

**ADVENT CHRISTIAN GENERAL CONFERENCE
OF AMERICA, INCORPORATED**

Charlotte, North Carolina

Audited Financial Statements

December 31, 2013

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

TABLE OF CONTENTS

Independent Auditors' Report.....	1
Financial Statements:	
Statement of Financial Position.....	2
Statement of Activities and Changes in Net Assets.....	3
Statement of Cash Flows.....	4
Notes to Financial Statements.....	5-17
Supplemental Information:	
Advent Christian General Conference of America, Incorporated General Conference - ACGC	
Financial Statements:	
Statement of Financial Position.....	18
Statement of Activities and Changes in Net Assets.....	19
Statement of Cash Flows.....	20
Schedule of Activity and Changes in Fund Balances Permanently and Temporarily Restricted and Board Designated Funds.....	21
Advent Christian General Conference of America, Incorporated Board of Pensions	
Financial Statements:	
Statement of Financial Position.....	22
Statement of Activities and Changes in Net Assets.....	23
Statement of Cash Flows.....	24



7540 Matthews-Mint Hill Road
Charlotte, NC 28227
Phone: 704-545-9771
Fax: 704-545-0946
www.rowellcravenshort.com

INDEPENDENT AUDITORS' REPORT

The Board of Directors
Advent Christian General Conference of America, Incorporated
Charlotte, North Carolina

We have audited the accompanying statement of financial position of Advent Christian General Conference of America, Incorporated as of December 31, 2013, and the related statements of activities and changes in net assets, and cash flows for the year then ended. These financial statements are the responsibility of the organizations' management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year's summarized comparative information has been derived from Advent Christian General Conference of America, Incorporated's 2012 financial statements, and in our report dated July 19, 2013, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 audit provides 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 the Advent Christian General Conference of America, Incorporated as of December 31, 2013, and the results of activities, changes in its net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The individual fund financial statements and schedules on pages 18-24 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in black ink that reads 'Rowell, Craven & Short, PA'. The signature is written in a cursive style.

May 8, 2014
Charlotte, North Carolina

FINANCIAL STATEMENTS

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Statement of Financial Position

December 31, 2013

(With Comparative Totals as of December 31, 2012)

ASSETS	<u>2013</u>	<u>2012</u>
Current assets:		
Cash on hand and invested	\$ 390,368	\$ 835,952
Investments	184,283	150,132
Investments- temporary	1,757,967	1,225,105
Accounts receivable	5,313	9,052
Inventories	62,535	63,983
Prepaid expenses	2,328	1,729
Total current assets	<u>2,402,794</u>	<u>2,285,953</u>
Investments- long term	\$ 560,867	\$ 451,842
Investments- pension	7,470,258	6,518,060
Property and equipment, net	342,374	324,038
Total assets	<u>\$ 10,776,293</u>	<u>\$ 9,579,893</u>
 LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	\$ 55,870	\$ 50,806
Departmental accommodations	58,824	43,787
Subscriptions due	10,669	10,064
Total current liabilities	<u>125,363</u>	<u>104,657</u>
Ministers' accumulated vested benefits- A Fund	3,519,552	3,556,012
Ministers' accumulated vested benefits- B Fund	999,373	762,464
Pension annuity - participants vested amounts	1,270,302	1,314,584
Total long-term liabilities	<u>5,789,227</u>	<u>5,633,060</u>
Total liabilities	<u>5,914,590</u>	<u>5,737,717</u>
Net assets:		
Permanently restricted	568,872	523,778
Temporarily restricted	282,030	266,659
Unrestricted:		
Undesignated	2,530,146	1,984,901
Board designated	1,480,655	1,066,838
Total net assets	<u>4,861,703</u>	<u>3,842,176</u>
Total liabilities and net assets	<u>\$ 10,776,293</u>	<u>\$ 9,579,893</u>

The notes to the financial statements are an integral part of this statement.

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Statement of Activities and Changes in Net Assets

For the Year Ended December 31, 2013

(With Comparative Totals for the Year Ended December 31, 2012)

	<u>Unrestricted</u>	
	<u>Undesignated Funds</u>	<u>Board Designated Funds</u>
REVENUES, GAINS, AND OTHER SUPPORT		
Support:		
United ministries	\$ 1,248,581	\$ -
Christmas in October	66,626	-
First responders	28,317	-
Individual and estate gifts	280,397	425
Field offerings and other gifts	27,592	-
Revenues and gains:		
Administrative service fees	16,000	-
Pension deposits	186,588	-
Subscriptions	27,778	-
Income on investments	212,040	13,723
Other income	2,733	-
Gains (losses) on sale of marketable securities	149,636	34,960
Venture Bookstore gross profit	61,675	-
Unrealized gain (loss) on investments, net	802,052	346,472
Total revenues, gains and other support	3,110,015	395,580
Reclassifications:		
Satisfaction of purpose restriction	222,277	(58,830)
Transfers between funds, ACGC	(92,732)	84,499
Transfers between funds, Pension	(156,367)	-
Total reclassifications	(26,822)	25,669
EXPENSES		
Program services:		
United ministries program	374,073	-
World outreach program	608,779	-
Communications program	240,016	-
Nurture program	265,808	-
Supporting services:		
Management and general	463,331	7,432
Distributions to participants	570,348	-
Fund-raising	15,593	-
Total expenses	2,537,948	7,432
Change in net assets	\$ 545,245	\$ 413,817
Net assets, beginning of year	1,984,901	1,066,838
Net assets, end of year	<u>\$ 2,530,146</u>	<u>\$ 1,480,655</u>

The notes to the financial statements are an integral part of this statement.

