

Mid-Atlantic District Church of the Brethren Proposed Budget Summary 2024							
		2023 Budget	YTD 06/30/2023	Proposed 2024 Budget	Explanation	% of Change	\$ Change
Income							
4011	Outreach	173,678	59,177	157,335	past 2 yr average of outreach giving	-9%	(16,343)
4021	Interest/Dividend Income		2,304				-
4023	Admin Fee BBT		(786)				-
4025	Interest Income from Loan GG	31,484	15,771	30,444		-3%	(1,040)
4034	In Kind Donations						-
4042	Individual Contributions		1,315				-
	Total Income	205,162	77,781	187,779	-	-8%	(17,383)
Expense							
	Staff Services & Office Operation						
	Executive Salary Pkg						
500	Executive Salary			80,000			80,000
501	Housing				Employee election from Salary		-
502	Executive Pension 11%			8,800	Package \$ 96,000		8,800
	RCWF Pension 1%			800			800
503	Executive Insurance			5,400			5,400
504	Executive Prof Growth			500			500
505	Sabbatical Fund			500			500
							-
	Interim DEM Salary Pkgs						
51-2	DEM Salaries	70,110	37,976	-	No proposed budget salary to come from Executive package		
51-32	Pension 11%	3,011	1,779				
51-31	RCWF Pension 1%	274					
51-5	Supplemental Insurance	4,701	2,546				
	Regional Assistants						
	(3) Regional Part-time Assists to Executive			15,000			15,000
	Social Security/ Medicare			1,148	7.65%		1,148
	Admin Asst Salary Pkg						
530	Adm. Assistant Salary	37,091	19,974	38,946		5%	1,855
531	Adm. Assistant Pension	4,080	2,366	4,284	11% of Salary	5%	204
	RCWF Pension 1%	371		389	1% of Salary	5%	19
534	Social Security/ Medicare	2,837	1,528	2,979	7.65% of Salary	5%	142
							-
	Insurance						-
5411	Renters & Vehicle Insurance	1,500	1,672	1,700		13%	200
5412	Worker's Compensation	650	630	650		0%	-
							-
	Office Expenses						-
5422	Computer Services	1,700	892	1,751		3%	51
5423	Office Fees/Subscriptions	500		500		0%	-
5425	Office/Warehouse Rent	5,000	2,504	5,000		0%	-
5426	Postage	300	77	250		-17%	(50)
5427	SuppliesCopies	4,000	753	3,000		-25%	(1,000)
5428	Telephone	1,500	414	1,500		0%	-
5430	Website	350	212	400		14%	50
5433	PayPal Expense		10	20		100%	20
5434	Interest Expense/Bank Fees	100	3	50		-50%	(50)
5435	Background Checks		69				-
5436	Conferring/zoom meetings	500	121	300		-40%	(200)
6560	Payroll Expenses	100	115	300		200%	200
							-
	Professional Services						-
5431	Accountant/Treasurer	7,250	3,625	7,250	COB not increasing fee	0%	-
5432	Attorney		2,178				-
							-
	Travel & Conferences						-
5441	Travel, Meals & Conferences	7,000	1,276	7,000		0%	-
54415	DEM Mileage	7,000	8,394	7,000		0%	-
54412	Regional Assist Travel			1,000		100%	1,000
54413	Travel for Others	1,000	131	500		-50%	(500)
5443	CODE Dues	840	945	950		13%	110
	Sub-total Staff Services & Office Operation	161,765	90,192	197,867		22%	36,102
							-
	Other Expenses						-
5454	CORE Grants	-		500			500
	Sub-total Other Expenses	-		500			500
							-
xxx	SEARCH COMMITTEE	3,000	163	-		-100%	(3,000)
Total Operation Expenses		164,765	90,355	198,367		20%	33,602
							-
MINISTRY TEAMS							-

Mid-Atlantic District Church of the Brethren
Statement of Financial Position/Balance Sheet
As of July 31, 2023

09/05/23

Accrual Basis

	<u>Jul 31, 23</u>
ASSETS	
Current Assets	
Checking/Savings	
1 · CASH ACCOUNTS	
101 · NW\$B Checking	84,784.70
104 · NW\$B Money Market (GG Loan Payments)	184,485.54
13 · Petty Cash	100.00
Total 1 · CASH ACCOUNTS	<u>269,370.24</u>
Total Checking/Savings	269,370.24
Other Current Assets	
130 · Clearing/ Holding Account	-2,831.62
Total Other Current Assets	<u>-2,831.62</u>
Total Current Assets	266,538.62
Fixed Assets	
18 · FIXED ASSETS	
181 · FURNITURE ,FIXTURES & EQUIPMENT	
1811 · Furn. Fixtures & Equip. Cost	13,908.91
1812 · Furn. Fixtures & Equip. Deprec	-13,908.91
Total 181 · FURNITURE ,FIXTURES & EQUIPMENT	0.00
182 · VEHICLE	
1821 · Vehicle Cost	15,628.15
1822 · Vehicle Depreciation	-15,628.15
Total 182 · VEHICLE	<u>0.00</u>
Total 18 · FIXED ASSETS	<u>0.00</u>
Total Fixed Assets	0.00
Other Assets	
17 · INVESTMENTS	
171 · EDELMAN FINANCIAL (BBT)	
1711 · Don Rowe Endowment	87,704.84
1713 · General Investment Fund	197,102.76
Total 171 · EDELMAN FINANCIAL (BBT)	284,807.60
190 · ACNB WEALTH ADVISORS (ACNB Wealth Advisors - C...	
1901 · Broker CD Wealth Advisors (CD opened May 31, 202...	104,000.00
1902 · ACNB Flexinsured Account (Flexinsured Account)	648.98
Total 190 · ACNB WEALTH ADVISORS (ACNB Wealth Advisor...	<u>104,648.98</u>
Total 17 · INVESTMENTS	<u>389,456.58</u>
Total Other Assets	<u>389,456.58</u>
TOTAL ASSETS	<u><u>655,995.20</u></u>

