

CGB-CC-0203
Docket # 06-181

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JAN 13 2014

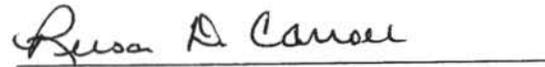
FCC Mail Room

AFFIDAVIT

I the undersigned being first duly sworn verify under oath that I am the Church Administrator at First Baptist Church of Fort Smith, Arkansas and prepared the material consisting of 4 pages which is attached to this affidavit and swear that is true and correct to the best of my knowledge and belief.


Greg Wootten

Subscribed and sworn to before me the undersigned notary public on this fifth day of January, 2014.


Reesa Carroll



My commission expires: June 19, 2022

Office of the Secretary
Federal Communications Commission
Attention: Disability Rights Office, Room 3-B431
9300 East Hampton Drive
Capitol Heights, MD 20743

Received & Inspected

JAN 19 2014

FCC Mail Room

Petition for Exemption from Closed Captioning Requirements

(Response to Request for Supplemental Information)

Reference CGB-CC-0203

The following includes the supplemental information requested in a memo dated September 27, 2013 and complies with the additional timeframe (due January 14, 2014) granted in email form (Attachment 1).

Name of Program

The name of the program under consideration is HOPE FROM ABOVE which is the television broadcast currently broadcast as a live, Sunday morning service of First Baptist Church, Fort Smith, Arkansas.

Nature and cost of closed captions

- Bids included (Attachment 2)
- Aberdeen Captioning, Inc.
 - Estimated annual captioning cost = minimum of \$5,720
(\$110 per 60 minute weekly program plus extended time fees in 30 minute increments. Our services routinely run between 60 and 90 minutes)

VITAC

- Estimated annual captioning cost = minimum of \$7,800
(\$150 per 60 minute weekly program billed in 15 minute increments. Our services routinely run between 60 and 90 minutes)

Caption Associates, LLC (through local CBS affiliate)

- Estimated annual captioning cost = minimum of \$5,304
(\$102 per 60 minute weekly program billed in 15 minute increments. Our services routinely run between 60 and 90 minutes)

- Multiple vendors recommend various HD encoders as required equipment for their respective captioning services and these encoders range in price from \$7,396 to \$7,850 (bids included in Attachment 3). Additional, dedicated phone lines will be required by the captioning vendors with costs to be determined. Additional human resources (man-hours, wages, etc.) would be needed to set up the closed captioning and also insure that the system is ready for each live broadcast. If required to close caption our webcasts and re-broadcasts in addition to our live broadcasts, our Media staff would require approximately 1.5 days per week to edit the recorded live broadcast to prepare it for the webcasts and re-broadcast productions. This would obviously take them away from their existing workload which would require us to seek additional paid staff. In order to record a live broadcast, we would need additional equipment that runs in the \$8,000 range.

Impact of captioning on current programming activities

As stated in the original petition for exemption, our services have been broadcast live each Sunday morning since 1953. This broadcast is a critical component of the ministry at First Baptist Church, Fort Smith, and if we are required to implement closed captioning service by the Federal Communications Commission, we do not plan to cease to broadcast. However, we have provided our best guess of the logistical and financial burden on our limited staff to insure readiness of the captioning as well as additional human resource needed. In the long-term, we hope these additional burdens, if required, will not cause us to terminate other ministries within the church.

Financial resources

2013

SUMMARY OF GENERAL INCOME AND EXPENSE

<u>MONTH</u>	<u>INCOME</u>	<u>EXPENSE</u>
JANUARY	\$256,064	\$202,405
FEBRUARY	\$277,291	\$278,682
MARCH	\$360,256	\$291,945
APRIL	\$270,752	\$323,994
MAY	\$281,880	\$251,202
JUNE	\$314,490	\$275,742
JULY	\$257,067	\$253,428
AUGUST	\$267,390	\$291,622
SEPTEMBER	\$331,752	\$323,226
OCTOBER	\$246,420	\$282,882
NOVEMBER	\$276,372	\$244,156
DECEMBER	TBD	TBD
TOTAL	\$3,139,734	\$3,019,285

2012

SUMMARY OF GENERAL INCOME AND EXPENSE

<u>MONTH</u>	<u>INCOME</u>	<u>EXPENSE</u>
JANUARY	\$286,509	\$171,973
FEBRUARY	\$270,454	\$245,924
MARCH	\$288,816	\$305,490

APRIL	\$353,253	\$332,172
MAY	\$281,252	\$275,102
JUNE	\$322,433	\$238,741
JULY	\$374,953	\$282,867
AUGUST	\$299,035	\$244,088
SEPTEMBER	\$433,198	\$269,315
OCTOBER	\$230,226	\$307,370
NOVEMBER	\$270,168	\$255,676
DECEMBER	\$474,647	\$447,414
TOTAL	\$3,884,944	\$3,376,132

Audited financial statements for the two most recent periods are included and contain current asset and current liability information.