<u>Temporarily Restricted Funds</u>	<u>Permanently Restricted Funds</u>	<u>Total All Funds</u>	
		<u>2013</u>	<u>2012</u>
\$ -	\$ -	\$ 1,248,581	\$ 1,214,911
-	-	66,626	60,095
-	-	28,317	31,633
79,314	-	360,136	406,558
-	-	27,592	26,755
-	-	16,000	16,000
-	-	186,588	165,513
-	-	27,778	33,397
1,525	22,757	250,045	221,524
31,615	-	34,348	66,391
918	1,970	187,484	168,172
-	-	61,675	49,812
<u>58,049</u>	<u>21,135</u>	<u>1,227,708</u>	<u>413,072</u>
<u>171,421</u>	<u>45,862</u>	<u>3,722,878</u>	<u>2,873,833</u>
(162,605)	(842)	-	-
6,697	1,536	-	-
<u>-</u>	<u>-</u>	<u>(156,367)</u>	<u>86,237</u>
<u>(155,908)</u>	<u>694</u>	<u>(156,367)</u>	<u>86,237</u>
-	-	374,073	363,791
-	-	608,779	554,648
-	-	240,016	251,132
-	-	265,808	196,419
142	1,462	472,367	459,600
-	-	570,348	471,652
-	-	15,593	66,834
<u>142</u>	<u>1,462</u>	<u>2,546,984</u>	<u>2,364,076</u>
\$ 15,371	\$ 45,094	\$ 1,019,527	\$ 595,994
<u>266,659</u>	<u>523,778</u>	<u>3,842,176</u>	<u>3,246,182</u>
<u>\$ 282,030</u>	<u>\$ 568,872</u>	<u>\$ 4,861,703</u>	<u>\$ 3,842,176</u>

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

*Statement of Cash Flows
For the Year Ended December 31, 2013
(With Comparative Totals for the Year Ended December 31, 2012)*

	<u>2013</u>	<u>2012</u>
OPERATING ACTIVITIES		
Change in net assets	\$ 1,019,527	\$ 595,994
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	22,547	25,184
Loss (gain) on sale of investments	(187,484)	(168,172)
Loss on disposal of assets	(1,500)	606
Unrealized (gain) loss on investments, net	(1,227,708)	(413,072)
Receipt of donated stock	(10,390)	(10,020)
(Increase) decrease in operating assets:		
Accounts receivable	3,739	(317)
Inventories	1,448	(9,335)
Prepaid expenses	(599)	2,802
Increase (decrease) in operating liabilities:		
Accounts payable	5,064	21,551
Customer deposits	-	(612)
Departmental accommodations	15,037	28,814
Subscriptions due	605	(5,435)
Net cash provided by operating activities	<u>(359,714)</u>	<u>67,988</u>
INVESTING ACTIVITIES		
Purchases of property and equipment	(40,883)	(15,278)
Proceeds from sale of assets	1,500	-
Purchases of investments	(2,189,066)	(1,180,085)
Proceeds from redemption of investments	1,986,412	1,172,373
Net cash provided by investing activities	<u>(242,037)</u>	<u>(22,990)</u>
FINANCING ACTIVITIES		
Change in vested benefits	156,167	47,138
Transfers between funds, net	-	144,986
Net cash used in financing activities	<u>156,167</u>	<u>192,124</u>
Net increase in cash	(445,584)	237,122
Cash, at beginning of year	<u>835,952</u>	<u>598,830</u>
Cash, at end of year	<u>\$ 390,368</u>	<u>\$ 835,952</u>

The notes to the financial statements are an integral part of this statement.

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Advent Christian General Conference of America, Inc. is organized to serve the denomination of Advent Christian people. The General Conference serves by promoting the mission and purpose of the Advent Christian Church, working interdependently with all denominational entities, encouraging each local Advent Christian Church and coordinating common endeavors to fulfill the Great Commission of our Lord Jesus Christ. The General Conference provides religious and missionary services through various programs including United Ministries, Convention, World Outreach, Communications, and Nurture Program.

Net Assets

Net assets are classified into three categories permanently restricted, temporarily restricted, and unrestricted.

Permanently restricted funds are endowment funds established by specific donor restrictions and/or action by the Executive Council. The performance expectation is an overall return of ten percent, and investment income earned by these funds may be released for use in accordance with the guidelines established for each fund. To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends).

Temporarily restricted funds are restricted for special purposes at the request of the donor(s). Funds are released for use in accordance with the wishes of the donor or by the guidelines previously established by the Executive Council when a particular fundraising appeal was created. Resources are used and accounted for in accordance with the donor-intended purpose.

Board designated funds are temporarily restricted by action of the Executive Council. Funds are released for use in accordance with restrictions established by Executive Council.

Unrestricted funds are the portions that are uncommitted at year end.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents for purposes of the statement of cash flows exclude permanently restricted cash and cash equivalents.

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- Continued

Accounts Receivable

Accounts receivable are comprised of amounts due from customers for goods shipped requiring payment within 30 days from the invoice date. The Organization provides for losses on accounts receivable using the allowance method. The allowance method is based on experience and each customer balance is individually reviewed when the balance exceeds 90 days from the invoice date. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. Credit losses, when realized, have been within the range of the Organization's expectations and, historically have not been significant. Accounts receivable are reported at the full amount management expects to collect from outstanding balances. Management considers all accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts was considered necessary.

Investments

Cash, cash investments, securities, certificates of deposit and passbook accounts are reflected at fair market value plus interest earned and credited through December 31, 2013 and 2012. Investments in securities are reflected at fair market value or at estate value in the case of bequests. Dividends earned are recognized as income at the time the funds are received. In accordance with FASB ASC 958-320-50 unrealized gains or losses are included in the statement of activities and changes in net assets.

Inventories

Inventories are stated at the lower of cost or market and consist primarily of literature, hymnal and supply inventories. Cost is determined by the average cost method.

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES- Continued

Property

Property and equipment that is purchased are carried at cost, while property received through gifts are recorded at fair market value at the date of the gift. Expenditures for major renewals and betterments that extend the useful lives of property and equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred. Depreciation of property and equipment is provided using the straight-line method for financial reporting purposes which amounted to \$22,547 and \$25,184 for years ended December 31, 2013 and 2012, respectively.

