1000. This would insert the captions into the video before it is sent to us from the church.

Service:

The rates quoted for a weekly live Sunday morning captioning service done by a stenographer range from \$145-\$175 per month.

To sum it up, FUMC would need to buy hardware for around \$1150. They would need to pay for two dedicated phone lines for roughly \$100 a month (\$1200 annually) and subscribe to a captioning service for around \$175 per hour (\$9100 annually).

Rodney and I would be glad to talk with you about this in more detail later..

Thanks,

Shannon

--

Shannon Turner Director of Creative Services WTVA/ABC-WTVA/WLOV 1359 Beech Springs Road Saultillo, MS 38866 662.842.7620

FIRST UNITED METHODIST CHURCH - TUPELO
OPERATING BUDGET ACCOUNTS for Period Ending
December 31, 2011

	REVENUE	Y-T-D	BUDGET	% REC'D
1	Pledged	2,125,703		
2	Non-Pledged	188,404		
3	Previous Year Pledges	6,893		
4	Church School Offering	124		
5	Loose Offering	14,982		
6	Memorials and Honorariums	350		
7	Miscellaneous REVENUE	15,000		
8	Interest & Dividends	17		
9	TOTAL REVENUE	2,351,471	2,345,593	100.3%
10				
11	BUDGETED DISBURSEMENTS		BUDGET	% USED
12	Outreach DISBURSEMENTS	(222,654)	(236,200)	94.3%
13	Personnel DISBURSEMENTS	(1,002,432)	(1,016,000)	98.7%
14	Childrens' Council DISBURSEMENTS	(16,099)	(18,635)	86.4%
15	Adult Council DISBURSEMENTS	(238)	(500)	47.7%
16	Christian Education DISBURSEMENTS	(18,000)	(19,650)	91.6%
17	Library DISBURSEMENTS	(1,955)	(2,200)	88.9%
18	Youth Council DISBURSEMENTS	(28,573)	(28,000)	102.0%
19	Music DISBURSEMENTS	(63,318)	(79,550)	79.6%
20	Worship DISBURSEMENTS	(7,009)	(25,900)	27.1%
21	Upper Room Prayer Ministry	(2,664)	(3,900)	68.3%
22	Stewardship DISBURSEMENT	(60)	(3,500)	1.7%
23	Fellowships & Groups DISBURSEMENTS	(23,495)	(16,500)	142.4%
24	Church Vehicle Expense	(5,362)	(2,000)	268.1%
25	Operating EXPENSES-Building	(419,521)	(381,000)	110.1%
26	Operating EXPENSES-Office	(66,699)	(64,500)	103.4%
27	Annual Audit DISBURSEMENTS	(9,965)	(8,500)	117.2%
28	District Apportionments	(26,370)	(26,370)	100.0%
29	Direct Bill	(60,572)	(47,000)	128.9%
30	Conference Apportionments	(332,230)	(332,188)	100.0%
31	Interest Expense-Building Fund Loan	(37,643)	(33,500)	112.4%
32	TOTAL BUDGETED DISBURSEMENTS	(2,344,857)	(2,345,593)	100.0%
33	NON-Budgeted DISBURSEMENTS	1,380		
34	TOTAL DISBURSEMENTS	(2,343,477)		
35	Increase(Decrease) in FUNDS for 2011	7,994		

FIRST UNITED METHODIST CHURCH - TUPELO
OPERATING BUDGET ACCOUNTS for Period Ending
December 31, 2012

	REVENUE	12/31/12 YTD			
1	Pledged	2,082,327			
2	Non-Pledged	202,837			
3	Previous Year Pledges	5,795			
4	Church School Offering	365			
5	Loose Offering	16,025			
6	Inspiration Services	2,251			
7	Memorials and Honorariums	5,535			
8	Miscellaneous REVENUE	1,648			
9	Interest & Dividends	26			
10	TOTAL REVENUE	2,316,810	2,439,318		95%
11					
12	BUDGETED DISBURSEMENTS		BUDGET	Actual Over(Under) Budget	% USED
13	Outreach DISBURSEMENTS	(214,834)	(229,500)	(14,666)	94%
14	Personnel DISBURSEMENTS	(984,551)	(1,045,000)	(60,449)	94%
15	Childrens' Council DISBURSEMENTS	(18,469)	(19,160)	(691)	96%
16	Adult Council DISBURSEMENTS	(416)	(500)	(84)	83%
17	Christian Education DISBURSEMENTS	(13,712)	(17,650)	(3,938)	78%
18	Library DISBURSEMENTS	(1,187)	(2,250)	(1,063)	53%
19	Youth Council DISBURSEMENTS	(33,767)	(31,000)	2,767	109%
20	Music DISBURSEMENTS	(78,780)	(74,900)	3,880	105%
21	Worship DISBURSEMENTS	(11,460)	(17,200)	(5,741)	67%
22	The Inspiration	(2,807)	(21,850)	(19,043)	13%
23	Upper Room Prayer Ministry	(420)	(2,400)	(1,980)	18%
24	Fellowships & Groups DISBURSEMENTS	(32,407)	(17,000)	15,407	191%
25	Church Vehicle Expense	(3,292)	(3,000)	292	110%
26	Operating EXPENSES-Building	(448,323)	(416,500)	31,823	108%
27	Operating EXPENSES-Office	(70,898)	(67,000)	3,898	106%
28	Annual Review DISBURSEMENTS	(9,565)	(8,500)	1,065	113%
29	District Apportionments	(27,914)	(27,914)	0	100%
30	Direct Bill	(62,237)	(62,000)	237	100%
31	Conference Apportionments	(361,321)	(360,994)	327	100%
32	Interest Expense-Building Fund Loan	(16,511)	(15,000)	1,511	110%
33	TOTAL BUDGETED DISBURSEMENTS	(2,392,871)	(2,439,318)	(46,447)	98%
34	NON-Budgeted DISBURSEMENTS	4,666			
35	Adjustment from prior year	(7,994)			
36	TOTAL DISBURSEMENTS	(2,396,199)	(2,439,318)	(43,119)	98%
37	Increase(Decrease) in FUNDS	(79,389)			
38					

**FIRST UNITED METHODIST CHURCH
OF TUPELO, INC
FINANCIAL STATEMENTS**

December 31, 2011

M. M. WINKLER & ASSOCIATES, PLLC
Certified Public Accountants
Tupelo, Mississippi

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M. M. WINKLER & ASSOCIATES, PLLC

Certified Public Accountants

221 Franklin Street - P. O. Box 499
Tupelo, Mississippi 38802
(662) 842-4641 or Fax (662) 842-4646
E-Mail info@mmwinkler.com

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Finance Committee
First United Methodist Church of Tupelo, Inc
Tupelo, Mississippi

We have reviewed the accompanying Statements of Cash Receipts and Disbursements for the Operating Fund and the Special Funds of First United Methodist Church of Tupelo, Inc for the years ended December 31, 2011 and 2010. A review includes primarily applying analytical procedures to the Church's financial data and making inquiries of Church personnel. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statement.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statement. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with the cash receipts and disbursements basis of accounting, as described in Note 1.