Video programming distributor assistance

We did inquire with our local CBS affiliate that airs our weekly, live broadcast regarding any captioning services they might provide. They do not offer the service themselves but directed us to their captioning vendor – Caption Associates, LLC – which provided the captioning bid included in a previous section.

Additional sponsorships

As a religious organization, we do not feel it is appropriate for us to pursue sponsorship from others to fund required closed captioning services. These services should be something that we provide out of our budget for viewers of our program not something that we ask a third party(ies) to fund and subsequently receive promotional services during the program. We have not and do not plan to solicit direct sponsorship from others.

Type of operation

The intent of First Baptist Church of Fort Smith, Arkansas is to keep HOPE FROM ABOVE which is the television broadcast of the Sunday morning Christian worship service, a live

program. The purpose is to provide this worship service to those people in northwestern and western Arkansas and northeastern and eastern Oklahoma who cannot attend a worship service in person. We currently generate the words to songs on an in-house screen and this has proven to be relatively simple given that we know what songs will be sung in our services ahead of time.

As stated above, our services are broadcast live each Sunday morning and have been since 1953. Our pastor uses abbreviated notes in his sermons each week and will frequently vary from those abbreviated notes, so generation of his actual sermon isn't possible using the methodology used for songs noted in the previous paragraph.

If more information is needed, please contact me at the address below.

Greg Wootten
Church Administrator
First Baptist Church
Fort Smith, AR 72901
479-788-6100
gwootten@fsfbc.org

Attachment 1

Greg Wootten

From: Perlesta Hollingsworth <Perlesta.Hollingsworth@fcc.gov>
Sent: Friday, December 13, 2013 1:41 PM
To: Greg Wootten
Subject: CGB-CC-0203 Petition for closed captioning Exemption

The FCC informed you by letter on September 27, 2013, to consider your Petition for exemption of our closed captioning requirements you would need to provide supplemental information by October 28, 2013. Per our conversation today, you request additional time to supplement your petition with the updated information. We hereby grant your request for additional time to respond with the supplemental information until January 14, 2014. Please confirm by replying back in the affirmative.

Respectfully,

Perlesta Hollingsworth
Attorney
CGB/DRO

Aberdeen Captioning, Inc.
 22362 Gilberto, Suite 120
 Rancho Santa Margarita, CA 92688
 abercap.com 800-688-6621

Attachment 2

Price Quote

Account First Baptist Church Fort Smith
 1400 Grand Avenue
 Fort Smith AR 72901

Quote ID 00963
Status Won
Quote Good until: 04/03/2012

Quote Detail

Project Name: Live Captioning of Weekly 60 Minute TV Broadcast

Specifications: General Service Overview:

Aberdeen Captioning will provide live closed captioning services to First Baptist Church Fort Smith (client) as described directly below and following line item(s). Service good for the purpose of providing real-time closed captioning services of client's approximately 60 minute weekly, live, local TV broadcast. Client providing own set-up (caption encoder, audio coupler, and 2 phone POTS phone lines).

Billing Notes:

Minimum charge of \$110.00/hour each week. Session will be charged if less than 24 hour notice provided for cancellation of any kind.

Captioners will typically dial-in 3-5 minutes prior to start time of an event. An additional charge will apply if the captioner is required to dial-in earlier than 5 minutes prior to the start of the event or if required to caption or stand-by past scheduled time even if shift in times is due to technical or other issues. Extended time fees calculated and charged in 30 minute increments.

Timeline:

Day, Date, Time & Time Zone of Event/Meeting: 11:00 AM - Noon (Central) every Sunday.

of Blocks/Sessions & Approx. Time of Each: One single weekly 60min session.

Emergency Contact: Bob Dyer or Greg Wootten (to be verified by client)

Encoder Make & Model: EEG (to be verified and tested with client)

Audio Line #: To be provided by client

Modem Line #: same as above

Support Materials:

A Rundown, song lyrics, and other possible .txt files to be provided by client every Tuesday. Becky Isaacs - becky@abercap.com - to be placed on music dept. (or other) distribution list.