	2013	2012
Land and land improvements	\$ 231,954	\$ 231,954
Headquarters property	268,877	268,132
Headquarters furnishings and equipment	95,155	95,195
Residences (including furnishings)	125,867	102,034
Vehicles	17,459	16,943
	<u>739,312</u>	<u>714,258</u>
Less, accumulated depreciation	396,938	390,220
Total property and equipment, net	<u>\$ 342,374</u>	<u>\$ 324,038</u>

Shipping and Handling Costs

The Organization classifies freight billed to customers as sales revenue and the related freight costs as cost of sales.

Support and Revenue

Contributions received by the Organization are generally available for unrestricted use in the related year unless specifically restricted by the donor. Contributions of donated noncash assets are recorded at their fair values in the period received.

Use of Estimates

Management uses estimates and assumptions in preparing these financial statements in accordance with generally accepted accounting principles. Those estimates and assumptions affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 2- INVESTMENTS

Investments are presented in the financial statements at fair market value at December 31, 2013 and 2012, respectively as follows:

	<u>12/31/2013</u>		<u>Unrealized</u>
	<u>Cost</u>	<u>Market</u>	<u>Gain(Loss) on</u>
		<u>Value</u>	<u>Investments</u>
Undesignated Fund	\$ 184,179	\$ 184,283	\$ 104
Undesignated Fund- Pension	5,526,383	7,470,258	1,943,875
Temporarily & Board Designated Fund	1,186,569	1,757,967	571,398
Permanently Restricted Fund	543,957	560,867	16,910
Total	<u>\$ 7,441,088</u>	<u>\$ 9,973,375</u>	<u>\$ 2,532,287</u>
Undesignated Fund	<u>Cost</u>	<u>Market</u>	<u>Unrealized</u>
Fixed income securities:		<u>Value</u>	<u>Gain(Loss) on</u>
Certificates of deposits	100,000	99,964	(36)
Mutual funds	84,179	84,319	140
	<u>\$ 184,179</u>	<u>\$ 184,283</u>	<u>\$ 104</u>
Undesignated Fund- Pension	<u>Cost</u>	<u>Market</u>	<u>Unrealized</u>
Fixed income securities:		<u>Value</u>	<u>Gain(Loss) on</u>
Corporate bonds	\$ 289,884	\$ 287,324	\$ (2,560)
Government obligations	589,498	646,395	56,897
Mutual funds	2,276,386	2,600,992	324,606
Common stock	2,370,615	3,935,547	1,564,932
	<u>\$ 5,526,383</u>	<u>\$ 7,470,258</u>	<u>\$ 1,943,875</u>
Temporarily & Board Designated Fund	<u>Cost</u>	<u>Market</u>	<u>Unrealized</u>
Mutual funds	\$ 257,875	\$ 260,440	\$ 2,565
Common stock	928,694	1,497,527	568,833
Fixed income securities:			
Government obligations	-	-	-
	<u>\$ 1,186,569</u>	<u>\$ 1,757,967</u>	<u>\$ 571,398</u>

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 2- INVESTMENTS- Continued

	<u>Cost</u>	<u>Market Value</u>	<u>Unrealized Gain(Loss) on Investments</u>
Permanently Restricted Fund			
Mutual funds	\$ 543,957	\$ 560,867	\$ 16,910
	<u>\$ 543,957</u>	<u>\$ 560,867</u>	<u>\$ 16,910</u>
Total all funds	<u>Cost</u>	<u>Market Value</u>	<u>Unrealized Gain(Loss) on Investments</u>
Common stock	\$ 3,299,309	\$ 5,433,074	\$ 2,133,765
Mutual funds	3,162,397	3,506,618	344,221
Fixed income securities:			
Corporate bonds	289,884	287,324	(2,560)
Government obligations	589,498	646,395	56,897
Certificates of deposits	100,000	99,964	(36)
	<u>\$ 7,441,088</u>	<u>\$ 9,973,375</u>	<u>\$ 2,532,287</u>

The following tabulation summarizes the net increase(decrease) in unrealized appreciation of investments at December 31, 2013:

	<u>Cost</u>	<u>Market Value</u>	<u>Market over Cost (Cost over Market)</u>
Balance at end of year	<u>\$ 7,441,088</u>	<u>\$ 9,973,375</u>	\$ 2,532,287
Balance at beginning of year	<u>\$ 7,040,560</u>	<u>\$ 8,345,139</u>	\$ 1,304,579
Increase in unrealized appreciation of investments.			<u>\$ 1,227,708</u>

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 2- INVESTMENTS- Continued

	<u>12/31/2012</u>		Unrealized
	<u>Cost</u>	<u>Market Value</u>	Gain(Loss) on
			<u>Investments</u>
Undesignated Fund	\$ 150,020	\$ 150,132	\$ 112
Undesignated Fund- Pension	5,376,245	6,518,060	1,141,815
Temporarily & Board Designated Fund	1,058,228	1,225,105	166,877
Permanently Restricted Fund	456,067	451,842	(4,225)
Total	<u>\$ 7,040,560</u>	<u>\$ 8,345,139</u>	<u>\$ 1,304,579</u>
	<u>Cost</u>	<u>Market Value</u>	Unrealized
			Gain(Loss) on
			<u>Investments</u>
Undesignated Fund			
Fixed income securities:			
Certificates of deposits	\$ 140,000	\$ 139,998	\$ (2)
Common stock	10,020	10,134	114
	<u>\$ 150,020</u>	<u>\$ 150,132</u>	<u>\$ 112</u>
	<u>Cost</u>	<u>Market Value</u>	Unrealized
			Gain(Loss) on
			<u>Investments</u>
Undesignated Fund- Pension			
Fixed income securities:			
Corporate bonds	\$ 552,740	\$ 551,694	\$ (1,046)
Government obligations	615,858	726,901	111,043
Mutual funds	1,982,619	2,104,103	121,484
Common stock	2,225,028	3,135,362	910,334
	<u>\$ 5,376,245</u>	<u>\$ 6,518,060</u>	<u>\$ 1,141,815</u>
	<u>Cost</u>	<u>Market Value</u>	Unrealized
			Gain(Loss) on
			<u>Investments</u>
Temporarily & Board Designated Fund			
Mutual funds	\$ 84,276	\$ 84,905	\$ 629
Common stock	938,945	1,105,685	166,740
Fixed income securities:			
Government obligations	35,007	34,515	(492)
	<u>\$ 1,058,228</u>	<u>\$ 1,225,105</u>	<u>\$ 166,877</u>