M. M. Winkler & Associates, PLLC

July 27, 2012

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FIRST UNITED METHODIST CHURCH OF TUPELO, INC
STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS
OPERATING FUND

For the Years Ended December 31, 2011 and 2010

	2011	2010
RECEIPTS - BUDGETED		
Received on Pledges	\$ 2,014,769	\$ 2,176,353
Received on Future Year Pledges	104,612	110,934
Receipts not Pledged	188,404	147,884
Received on Prior Year Pledges	6,893	19,026
Church School Receipts	124	144
Loose and Initial Offerings	14,981	15,816
Other Budgeted Receipts	15,369	46
Total Budgeted Receipts	\$ 2,345,152	\$ 2,470,203
DISBURSEMENTS - BUDGETED		
Outreach	\$ 222,654	\$ 228,865
Personnel	1,002,432	1,003,194
Children's Council	16,099	15,490
Adult Council	238	976
Christian Education	18,000	22,022
Library	1,955	1,941
Youth Council	28,573	28,671
Music	63,318	67,672
Worship	7,009	15,464
Upper Room Prayer Ministry	2,664	361
Stewardship	60	81,532
Fellowship / Groups / Miscellaneous	23,495	15,186
Church Vehicles	5,362	2,782
Operating Expenses - Building	419,521	369,312
Operating Expenses - Office	66,698	70,857
Accounting	9,965	9,876
Debt Reduction	-0-	34,000
Interest Expense	37,643	76,513
District Apportionments	26,370	24,331
Direct Bill	60,572	54,282
Conference Apportionment	332,230	297,022
Total Budgeted Disbursements	\$ 2,344,858	\$ 2,420,349
Excess (Deficit) of Budgeted Receipts over Budgeted Disbursements	\$ 294	\$ 49,854
Excess (Deficit) of Non-Budgeted Receipts over Non-Budgeted Disbursements	61,833	(80)
Increase (Decrease) in Cash	\$ 62,127	\$ 49,774
CASH BALANCE - Beginning of Year	42,891	(6,883)
CASH BALANCE - End of Year	\$ 105,018	\$ 42,891

See accompanying Notes to Financial Statements and Accountants' Review Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS
SPECIAL FUNDS

For the Years Ended December 31, 2011 and 2010

RECEIPTS	2011	2010
Altar Guild Fund	\$ 10,070	\$ -0-
Altar Guild - Kinsey Memorial Flower Fund	266	266
Camp Lake Stephens Cabins Fund	-0-	1,770
Capital Expense Reserve Fund	3,443	236,392
Chancel Choir Fund	2,145	2,294
Chapel Garden Maintenance Fund	211	421
Children's Ministry Memorials Fund	-0-	75
Choir Fund (Children)	-0-	550
Choir Fund (Youth)	-0-	3,397
CLC League Fund	1,200	2,035
Collins Library Fund	10	16
Columbarium Fund	96,600	18,700
Delta Missions Fund	1,750	2,750
Extra Yard Fund	-0-	4,426
Fidelity Investments Fund	53,610	45,119
Flower Guild Fund	5,047	3,495
Food Pantry Fund	47,189	40,506
Foundations Hospitality Fund	27	-0-
Gathering Garden Landscaping Fund	-0-	200
Gaye Whitmore Fund	-0-	200
Habitat for Humanity Fund	-0-	720
Hill T.O.P. Fund	2,214	3,480
Hilliard Lyons Fund	52,349	84,016
Interest Earned Fund	2,922	4,043
Joe Whiteside Trust	-0-	16,868
Kneisly Trust	-0-	46,531
Library Fund	348	221
Marco Mendoza Fund	425	4,050
Medical Assistance Fund	1,178	7,891
Martha Pounds Assistance Fund	3,323	-0-
Memorial Individual Fund	20	25
Methodist Senior Services Fund	2,000	2,135
Mexico Mission Fund	-0-	1,000
Miscellaneous Fund	1,055	810
Miscellaneous Missions Fund	-0-	120
New Capital Fund	1,101,626	634,227
Preschool Kids PAD Fund	148,672	144,734
Roadrunner Fund	50	25
Special Memorial Fund	-0-	50
Special Offerings Fund	3,733	9,239
TV Ministry Fund	3,885	6,010
UMCOR Relief Aid Fund	6,700	8,017
World Communion - Hunger Fund	185	190
Youth Fund	15,025	2,175
TOTAL RECEIPTS	\$ 1,567,278	\$ 1,339,189

See accompanying Notes to Financial Statements and Accountants' Review Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
SUMMARY OF CASH RECEIPTS AND DISBURSEMENTS
SPECIAL FUNDS

- Continued -

	2011	2010
DISBURSEMENTS		
Altar Guild Fund	\$ 848	\$ 1,069
Altar Guild - Kinsey Memorial Flower Fund	158	940
Camp Lake Stephens Cabins Fund	-0-	1,465
Capital Expense Reserve Fund	-0-	200,513
Chancel Choir Fund	1,545	8,049
Chapel Garden Maintenance Fund	-0-	137
Choir Fund (Children)	-0-	200
Choir Fund (Youth)	-0-	3,397
CLC League Fund	1,027	1,194
Columbarium Fund	29,360	1,318
Delta Missions Fund	2,365	2,123
Emerging Worship Fund	-0-	1,781
Extra Yard Fund	-0-	4,307
Fidelity Investment Fund	13,948	73,636
Flower Guild Fund	4,860	4,341
Food Pantry Fund	47,189	40,506
Foundations Hospitality Fund	172	-0-
Gathering Garden Landscaping Fund	-0-	200
Gaye Whitmore Fund	-0-	200
Habitat for Humanity Fund	-0-	770
Hill T.O.P. Fund	2,200	4,788
Hilliard Lyons Fund	56,708	79,657
Interest Earned Fund	3,443	2,763
Joe Whiteside Trust	10,499	62,024
Library Fund	222	404
Marcos Mendoza Fund	425	4,150
Martha Pounds Assistance Fund	3,256	-0-
Medical Assistance Fund	1,128	7,864
Memorial Fund	50	-0-
Memorial Individual Fund	-0-	25
Methodist Men's Club Fund	1,412	-0-
Methodist Senior Services Fund	1,975	2,110
Mexico Mission Fund	-0-	900
Miscellaneous Fund	-0-	-0-
Miscellaneous Missions Fund	3,521	487
New Capital Fund	1,050,864	621,194
Operating Budget Carryover Fund	60,886	-0-
Prepaid Pledges Fund	-0-	113,911
Preschool Kids PAD Fund	151,660	139,981
Special Memorial Fund	5,257	50
Special Offerings Fund	3,816	9,481
TV Ministry Fund	75	47,770
UMCOR Relief Aid Fund	6,700	8,017
World Communion - Hunger Fund	185	190
Youth Fund	28,278	-0-
Youth Fund Raiser Fund	-0-	3,850
	\$ 1,494,032	\$ 1,455,762
TOTAL DISBURSEMENTS		

See accompanying Notes to Financial Statements and Accountants' Review Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS
SPECIAL FUNDS
- Continued -

	2011	2010
INCREASE (DECREASE) IN CASH	\$ 73,246	\$ (116,573)
CASH BALANCE - Beginning of Year	611,409	727,982
CASH BALANCE - End of Year	\$ 684,655	\$ 611,409

See accompanying Notes to Financial Statements and Accountants' Review Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2011 and 2010

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF ACCOUNTING

The Church's financial statements have been prepared on the cash basis of accounting. Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recorded. The cash basis differs from generally accepted accounting principles primarily because amounts receivable from contributors, fixed assets, accounts payable to vendors, and long-term debt are not included in the financial statements.