Song, welcome, prayer, solo, songs, choir, pastor are common program elements.

Special Notes:

Program airing since 1953.

:

Comments: Thank you for the opportunity to partner with your ministry!

Effective Date: 03/03/2012

Acct. Exec.: STEVE

Ship Via:

Line Items

No.	Product	Description	Qty	Unit	Unit Price	Line Total
1	Live_Captionin	Live Captioning Services (60 Min Wkly Program)	1	EA	110.00	110.00

Payment Policy

One-time projects: Prepayment Required

Daily/Weekly/Continuous work contracts: Prepayment Required for first two months after which billing may revert to monthly

Accepted forms of payment: Check thru ACH (physical check or ask for Aberdeen electronic form), Credit Card, Cash or Cashier's Check.

AberdeenCaptioning

COMMITTED TO THE WORD

Aberdeen will provide live captioning service with a live steno writer at a 98% accuracy rate or better for dialogue spoken at 200 wpm or less. This excludes multiple speakers speaking over each other's dialogue.

Billing is a 60 minute minimum. Time beyond minimum due to client technical or other issues will be billed in 30 minute increments.

Client to provide 2 dedicated, analog (POTS) phones (one for the encoder and one for audio connection). Client will provide to Aberdeen a show rundown and/or a list of uncommon words and acronyms, glossary terms, names of presenters and topic of content via e-mail a day (Tuesday per distribution list is preferred as indicated in note above) before captioning is scheduled. This information is required to guarantee 98% accuracy.

The following credit in closed captions will be placed at the beginning or end of each program "Captions by Aberdeen Captioning, www.abercap.com, 1-800-688-6621". This helps you since we field calls from viewers about captioning and can either answer a simple question or direct them to your company.

2 **Credit Card Convenience Fee (3%)** 1 EA 3.30 3.30

There is a 3 % convenience fee for credit card transactions. Credit card (AMEX, VISA, or M/C) information still required with ACH (electronic check) option and will be authorized (hold placed on card) until ACH payment has processed. Regardless of payment preference, payment to be processed prior to scheduled live closed captioning session on a weekly basis for an approximately two month introductory period. Monthly invoicing/billing (Net15) will be an option extended to the client after initial two month payment history has been established. Please see box below for more information.

Quote Total: 113.30

Contacts

<u>Last Name</u>	<u>First Name</u>	<u>Title</u>	<u>Business</u>	<u>Mobile</u>	<u>EMAIL_ADDR</u>
Dyer	Bob		(479) 788-6133		bdyer@fsfbc.org

Payment Policy

One-time projects: Prepayment Required

Daily/Weekly/Continuous work contracts: Prepayment Required for first two months after which billing may revert to monthly.

Accepted forms of payment: Check thru ACH (physical check or ask for Aberdeen electronic form), Credit Card, Cash or Cashier's Check.

AberdeenCaptioning
COMMITTED TO THE WORD

Attachment 2

From: "Client Sales and Services (common mailbox)" <CSS@vitac.com>
Subject: VITAC real-time captioning info for First Baptist Church
Date: April 10, 2012 11:20:33 AM CDT
To: "'bdyer@fsfbc.org'" <bdyer@fsfbc.org>

Hi, Bob – It was nice speaking with you earlier today and thank you for contacting VITAC for your real-time captioning needed. As you mentioned, you have a weekly mass airing from 11am-Noon CT on a local CBS affiliate and you need to have it captioned live.

Before we go any further, I realized after we spoke that if this is being broadcast through a CBS affiliate, then they should have all the necessary equipment to do closed captioning, which could make this process a lot easier. To do real-time captioning, you basically need two things:

- A) A Line-21 caption encoder with a phone line to receive the caption information and insert it into your broadcast. Phone line cannot run through switchboard – must be dedicated.
- B) A program audio line to enable our captioners to hear your programs.

You would have to check with your CBS contact, but chances are they have this equipment. We would just need confirmation of the make/model of the encoder, and the phone dial-in numbers for connecting to the encoder and audio.

Below you'll find some basic real-time captioning information, and also some pricing information.

Realtime captioning allows for the creation and display of near-verbatim captions as a program is broadcast live in advance of air. A realtime captioner (highly trained court stenographer) watches and listens to the live program in a control-room environment and transmits the closed-caption data that they create via a phone line into the modem inside the encoder unit. Your video/audio signal, combined with the caption data, exits the encoder as closed-captioned video and is distributed to the viewing audience as normal. The on-air feed can be recorded with captions for future playback.