-Continued-

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 2- INVESTMENTS- Continued

	<u>Cost</u>	<u>Market Value</u>	<u>Unrealized Gain(Loss) on Investments</u>
Permanently Restricted Fund			
Common stock	\$ 3,316	\$ 3,247	\$ (69)
Mutual funds	412,751	408,865	(3,886)
Fixed income securities:			
Corporate bonds	40,000	39,730	(270)
	<u>\$ 456,067</u>	<u>\$ 451,842</u>	<u>\$ (4,225)</u>
	<u>Cost</u>	<u>Market Value</u>	<u>Unrealized Gain(Loss) on Investments</u>
Total all funds			
Common stock	\$ 3,177,309	\$ 4,254,428	\$ 1,077,119
Mutual funds	2,479,646	2,597,873	118,227
Fixed income securities:			
Corporate bonds	592,740	591,424	(1,316)
Government obligations	650,865	761,416	110,551
Certificates of deposit	140,000	139,998	(2)
	<u>\$ 7,040,560</u>	<u>\$ 8,345,139</u>	<u>\$ 1,304,579</u>

The following tabulation summarizes the net increase(decrease) in unrealized appreciation of investments at December 31, 2012:

	<u>Cost</u>	<u>Market Value</u>	<u>Market over Cost (Cost over Market)</u>
Balance at end of year	<u>\$ 7,040,560</u>	<u>\$ 8,345,139</u>	\$ 1,304,579
Balance at beginning of year	<u>\$ 6,999,643</u>	<u>\$ 7,891,152</u>	\$ 891,509
Increase in unrealized appreciation of investments.			<u>\$ 413,070</u>

Unrealized gain (loss) on investments is reported in Revenues, Gains, and Other Support on the Statement of Activities.

Professional literature defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. The guidance states that fair value is a market-based measurement, not an entity-specific measurement. Therefore, a fair value measurement should be determined based on the assumptions market participants would use in pricing the asset or liability under current market conditions at the measurement date. As a basis for considering market participant assumptions in fair value measurements, the guidance establishes a fair value hierarchy that is based on the subjectivity of inputs (Level I and II) which are either observable market data or those that are unobservable (Level III).

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 2- INVESTMENTS- Continued

The assets or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Three levels of inputs that may be used to measure fair value are as follows:

- Level 1- Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.
- Level 2- Inputs to the valuation methodology include:
- A. Quoted prices for similar assets or liabilities in active markets.
 - B. Quoted prices for identical or similar assets or liabilities in inactive markets.
 - C. Inputs other than quoted prices that are observable for the asset or liability.
 - D. Inputs that are derived principally from or corroborated by observable market data by correlation or by other means.
- If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.
- Level 3- Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The inputs or methodology used for valuing investments are not necessarily an indication of the risk associated with investing in those investments. For example, short-term debt securities maturing in sixty days or less are generally valued at amortized cost. Generally, amortized cost approximates the current fair value of short-term debt securities, but since the valuation is not obtained from a quoted price in an active market, such securities are reflected as Level 2.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2013 and 2012.

Equity securities- mutual funds and common stock: Valued at the quoted market price from the exchange.

Corporate debt securities and government obligations: Valued based on recently executed transactions and market quotations (where observable).

Certificate of deposits: Valued at cost, which approximates fair value.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 2- INVESTMENTS- Continued

The following tables set forth by level, within the fair value hierarchy, the Organization's assets at fair value as of December 31, 2013 and 2012, respectively:

	Fair Value Measurements at Reporting Date Using			
	Quoted Prices in Active Markets for Identical Assets (Level I)	Significant Other Observable Inputs (Level II)	December 31, 2013	December 31, 2012
Exchange Traded Funds:				
Large Cap Funds	\$ -	\$ -	\$ -	\$ 20,221
Short Term Funds	404,273	-	404,273	-
Total Return Funds	305,841	-	305,841	-
Fixed Income:				
Corporate Bonds	-	287,324	287,324	591,424
Government obligations	-	646,395	646,395	761,415
Mutual Funds:				
Inflation Funds	-	-	-	361,165
Intermediate Funds	364,321	-	364,321	172,493
International Funds	192,418	-	192,418	167,045
Large Funds	735,196	-	735,196	525,792
Mid-Cap Funds	527,704	-	527,704	454,263
Short Term Funds	432,255	-	432,255	246,961
Small Funds	28,001	-	28,001	-
Total Return Funds	-	-	-	322,027
Other Funds	516,609	-	516,609	327,907
Common Stocks:				
Automotive	-	-	-	10,192
Basic Materials	407,631	-	407,631	-
Consumer Goods	382,378	-	382,378	610,139
Entertainment	-	-	-	6,893
Financial	1,482,507	-	1,482,507	354,347
Industrial Goods	357,900	-	357,900	448,709
Insurance	-	-	-	754,442
Healthcare	488,648	-	488,648	339,288
Manufacturing	-	-	-	14,428
Oil and Gas	-	-	-	317,092
Services	813,738	-	813,738	-
Technology	1,396,757	-	1,396,757	1,141,037
Transportation	-	-	-	-
Utilities	103,515	-	103,515	163,841
Other	-	-	-	94,020
Certificates of Deposit		99,964	99,964	139,998
	\$ 8,939,692	\$ 1,033,683	\$ 9,973,375	\$ 8,345,139

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 3- CONCENTRATION OF CREDIT RISK

The Organization maintains cash balances at multiple financial institutions. These financial institutions participated in the Federal Deposit Insurance Corporation's Transaction Account Guarantee Program, and the accounts that were non-interest bearing were fully guaranteed by the Federal Deposit Insurance Corporation for the entire amount of the accounts. That program expired after December 31, 2012. The Organization has not experienced any losses in the accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents. At December 31, 2013 and 2012 cash balances exceeded federally insured limits by \$0 and \$278,961, respectively.