The Church receives contributions primarily from contributors in the Lee County area for the Operating Fund and for the Special Funds. Special Funds are designated at the time of the gift as to the purpose for which the funds are to be used and are segregated for this purpose.

B. INCOME TAX

The First United Methodist Church is an exempt organization for Federal income tax purposes.

NOTE 2. COMPOSITION OF CASH BALANCES

A. OPERATING FUND

	<u>12/31/11</u>	<u>12/31/10</u>
Checking Accounts	\$ <u>105,018</u>	\$ <u>42,891</u>
Total Cash	\$ <u><u>105,018</u></u>	\$ <u><u>42,891</u></u>

B. SPECIAL FUNDS

	<u>12/31/11</u>	<u>12/31/10</u>
Checking Accounts	\$ 150,489	\$ 25,231
Certificates of Deposit	81,599	81,599
Brokerage Account *	447,566	412,263
MS United Methodist Foundation, Inc.	<u>5,001</u>	<u>92,316</u>
Total Cash	\$ <u><u>684,655</u></u>	\$ <u><u>611,409</u></u>

* The brokerage account includes investments in marketable securities at a cost basis of \$ 436,149 and \$11,417 in a money market account. The marketable securities in the brokerage account have quoted prices in active markets and can be easily converted to cash. The fair market value of the marketable securities as of December 31, 2011 is \$ 441,089.

NOTE 3. INTERFUND BORROWING

In 2009 the Special Funds bank account loaned \$ 241,350 for capital improvement projects. The Church has agreed to repay the loan with a interest rate of 3% to 6%. The Church repaid \$ 5,311 and \$ 106,010 for the years ended December 31, 2011 and 2010, respectively. Interest expense was \$ 5,400 and \$ -0- for the years ended December 31, 2011 and 2010, respectively.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2011 and 2010

- Continued -

NOTE 4. LEASES

The Church leased a copier under a operating lease with an original term of 48 months. The lease payments on this lease were \$5,184 and \$5,184 for 2011 and 2010, respectively. This lease expires in June 2012. The remaining commitments under this lease are:

2012	\$	<u>3,024</u>
Total	\$	<u><u>3,024</u></u>

NOTE 5. LONG TERM DEBT

In 2004, the Church obtained and used a \$6,000,000 line of credit for construction of a fellowship hall, choir building, gathering hall and parking lot. In October, 2008, the Church refinanced the balance of \$2,194,101 with a three year interest only loan at a rate of 4.99%. The church has paid \$1,322,888 in principal on the 2008 loan, including \$ 289,071 and \$ 486,169 in 2011 and 2010, respectively. In June, 2011, the Church refinanced the balance of \$ 871,213 and obtained an additional advance of \$ 363,018 for repairs. The loan is a one year interest only loan at a rate of 2.95%. During the year ended December 31, 2011, the Church prepaid principal in the amount of \$ 391,222. The remaining loan balance is \$ 843,009, as of December 31, 2011. Interest expense was \$ 37,643 and \$ 73,363 for the years ended December 31, 2011 and 2010, respectively.

The Church has a line of credit in the amount of \$ 400,000 with a local financial institution. The line of credit balance is \$ -0- and \$ -0- as of December 31, 2011 and 2010, respectively.

In October, 2011, the Church issued four promissory notes for \$25,000 each. The proceeds are for the construction of a Columbarium. The notes are due and payable at 0% interest in installments as and when the Church sales niches in the Columbarium. All proceeds of the sale of such niches will be used to pay the notes until the notes are paid in full.

NOTE 6. EMPLOYEE BENEFIT PLAN

The First United Methodist Church provides a tax-deferred annuity program to full-time employees after one year of employment. Participating employees are required to contribute 3% of their salary to this plan. The Church matches the employee's contribution with 6% of their salary and deposits the funds in a retirement plan administered according to section 403(b)(9) of the Internal Revenue Code of 1986.

Total contributions by the Church to the retirement plan were \$26,226 and \$ 24,744 for the years ended December 31, 2011 and 2010, respectively.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2011 and 2010

- Continued -

NOTE 7. INSURANCE ON CASH ON DEPOSIT

The carrying amount of the Church's cash on deposit was \$ 353,524. The deposit balance (bank balance plus deposits in transit) was \$ 559,405. The amount of the deposit balance that is insured and uninsured is as follows:

	Amount Insured by Federal Government	Uninsured Amount	Total Deposit Balance
	<u> </u>	<u> </u>	<u> </u>
Cash on Deposit	\$ <u>542,987</u>	\$ <u>16,418</u>	\$ <u>559,405</u>

NOTE 8. SUBSEQUENT EVENTS

Management has evaluated subsequent events through July 27, 2012, the date on which the financial statements were available to be issued. Management has determined that there are no reportable subsequent events.

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**FIRST UNITED METHODIST CHURCH
OF TUPELO, INC
FINANCIAL STATEMENTS**

December 31, 2012

M. M. WINKLER & ASSOCIATES, PLLC
Certified Public Accountants
Tupelo, Mississippi

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M. M. WINKLER & ASSOCIATES, PLLC
Certified Public Accountants

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Tupelo, Mississippi 38802
(662) 842-4641 or Fax (662) 842-4646
info@mmwinkler.com

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

Finance Committee
First United Methodist Church of Tupelo, Inc
Tupelo, Mississippi

We have reviewed the accompanying Statements of Cash Receipts and Disbursements for the Operating Fund and the Special Funds of First United Methodist Church of Tupelo, Inc for the years ended December 31, 2012 and 2011. A review includes primarily applying analytical procedures to the Church's financial data and making inquiries of Church personnel. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statement.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statement. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with the cash receipts and disbursements basis of accounting, as described in Note 1.