VITAC's realtime captioning service features:

- Experienced, trained captioners** -- VITAC uses only Registered Professional Reporters and trains them to provide highly accurate captions and insure uniform quality throughout our service. Unlike other captioning agencies, we endeavor to establish several main captioners and backup captioners for your area so that you have the best, consistent captioning.
- Highest-quality captioning** -- VITAC reviews captions on a regular basis so that our work is consistent. Advance information, such as rundowns, team rosters, websites, et cetera, is most helpful and will allow us to produce the most accurate captions for your programs.
- Engineering support** -- VITAC makes our Engineers available via telephone and e-mail to support you and your staff with any technical captioning problems.

Another important component of our service is the minimal amount of equipment and manpower that we require from our clients, including:

- C) A Line-21 caption encoder with a phone line to receive the caption information and insert it into your broadcast. Phone line cannot run through switchboard – must be dedicated.
- D) A program audio line to enable our captioners to hear your programs.

- E) If you do not have this equipment for live events, VITAC can provide encoder rental at \$400/event (includes round-trip shipping insurance for the unit) and audio coupler rental at \$200/event.

We are proud to offer these in-depth realtime or live display captioning services at a rate of **\$150 per program hour**, which is billable in 15-minute increments. Additional closed-captioning specifications are as follows:

- We will call in to test the encoder modem and audio feed a minimum of 15:00 prior to the start of all scheduled events.
- Client will provide a contact person(s) who will notify us of schedule changes and also provide access to reference materials.
- Events canceled within 48 hours of air will be invoiced at 50% of the booked rate.
- Events canceled within 24 hours of air will be invoiced at 100% of the booked rate.

UStream currently does not support closed captions. To put captioning on UStream, you would need "open captions" meaning captioning that cannot be toggled on/off. We can talk more about ways to get the captioning on UStream, but there's nothing we can do to directly caption "live" on UStream.

Thank you for your time and consideration of VITAC for your captioning services. If you have questions, please call me at **724-514-4072** or email css@vitac.com.

Thanks!
- Steve

Steve York
Client Sales & Services Assistant
VITAC
A Merrill Communications Company
Captioning. Done. Right.

101 Hillpointe Drive
Canonsburg, PA 15317
CSS Hotline: 724-514-4077
Direct: 724-514-4072
Fax: 724-512-4111
Email: clientservices@vitac.com
www.vitac.com

This message is intended only for the use of the Addressee and may contain information that is PRIVILEGED and CONFIDENTIAL. If you are not the intended recipient, you are hereby notified that any dissemination of this communication is strictly prohibited. If you have received this communication in error, please erase all copies of the message and its attachments and notify us immediately.

How will you be affected by caption mandates for IP-delivered programming? Read our [overview](#).

Caption Associates, LLC

Cost Proposal for Van Comer, KFSM, Fort Smith, Arkansas. Real-time Broadcast Captioning Services

--\$102.00* per hour for real-time captioning of newscasts, with a 30-minute minimum charge and billed in 15-minute increments thereafter with a contract for a minimum of 1200 hours per year of real-time captioning services per year. We charge exactly half of our hourly rate for a 30-35 minute newscast, so you would pay \$51.00 per 30-35 minute newscast.

--\$102.00* per hour for real-time captioning of broadcasts of emergencies and late-breaking stories, with an initial one-hour minimum charge and billed in 15-minute increments thereafter.

--\$ 40.00 per each 3-5 minute "cut-in" during morning shows, such as "The CBS Morning Show."

--We pay the long-distance phone charges incurred when captioning your broadcasts. We do not require you to provide toll-free lines or pay us for long-distance phone charges.

--Real-time captioning rates quoted are based on a two-three year exclusive contract, and are guaranteed for the length of the contract.

--There are no standby retainers for your station. Caption Associates, LLC is available to you 24/7 via pager access at no additional cost for that standby service. We are always available to you in case a technical problem occurs during a broadcast or if you have an emergency or late-breaking story that needs to be captioned.

--Caption Associates, LLC charges no "up front" or "set-up" charges for services. You will be billed on a monthly basis for the hours of captioning provided to you.

--KFSM will be responsible for installing a compatible closed-caption encoder with a built-in modem and providing two dedicated telephone lines, one of which would allow the captioner to automatically connect to the program audio and the other would automatically connect the captioner to the encoder modem.

--KFSM will provide Caption Associates, LLC with access to pre-scripted material by allowing internet or dial-in access to its newsroom script system.

*\$105.00/hour for a minimum of 520 hours per year; \$110.00/hour for less than 520 hours per year. 30-minute newscast price is based on the contracted hourly rate.