The Organization's marketable securities at December 31, 2013 and December 31, 2012 are held by financial services companies. Management believes the Organization has no significant concentration of credit risk with respect to these investments.

NOTE 4- COMPENSATED ABSENCES

The Organization provides for vacation and sick leave for employees as work load allows. Compensated absences for vacation and sick pay have not been accrued since they cannot be reasonably estimated, but are expensed as incurred.

NOTE 5- OPERATING LEASES

The organization presently leases certain office equipment which is classified as operating leases under certain criteria established by the Financial Accounting Standards Board Codification. Total rent expense for December 31, 2013 and 2012 was \$17,744 and \$17,054, respectively. Future minimum rental payments required under operating leases having initial or remaining non-cancelable terms in excess of one year at December 31, 2013 were:

2014	\$ 14,312
2015	12,216
2016	11,072
2017	10,500
2018	875
	<u>\$ 48,975</u>

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 6 - INCOME TAXES

The Organization has obtained exemption from income taxes under Section 501(c) (3) of the Internal Revenue Code and, therefore, no provision for income taxes has been recognized in the accompanying financial statements. Although the Organization is exempt from filing a tax return because of their religious exemption, they are voluntarily filing Form 990 beginning with the 2012 year.

The Financial Accounting Standards Board (FASB) issued FASB ASC 740-10, "Accounting for Uncertainty in Income Taxes," which clarifies the accounting and recognition for income tax positions taken. While Advent General Conference is considered a tax exempt organization, the provisions of ASC 740-10 may still apply in certain situations. ASC 740-10 prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in the tax return. ASC 740-10 also provides guidance on derecognition, classification, interest and penalties, accounting in interim periods, and disclosure. Management has determined that the Organization does not have any uncertain tax positions and associated unrecognized benefits that materially impact the financial statements or related disclosures. Management will continually evaluate expiring statutes of limitations, changes in tax law, and new authoritative rulings.

NOTE 7- DEFINED CONTRIBUTION PLAN

The General Conference has established a defined contribution plan for its ministers and employees. Ministers in the conference can contribute to the plan and their respective churches also can make contributions to the plan. Contributions received in the plan totaled \$186,588 and \$165,513 for years ended December 31, 2013 and 2012, respectively. Below are the respective liabilities for the pension fund. The General Conference annually contributes nine percent of the senior staff salary to the plan.

Ministers' Accumulated Vested Benefit Accounts- This represents an obligation to fund the members' vested pension accounts in accordance with contractual agreements. Total amount of accumulated vested benefits at December 31, 2013 and 2012 is \$4,518,925 and \$4,318,476, respectively.

NOTE 8- ANNUITY PARTICIPANTS VESTED AMOUNTS

Upon retirement, member balances are transferred from Part II to Part III and their lifetime annual annuity payments are calculated based on their accumulated balance and life expectancy. Obligations to fund the members' vested annuity account in accordance with contractual agreements are reported in the Statement of Financial Position as Pension annuity- participants vested amounts. Distributions to participants under this plan for the years ended December 31, 2013 and 2012 were \$142,491 and \$138,193, respectively. The fair market value of Part III investments set aside for this plan at December 31, 2013 was \$1,160,605. According to the actuarial study the obligation to participants at December 31, 2013 was \$1,270,302.

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 8- ANNUITY PARTICIPANTS VESTED AMOUNTS- Continued

However, pension operating fund investments are available to cover the unfunded portion, and, therefore, no liability has been reported in the Statement of Financial Position. The investments consist of 46% invested in government and corporate bonds and the remaining 54% invested in mutual funds and certificates of deposits. An actuarial study was performed on January 8, 2014 for the December 31, 2013 year end. The obligation on the balance sheet is currently at the actuarial valuation. Below contains information on the assumptions used in the study:

Measurement Period 01/01/2013-12/31/2013

Asset valuation method: Fair market value of assets at 12/31/2013

Interest rate 3.75%*

Retirees ** 31

* This interest rate was chosen to comply with Accounting Standards Codification Section 715-20-50. This interest rate is based on spot yields of investment grade, long-term corporate bonds as of December 31, 2013, with duration similar to the duration of the liabilities for annuity benefits being valued in this plan.

** Generational RP-2000 Mortality Table for Healthy Annuitants, with mortality projection using projection scale AA to age at decrement.

NOTE 9- RECLASSIFICATIONS

Certain amounts in the financial statements for 2012 have been reclassified to conform to the current year presentation. Such reclassification had no effect on net income.

NOTE 10- PRIOR YEAR SUMMARIZED INFORMATION

The financial statements contain certain prior year comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended December 31, 2012, from which summarized information was derived.