M. M. Winkler & Associates, PLLC

July 26, 2013

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FIRST UNITED METHODIST CHURCH OF TUPELO, INC
STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS
OPERATING FUND

For the Years Ended December 31, 2012 and 2011

	2012	2011
RECEIPTS - BUDGETED		
Received on Pledges	\$ 1,977,715	\$ 2,014,769
Received on Future Year Pledges	56,574	104,612
Receipts not Pledged	202,837	188,404
Received on Prior Year Pledges	5,795	6,893
Church School Receipts	365	124
Loose and Initial Offerings	16,025	14,981
Other Budgeted Receipts	9,459	15,369
Total Budgeted Receipts	\$ 2,268,770	\$ 2,345,152
DISBURSEMENTS - BUDGETED		
Outreach	\$ 214,834	\$ 222,654
Personnel	984,551	1,002,432
Children's Council	18,469	16,099
Adult Council	416	238
Christian Education	13,712	18,000
Library	1,186	1,955
Youth Council	33,767	28,573
Music	78,780	63,318
Worship	14,267	7,009
Upper Room Prayer Ministry	420	2,664
Stewardship	-0-	60
Fellowship / Groups / Miscellaneous	32,407	23,495
Church Vehicles	3,292	5,362
Operating Expenses - Building	448,323	419,521
Operating Expenses - Office	70,898	66,698
Accounting	9,565	9,965
Interest Expense	16,511	37,643
District Apportionments	27,914	26,370
Direct Bill	62,237	60,572
Conference Apportionment	361,321	332,230
Total Budgeted Disbursements	\$ 2,392,870	\$ 2,344,858
Excess (Deficit) of Budgeted Receipts over Budgeted Disbursements	\$ (124,100)	\$ 294
Excess (Deficit) of Non-Budgeted Receipts over Non-Budgeted Disbursements	(3,273)	61,833
Increase (Decrease) in Cash	\$ (127,373)	\$ 62,127
CASH BALANCE - Beginning of Year	105,018	42,891
CASH BALANCE - End of Year	\$ (22,355)	\$ 105,018

See accompanying Notes to Financial Statements and Accountants' Review Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS
SPECIAL FUNDS

For the Years Ended December 31, 2012 and 2011

RECEIPTS	2012	2011
Altar Guild Fund	\$ 25	\$ 10,070
Altar Guild - Kinsey Memorial Flower Fund	266	266
Capital Expense Reserve Fund	28,952	3,443
Capital Fund	630,379	1,101,626
Chancel Choir Fund	2,140	2,145
Chapel Garden Maintenance Fund	118	211
Children's Ministry Memorials Fund	-0-	-0-
Choir Fund (Children)	40	-0-
Choir Fund (Youth)	150	-0-
CLC League Fund	1,055	1,200
Collins Library Fund	10	10
Columbarium Fund	31,650	96,600
Delta Missions Fund	580	1,750
Fidelity Investments Fund	92,963	53,610
Flower Guild Fund	4,128	5,047
Food Pantry Fund	57,204	47,189
Foundations Hospitality Fund	-0-	27
Ghana Water Filter Fund	4,773	-0-
Hill T.O.P. Fund	3,542	2,214
Hilliard Lyons Fund	11,174	52,349
Interest Earned Fund	198	2,922
Library Fund	40	348
Marco Mendoza Fund	-0-	425
Medical Assistance Fund	-0-	1,178
Martha Pounds Assistance Fund	-0-	3,323
Memorial Individual Fund	10	20
Methodist Senior Services Fund	1,720	2,000
Miscellaneous Fund	1,197	1,055
Miscellaneous Missions Fund	20	-0-
Operating Reserve Fund	7,994	-0-
Preschool Kids PAD Fund	162,049	148,672
Richardson Investment Fund	50,906	-0-
Roadrunner Fund	140	50
Special Offerings Fund	2,532	3,733
TV Ministry Fund	38,346	3,885
UMCOR Relief Aid Fund	850	6,700
World Communion - Hunger Fund	416	185
Youth Fund	23,778	15,025
TOTAL RECEIPTS	\$ 1,159,345	\$ 1,567,278

See accompanying Notes to Financial Statements and Accountants' Review Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
SUMMARY OF CASH RECEIPTS AND DISBURSEMENTS
SPECIAL FUNDS

- Continued -

DISBURSEMENTS	2012	2011
Altar Guild Fund	\$ 670	\$ 848
Altar Guild - Kinsey Memorial Flower Fund	157	158
Capital Fund	687,445	1,050,864
Chancel Choir Fund	100	1,545
Chapel Garden Maintenance Fund	345	-0-
CLC League Fund	1,200	1,027
Columbarium Fund	145,427	29,360
Congrational Care Special Fund	44	-0-
Delta Missions Fund	55	2,365
Fidelity Investment Fund	16,799	13,948
Flower Guild Fund	3,814	4,860
Food Pantry Fund	46,318	47,189
Foundations Hospitality Fund	-0-	172
FUMC Scholarship Fund	561	-0-
Hill T.O.P. Fund	3,562	2,200
Hilliard Lyons Fund	11,174	56,708
Interest Earned Fund	848	3,443
Japanese Service Fund	140	-0-
Joe Whiteside Trust	1,453	10,499
Library Fund	-0-	222
Marcos Mendoza Fund	-0-	425
Martha Pounds Assistance Fund	-0-	3,256
Medical Assistance Fund	-0-	1,128
Memorial Fund	-0-	50
Memorial Individual Fund	884	-0-
Methodist Men's Club Fund	-0-	1,412
Methodist Senior Services Fund	1,570	1,975
Miscellaneous Fund	383	-0-
Miscellaneous Missions Fund	20	3,521
Operating Budget Carryover Fund	-0-	60,886
Preschool Kids PAD Fund	156,528	151,660
Special Memorial Fund	-0-	5,257
Special Offerings Fund	2,391	3,816
TV Ministry Fund	236	75
UMCOR Relief Aid Fund	800	6,700
World Communion - Hunger Fund	431	185
Youth Fund	9,218	28,278
	<u>9,218</u>	<u>28,278</u>
TOTAL DISBURSEMENTS	\$ 1,092,573	\$ 1,494,032

See accompanying Notes to Financial Statements and Accountants' Review Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
STATEMENTS OF CASH RECEIPTS AND DISBURSEMENTS
SPECIAL FUNDS

- Continued -

	<u>2012</u>	<u>2011</u>
INCREASE (DECREASE) IN CASH	\$ 66,772	\$ 73,246
CASH BALANCE - Beginning of Year	<u>684,655</u>	<u>611,409</u>
CASH BALANCE - End of Year	<u>\$ 751,427</u>	<u>\$ 684,655</u>

See accompanying Notes to Financial Statements and Accountants' Review Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
NOTES TO FINANCIAL STATEMENTS

For the Years Ended December 31, 2012 and 2011

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. BASIS OF ACCOUNTING

The Church's financial statements have been prepared on the cash basis of accounting. Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recorded. The cash basis differs from generally accepted accounting principles primarily because amounts receivable from contributors, fixed assets, accounts payable to vendors, and long-term debt are not included in the financial statements.