Kansas Office:

3514 Clinton Parkway, Suite A324
Lawrence, Kansas 66047-2145
(866)838-3933 toll-free office
(785)838-3933 office
(785)838-3951 fax

Illinois Office:

1355 West Shubert Avenue
Chicago, IL 60614

(773) 817-2404 office

Caption Associates, LLC

References

Roger Herring or Pat Baldwin
KTUL TV8
Tulsa, OK
918-445-8888

Tom Henderson
WTVC News Channel 9
Chattanooga, TN
423-757-7431

John Felton
WCVB PBS
Richmond, VA
804-320-1301

Jim Ferguson
McDougal-Littell
Evanston, IL
847-869-2300, Ext #3895

Jim Saliba
Burke Video
Troy, Michigan
248-689-42

Kansas Office:
3514 Clinton Parkway, Suite A324
Lawrence, Kansas 66047-2145
(866)838-3933 toll-free office
(785)838-3933 office
(785)838-3951 fax

Illinois Office:
1355 West Shubert Avenue
Chicago, IL 60614

(773) 817-2404 office



Attachment 3

Fowler Recommendation

To: First Baptist Church	05-21445	From: Robert Scott
Attn: Bob Dyer		Phone: 800-729-0163
Phone: (479) 788-6133		Email: rscott@fowlerinc.com
Email: bdyer@fsbc.org		Fax: 800-445-2845
Fax:		

Product Description	Qty	Price	Ext Price
Evertz HD9084+2PS HD DTV Caption Encoder. Redundant Power Supply	1	\$7,339.78	\$7,339.78

All Systems include: 24 Hour Toll Free Emergency Technical Support
 14-Day Trial Period on Projectors
 Unlimited Toll-Free Consultation

Prices quoted are good for 30 days while supplies last.

At Fowler we give you a 14-day trial period on your projector to ensure your complete satisfaction. Screens and accessory items are special order items, and if returned, are subject to a 15% restocking fee. Computer and Software sales are final.

Sub Total:	\$7,339.78
Sales Tax:	\$0.00
Shipping/Handling/Insurance:	\$56.42
Total Investment:	\$7,396.20

The above System Design is the sole and exclusive property of Fowler Productions. This System Design's Product is confidential and shall not be disclosed in any way to any third party without Fowler Productions' written consent.

Attachment 3

From: Philip Mclaughlin <philm@eegent.com>
Subject: RE:HD480 Smart Encoder V
Date: February 23, 2012 4:22:11 PM CST
To: <bdyer@fsfbc.org>

Hello Bob,

Wow... 59 years! People are usually impressed when we tell them that we have been making Closed Captioning equipment for 32 years. That is some run.

Thanks for contacting us. Aberdeen is an excellent captioning company, and I am sure you will be very satisfied with them. They really sweat the details to make sure that your programming comes out right. I am honored that they recommended our equipment. Regarding the choice of gear, let me give you a quick run-down of the choices.

First of all, given that you are moving your production to HD in the near future, it only makes sense to consider caption encoders that support both SD and HD standards. We have two models that would fit this profile, the HD480 and the EN530. Both of these units seamlessly transition from SD to HD usage. In SD operation, the units encode in the CEA-608 line 21 format. When encoding HD, the units encode CEA-608 and CEA-708 format data into the vertical ancillary area of the video using the SMPTE 334M protocol. Both units support caption data provided by serial ports and a built in telephone modem. The HD480 is a newer generation product that supports a number of very useful additional features. First of all, the HD480 supports the use of the iCap internet connectivity suite that provides a virtual link between the encoder and the captioner. Using this capability, the captioner can perform the entire captioning process over an internet connection without the use of phone lines. The HD480 can dis-embed audio from your video, and provide a high quality, low latency compressed audio feed to a remote captioner, over the internet. This same secure internet connection is used to control the encoder and input the caption data. Generally, the alternative is to take an audio feed and put it on an audio coupler connected to an additional telephone line. This phone connection is of course, a low bandwidth phone line, that is harder for the captioner to work with. The HD480 also has a high quality HD caption decoder built-in, that can be used to create open-captioned versions of your programming, or just for monitoring.

The EN530 sells for \$6850, and the HD480 sells for \$7850. In many installations, the ability of the HD480 to eliminate the need for two dedicated phone lines, an audio coupler, and potentially an audio dis-embedder, more than pays for the price difference. Additionally, the ongoing costs of the dedicated phone lines are also eliminated. By the way, the HD480 can also support analog and AES digital audio connections if you are not embedding your audio.