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED

Notes to Financial Statements

NOTE 11- TEMPORARILY AND PERMANENTLY RESTRICTED NET ASSETS

Net assets were temporarily and permanently restricted for the following purposes at December 31, 2013 and 2012:

<u>Permanently Restricted</u>	<u>December 31, 2013</u>	<u>December 31, 2012</u>
Leadership Resource Endowment	\$ 12,752	\$ 12,752
J. Howard Shaw Endowment Fund	110,661	110,661
Shew Trust	9,917	9,917
C. Kirby Endowment Fund Missions	105,898	105,898
Michael Scholarship Endowment	14,339	14,340
Tithing Powers Endowment	287,344	264,923
Fair Market Value Investment Adjustment	27,961	5,287
Total Permanently Restricted	<u>\$ 568,872</u>	<u>\$ 523,778</u>

<u>Temporarily Restricted</u>	<u>December 31, 2013</u>	<u>December 31, 2012</u>
Minority Scholarship Fund	\$ 4,250	\$ 4,750
Leadership Resource Fund	62,780	64,306
Leadership Conference	-	11,142
TLC Project Fund	1,607	1,938
AIMS Support Fund	1,577	-
Missionary Relief Fund	150	250
Anniversary Campaign Fund	7,312	50,908
Radio Evangelism	22,255	22,255
Pastors Library Fund	9,105	7,355
Missions Project	56,495	61,976
World Hunger/Emergency Relief	20,621	12,164
Focus Home Missions Fund	2,840	2,681
Michael Scholarship Fund	1,504	546
Fair Market Value Investment Adjustment	91,534	26,788
Total Temporarily Restricted	<u>\$ 282,030</u>	<u>\$ 267,059</u>

NOTE 12- DATE OF MANAGEMENT'S REVIEW

In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through May 8, 2014, the date that the financial statements were available to be issued.

SUPPLEMENTAL INFORMATION

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED
ACGC

Statement of Financial Position
December 31, 2013
(With Comparative Totals as of December 31, 2012)

ASSETS	Unrestricted Funds	
	Undesignated Funds	Board Designated Funds
Current assets:		
Cash on hand and invested	\$ 144,697	\$ 3,963
Investments	184,283	1,476,692
Accounts receivable	5,313	-
Inventories	62,535	-
Prepaid expenses	2,328	-
Total current assets	399,156	1,480,655
Investments- long term	-	-
Property and equipment, net	342,374	-
Total assets	\$ 741,530	\$ 1,480,655
LIABILITIES AND NET ASSETS		
Current liabilities:		
Accounts payable	\$ 55,870	\$ -
Pass-thru accommodations	58,824	-
Subscriptions due	10,669	-
Total liabilities	125,363	-
Net assets:		
Permanently restricted	-	-
Temporarily restricted	-	-
Unrestricted:		
Undesignated	616,167	-
Board designated	-	1,480,655
Total net assets	616,167	1,480,655
Total liabilities and net assets	\$ 741,530	\$ 1,480,655

See accompanying notes to financial statements.

<u>Temporarily Restricted Funds</u>	<u>Permanently Restricted Funds</u>	<u>Total All Funds</u>	
		<u>2013</u>	<u>2012</u>
\$ 755	\$ 8,005	\$ 157,420	\$ 366,243
281,275	-	1,942,250	1,375,237
-	-	5,313	9,052
-	-	62,535	63,893
-	-	2,328	1,729
<u>282,030</u>	<u>8,005</u>	<u>2,169,846</u>	<u>1,816,154</u>
-	560,867	560,867	451,842
-	-	342,374	324,038
<u>\$ 282,030</u>	<u>\$ 568,872</u>	<u>\$ 3,073,087</u>	<u>\$ 2,592,034</u>
\$ -	\$ -	\$ 55,870	\$ 50,806
-	-	58,824	43,787
-	-	10,669	10,064
-	-	<u>125,363</u>	<u>104,657</u>
-	568,872	568,872	523,778
282,030	-	282,030	266,659
-	-	616,167	630,392
-	-	1,480,655	1,066,638
<u>282,030</u>	<u>568,872</u>	<u>2,947,724</u>	<u>2,487,467</u>
<u>\$ 282,030</u>	<u>\$ 568,872</u>	<u>\$ 3,073,087</u>	<u>\$ 2,592,124</u>

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED
ACGC

Statement of Activities and Changes in Net Assets
For the Year Ended December 31, 2013
(With Comparative Totals for the Year Ended December 31, 2012)

	Unrestricted Funds	
	Undesignated Funds	Board Designated Funds
REVENUES, GAINS, AND OTHER SUPPORT		
Support:		
United ministries	\$ 1,248,581	\$ -
Christmas in October	66,626	-
First responders	28,317	-
Individual and estate gifts	280,397	425
Field offerings and other gifts	27,592	-
Revenues and gains:		
Administrative service fees	16,000	-
Subscriptions	27,778	-
Income on investments	9,533	13,723
Convention registrations	-	-
Other income	-	-
Gains (losses) on sale of marketable securities	7,087	34,960
Venture Bookstore gross profit	61,675	-
Unrealized gain (loss) on investments, net	(8)	346,472
Total revenues, gains and other support	1,773,578	395,580
Reclassifications:		
Satisfaction of purpose restriction	222,077	(58,630)
Transfers between funds	(92,732)	84,499
Total reclassifications	129,345	25,869
EXPENSES		
Program services:		
United ministries program	374,073	-
World outreach program	608,779	-
Communications program	240,016	-
Nurture program	265,808	-
Convention program	-	-
Supporting services:		
Management and general	412,879	7,432
Fundraising	15,593	-
Total expenses	1,917,148	7,432
Change in net assets	(14,225)	414,017
Net assets, beginning of year	630,392	1,066,638
Net assets, end of year	\$ 616,167	\$ 1,480,655

See accompanying notes to financial statements.