The Church receives contributions primarily from contributors in the Lee County area for the Operating Fund and for the Special Funds. Special Funds are designated at the time of the gift as to the purpose for which the funds are to be used and are segregated for this purpose.

B. INCOME TAX

The First United Methodist Church is an exempt organization for Federal income tax purposes.

NOTE 2. COMPOSITION OF CASH BALANCES

A. OPERATING FUND

	12/31/12	12/31/11
Checking Accounts	\$ (<u>22,355</u>)	\$ <u>105,018</u>
Total Cash	\$ (<u>22,355</u>)	\$ <u>105,018</u>

B. SPECIAL FUNDS

	12/31/12	12/31/11
Checking Accounts	\$ 90,192	\$ 150,489
Certificates of Deposit	81,599	81,599
Brokerage Account *	523,729	447,566
MS United Methodist Foundation, Inc.	<u>55,907</u>	<u>5,001</u>
Total Cash	\$ <u>751,427</u>	\$ <u>684,655</u>

* The brokerage account includes investments in marketable securities at a cost basis of \$ 427,206 and \$96,523 in a money market account. The marketable securities in the brokerage account have quoted prices in active markets and can be easily converted to cash. The fair market value of the marketable securities as of December 31, 2012 is \$ 453,425, based on the Brokers year end Investment Report.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
NOTES TO FINANCIAL STATEMENTS

For the Years Ended December 31, 2012 and 2011

- Continued -

NOTE 2. LEASES

The Church leases office equipment under operating leases. The lease payments on these leases were \$8,636 and \$8,700 for 2012 and 2011, respectively. The leases expire in April 2016 and September 2016. The remaining commitments under the leases are:

2013	\$	8,604
2014		8,604
2015		8,604
2016		<u>4,333</u>
Total	\$	<u><u>30,145</u></u>

NOTE 3. LONG TERM DEBT

In 2004, the Church obtained and used a line of credit for construction of a fellowship hall, choir building, gathering hall and parking lot. In June, 2011, the Church refinanced the remaining balance of \$871,213 and obtained an additional advance of \$363,018 for repairs. In November 2012, the Church renewed the remaining balance of the loan. The loan is for eighteen months interest only loan at a rate of 2.95%. During the year ended December 31, 2012, the Church prepaid principal in the amount of \$557,858. The remaining loan balance is \$285,151, as of December 31, 2012. Interest expense was \$16,511 and \$37,643 for the years ended December 31, 2012 and 2011, respectively.

The Church has a line of credit in the amount of \$400,000 with a local financial institution. The line of credit balance is \$ -0- and \$ -0- as of December 31, 2012 and 2011, respectively.

In October, 2011, the Church issued four promissory notes for \$ 25,000 each. The proceeds were for the construction of a Columbarium. The notes are due and payable at 0% interest in installments as and when the Church sales niches in the Columbarium. All proceeds of the sale of such niches will be used to pay the notes until the notes are paid in full. During the year ended December 31, 2012, the Church repaid principal in the amount of \$ 8,000. The remaining promissory notes balance is \$ 92,000, as of December 31, 2012.

NOTE 4. EMPLOYEE BENEFIT PLAN

The First United Methodist Church provides a tax-deferred annuity program to full-time employees after one year of employment. Participating employees are required to contribute 3% of their salary to this plan. The Church matches the employee's contribution with 6% of their salary and deposits the funds in a retirement plan administered according to section 403(b)(9) of the Internal Revenue Code of 1986.

Total contributions by the Church to the retirement plan were \$26,568 and \$ 26,226 for the years ended December 31, 2012 and 2011, respectively.

FIRST UNITED METHODIST CHURCH OF TUPELO, INC
NOTES TO FINANCIAL STATEMENTS

For the Years Ended December 31, 2012 and 2011

- Continued -

NOTE 5. INSURANCE ON CASH ON DEPOSIT

The carrying amount of the Church's cash on deposit was \$ 301,866. The deposit balance (bank balance plus deposits in transit) was \$ 612,961. The amount of the deposit balance that is insured and uninsured is as follows:

	Amount Insured by Federal Government	Uninsured Amount	Total Deposit Balance
Cash on Deposit	\$ <u>460,531</u>	\$ <u>152,430</u>	\$ <u>612,961</u>

NOTE 6. SUBSEQUENT EVENTS

Management has evaluated subsequent events through July 26, 2013, the date on which the financial statements were available to be issued. Management has determined that the following matter is a reportable subsequent event. On July 17, 2013, the Church approved the purchase of real estate in the amount of \$250,000 and is in the process of obtaining financing.

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001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
000 OPERATING- People Bank

Current Year

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
METHODIST FOUNDATION -- Special Acct.	5,000.58
SPECIAL ACCTS - - BancorpSouth	84,440.97
Due from Capital Fund	.00
Due To/Due From	.00

TOTAL ASSETS	89,441.55
	=====
COLUMBARIUM LOAN	75,000.00
Bank Line of Credit for repairs	-243.23

TOTAL LIABILITIES	74,756.77
General Fund Balance	.00
Altar Guild Fund Balance	4,899.52
Altar Guild Fund Balance-Current Year	9,222.16

Altar Guild Fund Balance-Total	14,121.68
Kinsey Memorial Fund Balance	1,605.93
Kinsey Memorial Fund Balance-Current Yea	108.29

Kinsey Memorial Fund Balance-Total	1,714.22
Columbarium Fund Balance	17,381.66
Columbarium Fund Balance-Current Year	-7,760.00

Columbarium Fund Balance-Total	9,621.66
UMCOR Relief Fund Aid/ Fund Balance	.00
Christina Monroy scholarship	.00
Julianna Biryukova Scholarship	.00
Operating Reserve Acct	.00
Operating Reserve Acct-Current Year	-60,885.69

Operating Reserve Acct-Total	-60,885.69
CLC League/Fund	41.66
CLC League/Fund -Current Year	172.88

CLC League/Fund -Total	214.54
Misc Missions	250.00
Missions - Bay St. Louis	-100.00
Children'sChoir /Capital	1,346.23
Youth Choir/Capital	.00
Chancel Choir Fund Balance	12,064.54
Chancel Choir Fund Balance-Current Year	600.23

Chancel Choir Fund Balance-Total	12,664.77
Tape Ministry/Fund Balance	.00
Youth Choir Scholarship	1,472.00
Prayer Ministry	65.33
Whiteside Flower Fund/Capital	.00
Gardner Simmons/Capital	.00

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
Habitat for Humanity/Fund Balance	.00
Long Range Planning Fund Balance	.00
Worship Visuals	100.00
TV Ministry Fund/Capital	-41,760.32
TV Ministry Fund/Capital-Current Year	3,810.18

TV Ministry Fund/Capital-Total	-37,950.14
Extra Yard Capital	.00
Historical Fund/Fund Balance	.00
PreSchool/Kids PAD Fund Balance	7,391.87
PreSchool/Kids PAD Fund Balance-Current	-2,987.63