My personal recommendation is to go with the HD480 in a new installation; it is more future proof, and the additional features are extremely valuable considering the price difference.

If you would like to have a call to discuss any of this, just let me know.

Regards,

Phil

Philip T. Mclaughlin

The EEG logo consists of the lowercase letters "eeg" in a bold, sans-serif font, positioned to the left of a stylized graphic of two overlapping triangles forming a larger triangle.

The Captioning Solutions Company

EEG IN HD: ADVANCED CLOSED CAPTIONING WORKFLOW FOR BROADCAST

EEG has been setting the pace in broadcast closed captioning solutions for over 25 years. Today, our revolutionary software and hardware provide broadcasters with the most efficient path to HD closed captioning.

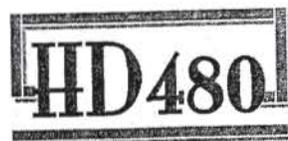
The **iCap™ Realtime IP Captioning System** from EEG ensures a seamless transition to digital television for broadcasters. In the era of HDTV, there are heightened expectations for quality, security and manageability. iCap taps the power of IP connections for:

- *Improved audio quality and increased accuracy,*
- *a more secure caption environment and expanded monitoring services,*
- *creation of a framework for smooth caption operations, even for complex configurations, and much more*

The **HD480 Smart Encoder V** is EEG's next-generation digital closed captioning solution, designed with the needs of broadcasters in mind to streamline and integrate the Line 21/HD-VANC encoding process into one powerful box. The HD480 energizes closed caption encoding with a compact and robust new platform designed to support a wide variety of powerful ancillary data software on-board. All HD480 encoders ship with iCap.

When flexibility is a must, the **EEG DE280** professional EIA-708 closed caption decoder provides a highly advanced HD open caption display for monitoring data quality and standards compliance. Highly configurable, the DE280 is the first professional decoder with the ability to accurately display the advanced style and positioning features defined in the 708 standard. Broadcasters can now monitor with the assurance that the monitor matches the output of consumer decoders.

Total confidence in broadcast closed captioning – that's EEG.

The iCap logo features the word "iCap" in a bold, serif font, with a stylized graphic element above the "i" that resembles a curved line or a partial circle.The HD480 logo consists of the text "HD480" in a bold, sans-serif font, enclosed within a rectangular border that has a slight 3D effect.The DE280 logo features the text "DE280" in a bold, sans-serif font, enclosed within a rectangular border that has a slight 3D effect.

HD480

Smart Encoder V



FEATURES AT A GLANCE

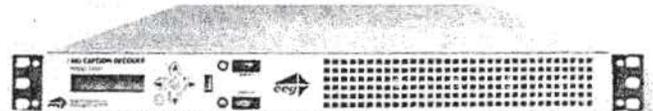
- Compatible with the iCap Realtime captioning system
- Integrated 708 HD closed caption decoder
- Multiple IP Connection capability
- Supports data entry from a dial-up modem and serial ports

SPECIFICATIONS

- 2 HD/SD-SDI VIDEO INPUTS (1 MASTER VIDEO PATH, 1 AUXILIARY INPUT)
- 3 HD/SD-SDI VIDEO OUTPUTS (1 RELAY-BYPASS PROTECTED MASTER PATH, 1 SECONDARY, 1 DECODER)
- INTERACTIVE FRONT PANEL LCD DISPLAY
- ANALOG/AES AUDIO XLR INPUT
- LAN AND USB CONNECTIONS
- 2 RS232 SERIAL PORTS
- DIAL-UP MODEM
- 4 GPI SWITCHES
- 4 GPO SIGNALS

DE280

HD Caption Decoder



FEATURES AT A GLANCE

- Front panel selectable caption display supporting HD Services 1 through 6 and SD Services CC1 through CC4
- User-selectable fonts, colors, and opacity for easy caption reading
- Dial-up modem, serial port, and file-based input methods for creating professional quality open caption displays
- Powerful processor platform to enable a wide variety of custom decoder-based applications
- Decode and monitor XDS data, including V-Chip and CGMS-A

SPECIFICATIONS

- HD-SDI VIDEO INPUT
- 3 HD-SDI VIDEO INPUTS (1 RELAY-BYPASS PROTECTED)
- INTERACTIVE FRONT PANEL LCD DISPLAY
- 4 GPI SWITCHES
- 4 GPO SIGNALS
- LAN AND USB CONNECTIONS
- 2 RS232 SERIAL PORTS
- DIAL-UP MODEM

iCap

Realtime IP Captioning Link

FEATURES AT A GLANCE

- Secure IP delivery of realtime caption data
- Confidence monitoring of encoded caption data
- Eliminates dialup modems and acoustic couplers
- Secure IP streaming of program audio to remote captioner
- Multiple IP connection capability with shared text messaging