<u>Temporarily Restricted Funds</u>	<u>Permanently Restricted Funds</u>	<u>Total All Funds</u>	
		<u>2013</u>	<u>2012</u>
\$ -	\$ -	\$ 1,248,581	\$ 1,214,911
-	-	66,626	60,095
-	-	28,317	31,633
79,314	-	360,136	406,558
-	-	27,592	26,755
-	-	16,000	16,000
-	-	27,778	33,397
1,525	22,757	47,538	19,434
31,615	-	31,615	58,052
918	1,970	44,935	8,099
-	-	61,675	49,812
<u>58,049</u>	<u>21,135</u>	<u>425,648</u>	<u>161,607</u>
<u>171,421</u>	<u>45,862</u>	<u>2,386,441</u>	<u>2,086,353</u>
(162,605)	(842)	-	-
<u>6,697</u>	<u>1,536</u>	<u>-</u>	<u>-</u>
<u>(155,908)</u>	<u>694</u>	<u>-</u>	<u>-</u>
-	-	374,073	363,791
-	-	608,779	554,648
-	-	240,016	251,132
-	-	265,808	196,419
-	-	-	-
142	1,462	421,915	412,368
<u>-</u>	<u>-</u>	<u>15,593</u>	<u>66,834</u>
<u>142</u>	<u>1,462</u>	<u>1,926,184</u>	<u>1,845,192</u>
15,371	45,094	460,257	241,161
<u>266,659</u>	<u>523,778</u>	<u>2,487,467</u>	<u>2,246,306</u>
<u>\$ 282,030</u>	<u>\$ 568,872</u>	<u>\$ 2,947,724</u>	<u>\$ 2,487,467</u>

ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED
ACGC

Statement of Cash Flows
For the Year Ended December 31, 2013
(With Comparative Totals for the Year Ended December 31, 2012)

	2013	2012
OPERATING ACTIVITIES		
Change in net assets	\$ 460,257	\$ 241,161
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	22,547	25,184
Loss (gain) on sale of investments	(1,500)	603
Loss on disposal of assets	(44,935)	(8,099)
Unrealized (gain)loss on investments, net	(425,648)	(161,607)
Receipt of donated stock	(10,390)	(10,020)
(Increase) decrease in operating assets:		
Accounts receivable	3,739	(317)
Inventories	1,448	(9,335)
Prepaid expenses	(599)	2,802
Increase (decrease) in operating liabilities:		
Accounts payable	5,064	21,551
Customer deposits	-	(612)
Departmental accommodations	15,037	28,814
Subscriptions due	605	(5,435)
Net cash provided by operating activities	25,625	124,690
INVESTING ACTIVITIES		
Purchases of property and equipment	(40,883)	(15,278)
Proceeds from sale of assets	1,500	-
Purchases of investments	(933,050)	(386,491)
Proceeds from redemption of investments	737,985	259,293
Net cash provided by investing activities	(234,448)	(142,476)
Net increase (decrease) in cash	(208,823)	(17,786)
Cash, at beginning of year	366,243	384,029
Cash, at end of year	\$ 157,420	\$ 366,243

The notes to the financial statements are an integral part of this statement.

**ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED
ACGC**

*Schedule of Activity and Changes in Fund Balances
Permanently and Temporarily Restricted and Board Designated Funds
For the Year Ended December 31, 2013*

	Fund Balance 1/1/2013	Income	Expenses	Transfers In (Out)	Fund Balance 12/31/2013
Board Designated					
Church Planting Fund	\$ 39,153	\$ -	\$ 1,100	\$ -	\$ 38,053
New Church Builders Union	50	225	-	-	275
Powers Trust Fund	945,697	22,857	38,936	-	929,618
Properties Capital Reserve Fund	-	9,599	9,599	-	-
World Missions Reserve Fund	-	8,995	8,995	-	-
Fair Market Value Investment Adjustment	81,738	-	-	430,971	512,709
Total Board Designated	\$ 1,066,638	\$ 41,676	\$ 58,630	\$ 430,971	\$ 1,480,655
Permanently Restricted					
Leadership Resource Endowment	\$ 12,752	\$ -	\$ -	\$ -	\$ 12,752
J. Howard Shaw Endowment Fund	110,661	-	-	-	110,661
Shew Trust	9,917	842	842	-	9,917
Tithing Powers Endowment	264,924	22,420	-	-	287,344
C. Kirby Endowment Fund Missions	105,898	-	-	-	105,898
Michael Scholarship Endowment	14,339	-	-	-	14,339
Fair Market Value Investment Adjustment	5,287	-	-	22,674	27,961
Total Permanently Restricted	\$ 523,778	\$ 23,262	\$ 842	\$ 22,674	\$ 568,872
Temporarily Restricted					
AIMS Support Fund	\$ -	\$ 7,877	\$ 6,300	\$ -	\$ 1,577
Minority Scholarship Fund	4,750	-	500	-	4,250
Leadership Resource Fund	64,306	2,583	2,045	(2,064)	62,780
Leadership Conference	11,142	29,824	43,030	2,064	-
TLC Project Fund	1,938	1,604	1,935	-	1,607
Missionary Relief Fund	250	150	250	-	150
Anniversary Campaign Fund	50,508	8,037	51,233	-	7,312
Radio Evangelism	22,255	-	-	-	22,255
Pastors Library Fund	7,355	2,274	524	-	9,105
Missions Project	61,976	8,613	14,094	-	56,495
World Hunger/Emergency Relief	12,164	46,709	38,252	-	20,621
Focus Home Missions Fund	2,681	2,010	4,181	2,330	2,840
Michael Scholarship Fund	546	1,218	260	-	1,504
Fair Market Value Investment Adjustment	26,788	-	-	64,746	91,534
Total Temporarily Restricted	\$ 266,659	\$ 110,899	\$ 162,604	\$ 67,076	\$ 282,030
Total	\$ 1,857,075	\$ 175,837	\$ 222,076	\$ 520,721	\$ 2,331,557

See accompanying notes to financial statements.

**ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED
BOARD OF PENSIONS**

*Statement of Financial Position
December 31, 2013
(With Comparative Totals as of December 31, 2012)*

	Part I Operating Fund	Part II Ministers' Accumulation Fund
ASSETS		
Current assets:		
Cash on hand and invested	\$ 43,024	\$ 160,180
Due from (to) funds	(109,697)	-
Total current assets	(66,673)	160,180
Investments- long term	183,060	6,156,337
Total assets	<u>\$ 116,387</u>	<u>\$ 6,316,517</u>
 LIABILITIES AND NET ASSETS		
Long-term liabilities:		
Ministers' accumulated vested benefits- A Fund	\$ -	\$ 3,519,552
Ministers' accumulated vested benefits- B Fund	-	999,373
Pension annuity- participants vested amounts	-	-
Total liabilities	-	<u>4,518,925</u>
 Net Assets:		
Unrestricted:		
Undesignated	116,387	1,797,592
Board designated- Tate Memorial	-	-
Total net assets	<u>116,387</u>	<u>1,797,592</u>
Total liabilities and net assets	<u>\$ 116,387</u>	<u>\$ 6,316,517</u>

See accompanying notes to financial statements.

Part III Pension Annuity Fund	Total All Funds	
	2013	2012
\$ 29,744	\$ 232,948	\$ 469,709
<u>109,697</u>	<u>-</u>	<u>-</u>
139,441	232,948	469,709
<u>1,130,861</u>	<u>7,470,258</u>	<u>6,518,060</u>
<u>\$ 1,270,302</u>	<u>\$ 7,703,206</u>	<u>\$ 6,987,769</u>
\$ -	\$ 3,519,552	\$ 3,556,012
-	999,373	762,464
<u>1,270,302</u>	<u>1,270,302</u>	<u>1,314,584</u>
<u>1,270,302</u>	<u>5,789,227</u>	<u>5,633,060</u>
-	1,913,979	1,354,509
<u>-</u>	<u>-</u>	<u>200</u>
<u>-</u>	<u>1,913,979</u>	<u>1,354,709</u>
<u>\$ 1,270,302</u>	<u>\$ 7,703,206</u>	<u>\$ 6,987,769</u>

**ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED
BOARD OF PENSIONS**

*Statement of Activities and Changes in Net Assets
For the Year Ended December 31, 2013
(With Comparative Totals for the Year Ended December 31, 2012)*

REVENUES AND GAINS	Operating Fund	Ministers' Accumulated Vested Benefits
Revenues and gains:		
Pension deposits	\$ -	\$ 186,588
Income from investments	7,118	156,848
Gain (loss) on sale of securities, net	(933)	153,038
Withdrawal penalty	2,733	-
Unrealized gain (loss) on investments, net	(4,424)	859,641
	<hr/>	<hr/>
Total revenues and gains	4,494	1,356,115
Reclassifications:		
Transfers between funds	(65,754)	(244,592)
	<hr/>	<hr/>
EXPENSES		
General and administrative:		
General conference services	16,016	-
Board meetings	1,911	-
Pastors insurance	2,244	-
Securities expense	130	3,171
Management fees	978	13,645
Audit fee	6,000	-
Distributions to participants	-	427,857
	<hr/>	<hr/>
Total expenses	27,279	444,673
	<hr/>	<hr/>
Change in net assets	(88,539)	666,850
	<hr/>	<hr/>
Net assets, beginning of year	204,926	1,130,742
	<hr/>	<hr/>
Net assets, end of year	\$ 116,387	\$ 1,797,592
	<hr/>	<hr/>

See accompanying notes to financial statements.

Pension Annuity Participants Vested Amounts	Total All Funds	
	2013	2012
\$ -	\$ 186,588	\$ 165,513
38,541	202,507	202,090
(9,556)	142,549	160,073
-	2,733	8,339
<u>(53,157)</u>	<u>802,060</u>	<u>251,465</u>
<u>(24,172)</u>	<u>1,336,437</u>	<u>787,480</u>
<u>(153,979)</u>	<u>(156,367)</u>	<u>86,237</u>
-	16,016	16,000
-	1,911	1,364
	2,244	-
10	3,311	2,388
6,347	20,970	21,480
-	6,000	6,000
<u>142,491</u>	<u>570,348</u>	<u>471,652</u>
<u>148,848</u>	<u>620,800</u>	<u>518,884</u>
<u>(19,041)</u>	<u>559,270</u>	<u>354,833</u>
<u>19,041</u>	<u>1,354,709</u>	<u>999,876</u>
<u>\$ -</u>	<u>\$ 1,913,979</u>	<u>\$ 1,354,709</u>

**ADVENT CHRISTIAN GENERAL CONFERENCE OF AMERICA, INCORPORATED
BOARD OF PENSIONS**

*Statement of Cash Flows
For the Year Ended December 31, 2013
(With Comparative Totals for the Year Ended December 31, 2012)*

	2013	2012
OPERATING ACTIVITIES		
Change in net assets	\$ 559,270	\$ 354,833
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Loss (gain) on sale of investments	(142,549)	(160,073)
Unrealized loss (gain) on investments, net	<u>(802,060)</u>	<u>(251,465)</u>
Net cash provided by operating activities	<u>(385,339)</u>	<u>(56,705)</u>
INVESTING ACTIVITIES		
Purchases of investments	(1,256,016)	(793,594)
Proceeds from redemption of investments	<u>1,248,427</u>	<u>913,081</u>
Net cash provided by (used in) investing activities	<u>(7,589)</u>	<u>119,487</u>
FINANCING ACTIVITIES		
Change in vested benefits	156,167	47,138
Transfers between funds, net	<u>-</u>	<u>144,988</u>
Net cash used in financing activities	<u>156,167</u>	<u>192,126</u>
Net increase (decrease) in cash	(236,761)	254,908
Cash, at beginning of year	<u>469,709</u>	<u>214,801</u>
Cash, at end of year	<u>\$ 232,948</u>	<u>\$ 469,709</u>

See accompanying notes to financial statements.