PreSchool/Kids PAD Fund Balance-Total	4,404.24
Flower Guild	3,252.76
Flower Guild-Current Year	186.84

Flower Guild-Total	3,439.60
Van Fund Balance(OlderAdult Minist)	5,802.95
Roadrunner Fund/ Capital	978.61
Roadrunner Fund/ Capital-Current Year	50.00

Roadrunner Fund/ Capital-Total	1,028.61
SPECIAL MEMORIAL	5,257.23
SPECIAL MEMORIAL-Current Year	-5,257.23

SPECIAL MEMORIAL-Total	.00
Mexico Mission	100.00
Emerging Worship	.00
Stephen Ministry	-130.30
Camp Lake Stephens Cabins	305.00
Kneisly Trust	50,693.85
Martha Pounds Assistance	.00
Martha Pounds Assistance-Current Year	67.20

Martha Pounds Assistance-Total	67.20
Wesley Hall Sound Renovation	73.16
Interest/ Capital	1,280.89
Interest/ Capital-Current Year	-520.49

Interest/ Capital-Total	760.40
Sudduth Continuing Education	.00
Gathering Garden landscaping	7,393.76
Camp Lake Stephens House	.00
Divorce Recovery Workshop/Capital	270.00
Library/Capital	881.34
Library/Capital-Current Year	126.05

Library/Capital-Total	1,007.39

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
Library renovations	15,000.00
Chapel Memorial Fund/Capital	.00
Chapel Garden Maint/Capital	2,060.69
Chapel Garden Maint/Capital-Current Year	210.66

Chapel Garden Maint/Capital-Total	2,271.35
Capital Expense Reserve	-32,394.46
Capital Expense Reserve-Current Year	3,442.69

Capital Expense Reserve-Total	-28,951.77
Memorial Individual/Capital	10,552.93
Memorial Individual/Capital-Current Year	20.00

Memorial Individual/Capital-Total	10,572.93
PrePaid Pledges	.00
Memorial Fund Capital	25.00
Memorial Fund Capital-Current Year	-50.00

Memorial Fund Capital-Total	-25.00
Methodist Sr Services/Capital	25.00
Methodist Sr Services/Capital-Current Ye	25.00

Methodist Sr Services/Capital-Total	50.00
GreenHouses	.00
EMBRACE	135.00
Miscellaneous Fund Balance	4,763.68
Miscellaneous Fund Balance-Current Year	-2,466.18

Miscellaneous Fund Balance-Total	2,297.50
Pastor's Discretionary Fund Balance	.00
Delta Missions	614.92
Delta Missions-Current Year	-614.92

Delta Missions-Total	.00
Coffee Ministry	-3,059.78
Exercise Class	.00
NJW Nursery-Children	284.54
Children's Ministry Memorials	2,534.24
John & Connie Cain Ministry/Music Schola	.00
Choir Robes/Capital	.00
FUMC Scholarship	560.67
Joe Whiteside Trust	11,845.22
Joe Whiteside Trust-Current Year	-10,499.13

Joe Whiteside Trust-Total	1,346.09
Medical Assistance	50.00
Medical Assistance-Current Year	50.00

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
Medical Assistance-Total	100.00
Food Pantry Capital	.00
Foundations Hospitality	272.54
Foundations Hospitality-Current Year	-145.02
Foundations Hospitality-Total	127.52
Bishop Campaign Capital	.00
Coffee House Construction	-236.54
Marcos Mendoza Fund	.00
Gulf Coast Bishop's Plea Offering	.00
Special Offering/Capital	248.57
Special Offering/Capital-Current Year	-83.57
Special Offering/Capital-Total	165.00
Japanese Service	.00
UM Ministry Children & Families/Capital	361.47
Congrational Care Special	380.34
Meth. Mem's Club	3,092.74
Meth. Mem's Club-Current Year	-1,412.50
Meth. Mem's Club-Total	1,680.24
World Communion-Hunger/Capital	20.00
Publishing Fund/Christ&Culture	.00
Confirmation Trip	.00
Youth 2012 Ski Trip/Capital	3,693.92
Youth 2012 Ski Trip/Capital-Current Year	-13,252.92
Youth 2012 Ski Trip/Capital-Total	-9,559.00
Youth Fundraiser Earnings	.00
Hill T.O.P./Capital	504.36
Hill T.O.P./Capital-Current Year	13.51
Hill T.O.P./Capital-Total	517.87
2003 Budget C/O	.00
Cont. Ed. U Experience	261.65
TOTAL CAPITAL	14,684.78
TOTAL LIAB & FUND BALAN	89,441.55

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
003 CAPITAL FUNDS

	<u>Current Year</u>
METHODIST FND. - - Capital Acct.	.00
CAP FUNDS- Merchants and Farmers	65,921.19
CAP. FUNDS - CB&S BANK	.00
CAPITAL FUND--REGIONS	.00
Due To/Due From	.00

TOTAL ASSETS	65,921.19
	=====
Capital Fund Balance	-1,367,263.42
Capital Fund Balance-Current Year	-370,328.49

Capital Fund Balance-Total	-1,737,591.91
Capital Fund Pledges	10,000.00
Capital "Light" 2011 Income	347,342.17
Capital "Light" 2011 Income-Current Year	738,587.84

Capital "Light" 2011 Income-Total	1,085,930.01
Capital "Light" 2011 Expenses	-135,203.51
Capital "Light" 2011 Expenses-Current Ye	-42.40

Capital "Light" 2011 Expenses-Total	-135,245.91

TOTAL CAPITAL	-776,907.81
Due to Bank of Mississippi (Special Fund	.00
Construction Loan Draw	.00
Construction Loan-CB&S/Regions Bk.	842,829.00

TOTAL LIABILITIES & FUN	65,921.19
	=====

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
004 AmSouth - Kinsey Memorial CD

	<u>Current Year</u>
Kinsey Flower CD	13,300.00
Kinsey Flower CD capital	13,300.00

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
005 Merch.Farmers - Chapel Garden Maint CD

	<u>Current Year</u>
Chapel Garden Maint CD Merch.Farmers	67,298.78
Chapel Garden Maint CD Merch.Farmers	67,298.78

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
006 BancorpSouth - Collins Library CD

	<u>Current Year</u>
Collins Library CD BofM	1,000.00
Collins Library CD BofM	1,000.00

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2011
Balance Sheet for Period 12 - December(*)
010 Fidelity Investment Fund

	<u>Current Year</u>
Investment Funds--Fidelity	401,828.86
Investment Money Market/Cash	11,416.90
General Fund Balance	407,904.49
General Fund Balance-Current Year	5,341.27
	<hr/>
General Fund Balance-Total	413,245.76