516-293-7472 • www.eegent.com

The Captioning Solutions Company

eeg

First Baptist Church of Fort Smith

Report on Examination of Financial Statements

For the Years Ended December 31, 2011 and 2010



LAWRENCE, SCHLUTERMAN & SCHWARTZ, LTD.
Certified Public Accountants

First Baptist Church of Fort Smith

Report on Examination of Financial Statements

For the Years Ended December 31, 2011 and 2010

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LAWRENCE, SCHLUTERMAN & SCHWARTZ, LTD.
Certified Public Accountants

2411 South Waldron Road
Fort Smith, Arkansas 72903
Telephone (479) 484-7211
Fax (479) 484-7802

W. Sid Lawrence, CPA
Michael L. Schluterman, CPA
Larry J. Schwartz, CPA

Independent Auditors' Report

First Baptist Church of Fort Smith
Fort Smith, Arkansas

We have audited the accompanying statements of financial position of First Baptist Church of Fort Smith (the Church) as of December 31, 2011 and 2010, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Church's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of First Baptist Church of Fort Smith as of December 31, 2011 and 2010, and the changes in net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Lawrence, Schluterman & Schwartz, Ltd.

Lawrence, Schluterman & Schwartz, Ltd.
Certified Public Accountants

June 22, 2012
Fort Smith, Arkansas

First Baptist Church of Fort Smith
 Statements of Financial Position
 For the Years Ended December 31, 2011 and 2010

	Assets		
	2011		
	<u>General Fund</u>	<u>Designated Funds</u>	<u>Total</u>
Current Assets			
Cash and Cash Equivalents (including restricted cash of \$479,654 and \$446,764)	\$ 100,100	\$ 1,798,665	\$ 1,898,765
Total Current Assets	<u>100,100</u>	<u>1,798,665</u>	<u>1,898,765</u>
Long-term Investments (including restricted investment of \$79,001)	<u>-</u>	<u>90,904</u>	<u>90,904</u>
Property and Equipment, at Cost			
Land	1,978,875		1,978,875
Art	8,000		8,000
Buildings and Improvements	10,175,362		10,175,362
Vehicles	167,884		167,884
Furniture, Fixtures and Equipment	1,146,132		1,146,132
Construction in Progress			-
	<u>13,476,253</u>	<u>-</u>	<u>13,476,253</u>
Accumulated Depreciation	<u>(7,385,443)</u>		<u>(7,385,443)</u>
Total Property and Equipment	<u>6,090,810</u>	<u>-</u>	<u>6,090,810</u>
Total Assets	<u>\$ 6,190,910</u>	<u>\$ 1,889,569</u>	<u>\$ 8,080,479</u>
Liabilities and Net Assets			
Liabilities			
Accrued Expenses	\$ 31,943		\$ 31,943
Storm Damage Deferral			-
Due to Other Recipient Organizations		<u>\$ 460</u>	<u>460</u>
Total Liabilities	<u>31,943</u>	<u>460</u>	<u>32,403</u>
Net Assets			
Unrestricted	6,158,967	1,330,454	7,489,421
Temporarily Restricted		479,654	479,654
Permanently Restricted		<u>79,001</u>	<u>79,001</u>
Total Net Assets	<u>6,158,967</u>	<u>1,889,109</u>	<u>8,048,076</u>
Total Liabilities and Net Assets	<u>\$ 6,190,910</u>	<u>\$ 1,889,569</u>	<u>\$ 8,080,479</u>

See Accompanying Notes to Financial Statements
 and Independent Auditors' Report.

2010		
General Fund	Designated Funds	Total
\$ 100,100	\$ 2,225,320	\$ 2,325,420
<u>100,100</u>	<u>2,225,320</u>	<u>2,325,420</u>
-	90,939	90,939
1,978,875		1,978,875
8,000		8,000
9,280,794		9,280,794
167,884		167,884
923,143		923,143
673,209		673,209
13,031,905	-	13,031,905
(7,236,170)		(7,236,170)
<u>5,795,735</u>	-	<u>5,795,735</u>
<u>\$ 5,895,835</u>	<u>\$ 2,316,259</u>	<u>\$ 8,212,094</u>
\$ 29,552		\$ 29,552
356,136		356,136
	\$ 276	276
<u>385,688</u>	<u>276</u>	<u>385,964</u>
5,510,147	1,790,218	7,300,365
	446,764	446,764
	79,001	79,001
<u>5,510,147</u>	<u>2,315,983</u>	<u>7,826,130</u>
<u>\$ 5,895,835</u>	<u>\$ 2,316,259</u>	<u>\$ 8,212,094</u>

See Accompanying Notes to Financial Statements
and Independent Auditors' Report.