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
000 OPERATING- People Bank

Current Year

A S S E T S

FIXED ASSETS

Land	.00
Buildings	.00
Gardner Simmons Home	.00
Equipment	.00
New Organ	.00
Parsonages	.00
Furniture	.00
Pre-Paid Expenses	.00

FIXED ASSETS .00

OPERATING - Renasant Bank	-22,354.85
Money Market	.00
Due To/Due From	-55.12
TRANSFER (Assets)	.00

CURRENT ASSETS -22,409.97

TOTAL ASSETS -22,409.97
=====

Accounts Payable	.00
Due to pledge	.00
FICA Tax-Payable	.00
Fed W/Holding-Payable	.00
State W/Holding-Payable	.00
Medicare Tax -Payable	.00
Sales Tax Owed	.00
T/D Pension-Payable	-.01
Pledge/Misc.Deduction	.00
Personal Deduction	100.00
Salary Advance	.00
United Way Deduction	.00
Garnishment	.00
Child Support	.00
Medical Insurance-Dependent	.00
Aflac Insurance	.00
PRE PAID PLEDGES	56,574.19

TOTAL LIABILITIES 56,674.18

Genl Fund Bal	304.32
Genl Fund Bal-Current Year	-79,388.47

Genl Fund Bal-Total -79,084.15

TRANSFER (LIABILITY) .00

TOTAL CAPITAL -79,084.15

TOTAL LIAB. & FUND BAL. -22,409.97
=====

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
000 OPERATING- People Bank

Current Year

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
METHODIST FOUNDATION -- Special Acct.	55,906.58
SPECIAL ACCTS - - BancorpSouth	81,200.03
Due from Capital Fund	.00
Due To/Due From	.00

TOTAL ASSETS	137,106.61
	=====
COLUMBARIUM LOAN	92,000.00
Bank Line of Credit for repairs	-243.23

TOTAL LIABILITIES	91,756.77
General Fund Balance	.00
Altar Guild Fund Balance	14,121.68
Altar Guild Fund Balance-Current Year	-644.88

Altar Guild Fund Balance-Total	13,476.80
Kinsey Memorial Fund Balance	1,714.22
Kinsey Memorial Fund Balance-Current Yea	109.43

Kinsey Memorial Fund Balance-Total	1,823.65
Columbarium Fund Balance	9,621.66
Columbarium Fund Balance-Current Year	-130,777.39

Columbarium Fund Balance-Total	-121,155.73
UMCOR Relief Fund Aid/ Fund Balance	.00
UMCOR Relief Fund Aid/ Fund Balance-Curr	50.00

UMCOR Relief Fund Aid/ Fund Balance-Tota	50.00
Christina Monroy scholarship	.00
Julianna Biryukova Scholarship	.00
Operating Reserve Acct	-60,885.69
Operating Reserve Acct-Current Year	7,994.00

Operating Reserve Acct-Total	-52,891.69
CLC League/Fund	214.54
CLC League/Fund -Current Year	-145.00

CLC League/Fund -Total	69.54
Misc Missions	250.00
Missions - Bay St. Louis	-100.00
Children'sChoir /Capital	1,346.23
Children'sChoir /Capital-Current Year	40.00

Children'sChoir /Capital-Total	1,386.23
Youth Choir/Capital	.00
Youth Choir/Capital-Current Year	150.00

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
Youth Choir/Capital-Total	150.00
Chancel Choir Fund Balance	12,664.77
Chancel Choir Fund Balance-Current Year	2,040.00
Chancel Choir Fund Balance-Total	14,704.77
Tape Ministry/Fund Balance	.00
Youth Choir Scholarship	1,472.00
Prayer Ministry	65.33
Whiteside Flower Fund/Capital	.00
Gardner Simmons/Capital	.00
Habitat for Humanity/Fund Balance	.00
Long Range Planning Fund Balance	.00
Worship Visuals	100.00
TV Ministry Fund/Capital	-37,950.14
TV Ministry Fund/Capital-Current Year	38,110.14
TV Ministry Fund/Capital-Total	160.00
Extra Yard Capital	.00
Historical Fund/Fund Balance	.00
PreSchool/Kids PAD Fund Balance	4,404.24
PreSchool/Kids PAD Fund Balance-Current	5,520.37
PreSchool/Kids PAD Fund Balance-Total	9,924.61
Flower Guild	3,439.60
Flower Guild-Current Year	314.24
Flower Guild-Total	3,753.84
Van Fund Balance(OlderAdult Minist)	5,802.95
Roadrunner Fund/ Capital	1,028.61
Roadrunner Fund/ Capital-Current Year	140.00
Roadrunner Fund/ Capital-Total	1,168.61
SPECIAL MEMORIAL	.00
Mexico Mission	100.00
Emerging Worship	.00
Stephen Ministry	-130.30
Camp Lake Stephens Cabins	305.00
Kneisly Trust	50,693.85
Martha Pounds Assistance	67.20
Wesley Hall Sound Renovation	73.16
Interest/ Capital	760.40
Interest/ Capital-Current Year	-649.15
Interest/ Capital-Total	111.25
Sudduth Continuing Education	.00
Gathering Garden landscaping	7,393.76
Camp Lake Stephens House	.00
Divorce Recovery Workshop/Capital	270.00

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
Library/Capital	1,007.39
Library/Capital-Current Year	40.00

Library/Capital-Total	1,047.39
Library renovations	15,000.00
Chapel Memorial Fund/Capital	.00
Chapel Garden Maint/Capital	2,271.35
Chapel Garden Maint/Capital-Current Year	-226.77

Chapel Garden Maint/Capital-Total	2,044.58
Capital Expense Reserve	-28,951.77
Capital Expense Reserve-Current Year	28,951.47

Capital Expense Reserve-Total	-.30
Memorial Individual/Capital	10,572.93
Memorial Individual/Capital-Current Year	-873.67

Memorial Individual/Capital-Total	9,699.26
PrePaid Pledges	.00
Memorial Fund Capital	-25.00
Methodist Sr Services/Capital	50.00
Methodist Sr Services/Capital-Current Year	150.00

Methodist Sr Services/Capital-Total	200.00
GreenHouses	.00
EMBRACE	135.00
Miscellaneous Fund Balance	2,297.50
Miscellaneous Fund Balance-Current Year	814.75

Miscellaneous Fund Balance-Total	3,112.25
Pastor's Discretionary Fund Balance	.00
Delta Missions	.00
Delta Missions-Current Year	524.47

Delta Missions-Total	524.47
Coffee Ministry	-3,059.78
Exercise Class	.00
NJW Nursery-Children	284.54
Children's Ministry Memorials	2,534.24
John & Connie Cain Ministry/Music Schola	.00
Choir Robes/Capital	.00
FUMC Scholarship	560.67
FUMC Scholarship-Current Year	-561.00

FUMC Scholarship-Total	-.33
Joe Whiteside Trust	1,346.09
Joe Whiteside Trust-Current Year	-1,453.28