First Baptist Church of Fort Smith
Statements of Activities
For the Years Ended December 31, 2011 and 2010

	2011			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
Revenues, Gains and Other Support				
Undesignated Offerings	\$ 3,653,676			\$ 3,653,676
Designated Offerings	78,316	\$ 289,072		367,388
Interest Income	2,635			2,635
Participant Fees	43,711			43,711
Other Income	335,274			335,274
Net Assets Released from Restrictions	256,182	(256,182)		-
Revenues, Gains and Other Support	<u>4,369,794</u>	<u>32,890</u>	<u>\$ -</u>	<u>4,402,684</u>
Expenses				
Church Programs				
Preschool Ministries	33,105			33,105
Disciple Ministries	135,274			135,274
Children's Ministries	60,267			60,267
Youth Ministries	96,099			96,099
Senior Ministries	21,211			21,211
Music Ministries	107,650			107,650
Pastoral and Worship Ministries	51,569			51,569
Media	116,471			116,471
Mission and Outreach Programs	560,452			560,452
Other Gifts and Programs	3,346			3,346
Salaries and Benefits	1,869,862			1,869,862
Building Operations and Maintenance	797,140			797,140
Depreciation	328,292			328,292
Total Expenses	<u>4,180,738</u>	<u>-</u>	<u>-</u>	<u>4,180,738</u>
Change in Net Assets	189,056	32,890	-	221,946
Net Assets				
Beginning of Year	<u>7,300,365</u>	<u>446,764</u>	<u>79,001</u>	<u>7,826,130</u>
End of Year	<u>\$ 7,489,421</u>	<u>\$ 479,654</u>	<u>\$ 79,001</u>	<u>\$ 8,048,076</u>

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2010

<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
\$ 3,790,700			\$ 3,790,700
101,775	\$ 390,639		492,414
4,896			4,896
46,883			46,883
52,698			52,698
282,739	(282,739)		-
<u>4,279,691</u>	<u>107,900</u>	<u>\$ -</u>	<u>4,387,591</u>
31,495			31,495
122,106			122,106
57,127			57,127
120,354			120,354
14,703			14,703
147,479			147,479
56,429			56,429
106,111			106,111
628,110			628,110
1,365			1,365
1,869,837			1,869,837
776,254			776,254
323,282			323,282
<u>4,254,652</u>	<u>-</u>	<u>-</u>	<u>4,254,652</u>
25,039	107,900	-	132,939
<u>7,275,326</u>	<u>338,864</u>	<u>79,001</u>	<u>7,693,191</u>
<u>\$ 7,300,365</u>	<u>\$ 446,764</u>	<u>\$ 79,001</u>	<u>\$ 7,826,130</u>

See Accompanying Notes to Financial Statements
and Independent Auditors' Report.

First Baptist Church of Fort Smith
Statements of Cash Flows
For the Years Ended December 31, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Cash Flows from Operating Activities:		
Change in Net Assets	\$ 221,946	\$ 132,939
Items Not Requiring Cash		
Depreciation	328,292	323,282
Changes in		
Payroll Taxes Payable		(1,626)
Accrued Expenses	2,391	7,202
Due to Other Recipient Organizations	185	(225)
Deferred Revenues	<u>(356,137)</u>	
Net Cash Provided by Operating Activities	<u>196,677</u>	<u>461,572</u>
Cash Flows from Investing Activities:		
Contributions and Investment Income Received		
Restricted for Long-term Purposes	35	(1,366)
Acquisition and Construction of Property and Equipment	<u>(623,367)</u>	<u>(301,970)</u>
Net Cash (Used in) Investing Activities	<u>(623,332)</u>	<u>(303,336)</u>
Increase (Decrease) in Cash and Cash Equivalents	(426,655)	158,236
Cash and Cash Equivalents, Beginning of Year	<u>2,325,420</u>	<u>2,167,184</u>
Cash and Cash Equivalents, End of Year	<u>\$ 1,898,765</u>	<u>\$ 2,325,420</u>

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