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
Joe Whiteside Trust-Total	-107.19
Medical Assistance	100.00
Food Pantry Capital	.00
Food Pantry Capital-Current Year	10,885.95
Food Pantry Capital-Total	10,885.95
Foundations Hospitality	127.52
Ghana Water Filters	.00
Ghana Water Filters-Current Year	4,773.23
Ghana Water Filters-Total	4,773.23
Coffee House Construction	-236.54
Marcos Mendoza Fund	.00
Gulf Coast Bishop's Plea Offering	.00
Special Offering/Capital	165.00
Special Offering/Capital-Current Year	140.75
Special Offering/Capital-Total	305.75
Japanese Service	.00
Japanese Service-Current Year	-140.00
Japanese Service-Total	-140.00
Richardson Investment (Harry&Marjorie)	.00
Richardson Investment (Harry&Marjorie)-C	50,906.00
Richardson Investment (Harry&Marjorie)-T	50,906.00
UM Ministry Children & Families/Capital	361.47
Congrational Care Special	380.34
Congrational Care Special-Current Year	-43.79
Congrational Care Special-Total	336.55
Meth. Mem's Club	1,680.24
World Communion-Hunger/Capital	20.00
World Communion-Hunger/Capital-Current Y	-15.00
World Communion-Hunger/Capital-Total	5.00
Publishing Fund/Christ&Culture	.00
Confirmation Trip	.00
Youth 2012 Ski Trip/Capital	-9,559.00
Youth 2012 Ski Trip/Capital-Current Year	14,560.14
Youth 2012 Ski Trip/Capital-Total	5,001.14
Youth Fundraiser Earnings	.00
Hill T.O.P./Capital	517.87
Hill T.O.P./Capital-Current Year	-19.95

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
002 SPECIAL ACCTS - BanCorpSouth

	<u>Current Year</u>
Hill T.O.P./Capital-Total	497.92
2003 Budget C/O	.00
Cont. Ed. U Experience	261.65

TOTAL CAPITAL	45,349.84

TOTAL LIAB & FUND BALAN	137,106.61
	=====

001 FIRST UNITED METHODIST
 Fiscal Year Beginning 1/1/2012
 Balance Sheet for Period 12 - December(*)
 003 CAPITAL FUNDS

	<u>Current Year</u>
METHODIST FND. - - Capital Acct.	.00
CAP FUNDS- Merchants and Farmers	8,855.13
CAP. FUNDS - CB&S BANK	.00
CAPITAL FUND-REGIONS	.00
Due To/Due From	.00

TOTAL ASSETS	8,855.13
	=====
Capital Fund Balance	-1,737,591.91
Capital Fund Balance-Current Year	-128,507.40

Capital Fund Balance-Total	-1,866,099.31
Capital Fund Pledges	10,000.00
Capital "Light" 2011 Income	1,085,930.01
Capital "Light" 2011 Income-Current Year	629,299.34

Capital "Light" 2011 Income-Total	1,715,229.35
Capital "Light" 2011 Expenses	-135,245.91

TOTAL CAPITAL	-276,115.87
Due to Bank of Mississippi (Special Fund)	.00
Construction Loan Draw	.00
Construction Loan-CB&S/Regions Bk.	284,971.00

TOTAL LIABILITIES & FUN	8,855.13
	=====

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
004 AmSouth - Kinsey Memorial CD

Current Year

Kinsey Flower CD
Kinsey Flower CD capital

13,300.00
13,300.00

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
005 Merch.Farmers - Chapel Garden Maint CD

Chapel Garden Maint CD Merch.Farmers
Chapel Garden Maint CD Merch.Farmers

Current Year
67,298.78
67,298.78

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
006 BancorpSouth - Collins Library CD

Current Year

Collins Library CD BofM	1,000.00
Collins Library CD BofM	1,000.00

001 FIRST UNITED METHODIST
Fiscal Year Beginning 1/1/2012
Balance Sheet for Period 12 - December(*)
010 Fidelity Investment Fund

	<u>Current Year</u>
Investment Funds--Fidelity	375,791.12
Investment Money Market/Cash	96,523.19
General Fund Balance	413,245.76
General Fund Balance-Current Year	59,068.55
General Fund Balance-Total	472,314.31



P. O. Box 350, Tupelo, Mississippi 38802
(662) 842-7620

October 23, 2013

Mr. David Dillard
First Methodist Church
Tupelo, MS 38802

Dear David,

Thank you and First United Methodist Church for allowing WTVA to participate in your ministry by broadcasting your services. I hope that your ministry is continuing to prosper and that you and FUMC consider WTVA as a ministry partner. We look forward to continuing that partnership for many years.

I understand that you do not have the financial resources to commercially close caption your live service each Sunday morning. I understand that we have provided a quote for our services in that matter. While we very much want to assist each of our long form program partners, we are unable to provide "free" close captioning.

Once again, we value you as a long time broadcast partner and thank you for allowing us to be a part of your ministry.


John P. Sullivan
Station Manager

David Dillard

Subject: FW: Funding Request

From: Dr.Barnes [<mailto:revjbarnes@aol.com>]

Sent: Wednesday, July 18, 2012 10:35 AM

To: david@fumctupelo.com

Subject: Re: Funding Request

I am sorry but we have no funds available in the district to assist with closed captioning of your live Sunday morning broadcast.

Yours in Christ

Jimmy L. Barnes; Tupelo D.S.

-----Original Message-----

From: David Dillard <david@fumctupelo.com>

To: 'Dr.Barnes' <revjbarnes@aol.com>

Sent: Tue, Jul 17, 2012 12:47 pm

Subject: Funding Request

Dr. Barnes,

As a member of the Tupelo District of the Mississippi Conference of the United Methodist Church, we are requesting funds from the Tupelo District to assist us with closed captioning of our live Sunday morning broadcast.

We have received pricing from WKDH that will require us to more than double the weekly cost of our program if the FCC denies our petition for exemption. If this exemption is denied and we cannot obtain other funding, we will most assuredly be forced to discontinue our Sunday broadcast. As one of the flagship churches in our Conference, it would be a great loss to our community to not be able to spread God's word via television each Sunday morning at 11:00.

Thank you for considering our request and I look forward to hearing from you soon.

David Dillard
Church Administrator
First United Methodist Church
Tupelo, MS
662-690-8066 - Direct
662-690-8100 - Main
662-401-3163 - Cell

**STATE OF MISSISSIPI
COUNTY OF LEE**

AFFADAVIT OF DAVID DILLARD

I, David Dillard, being first duly sworn, depose and state:

1. I am the Church Administrator at First United Methodist Church of Tupelo, a church in Tupelo, Mississippi. I am over the age of 21.
2. I have reviewed the requested documents to be filed on behalf of First United Methodist Church of Tupelo, and upon information, belief, and penalty of perjury believe these statements regarding First United Methodist Church of Tupelo to be true and accurate.

FURTHER AFFIANT SAYETH NOT



David Dillard