Mid-Atlantic District Church of the Brethren
Statement of Financial Position/Balance Sheet
As of July 31, 2023

09/05/23

Accrual Basis

	<u>Jul 31, 23</u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
2 · LIABILITIES	
20 · SHORT TERM LIABILITY	
203 · PAYROLL PAYABLE	
2022 · Pension Payable	404.97
2031 · Federal Taxes Payable	138.00
2032 · Medicare Payable	89.64
2033 · Social Security Payable	383.26
2034 · Maryland Taxes Payable	194.08
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Total 203 · PAYROLL PAYABLE	1,209.95
	<hr/>
Total 20 · SHORT TERM LIABILITY	1,209.95
	<hr/>
Total 2 · LIABILITIES	1,209.95
	<hr/>
Total Other Current Liabilities	1,209.95
	<hr/>
Total Current Liabilities	1,209.95
	<hr/>
Total Liabilities	1,209.95
Equity	
3 · FUNDS	
30 · TEMP RESTRICTED	
301 · AUCTION FUND	
301-4 · AUCTION INCOME HISTORICAL	
301-401 · Interest Income	455.29
301-402 · Other Income - Auction	815,479.39
301-403 · Quilts	189,272.50
301-404 · Benefit Dinners	27,889.37
301-405 · Booklet Donations	337,698.53
301-406 · Auction Donations	118,393.64
	<hr/>
Total 301-4 · AUCTION INCOME HISTORICAL	1,489,188.72
301-5 · AUCTION EXPENES HISTORICAL	
301-501 · Admin. Fee	-48,688.95
301-502 · Postage & Supplies	-8,433.06
301-503 · Printing/Booklet	-98,286.14
301-504 · Quilts	-16,467.08
301-505 · Rent	-36,507.78
301-507 · Contribution to Program	-1,192,369.00
	<hr/>
Total 301-5 · AUCTION EXPENES HISTORICAL	-1,400,752.01
	<hr/>
Total 301 · AUCTION FUND	88,436.71
302 · MEAT CANNING FUND	
302-4 · MEAT CANNING HISTORICAL INCOME	
302-401 · Interest Income	832.56
302-402 · Meat Canning Income	428,614.40
	<hr/>
Total 302-4 · MEAT CANNING HISTORICAL INCOME	429,446.96

Mid-Atlantic District Church of the Brethren
Statement of Financial Position/Balance Sheet
As of July 31, 2023

09/05/23

Accrual Basis

	<u>Jul 31, 23</u>
302-5 · MEAT CANNING HISTORCAL EXPENSES	
302-501 · Admin. Fee & Postage	-23,130.45
302-507 · Contribution to Program	-422,855.05
Total 302-5 · MEAT CANNING HISTORCAL EXPENSES	-445,985.50
302 · MEAT CANNING FUND - Other	19,361.07
Total 302 · MEAT CANNING FUND	2,822.53
304 · NOAC Activity (NOAC Activity)	
304-401 · NOAC Income	12,967.00
304-501 · NOAC Expenses	-10,867.00
Total 304 · NOAC Activity (NOAC Activity)	2,100.00
305 · NEW PASTOR RETREAT ACTIVITY	
305-401 · New Pastor Retreat Income	11,894.47
305-501 · New Pastor Retreat Expenses	-11,468.19
305 · NEW PASTOR RETREAT ACTIVITY - Other	-0.65
Total 305 · NEW PASTOR RETREAT ACTIVITY	425.63
310 · Salt & Light Ministry	100.00
311 · Leadership Team Books (Money for books for Leader...	293.80
Total 30 · TEMP RESTRICTED	94,178.67
33 · MINISTRY TEAM DESIGNATED FUNDS	
330 · NATIONAL YOUTH CONFERENCE FUND	3,456.55
331 · DISTRICT CONFERENCE FUND	1,287.80
332 · CONT.EDUCATION SCHOLARSHIP FUND	2,040.86
333 · DISASTER FUND	44,814.19
334 · MINISTERIAL TRAINING EVENT FUND	5,913.07
336 · DON ROWE STUDENT ENDOWMENT FUND	
3361 · Unrealized Gain/Loss Don Rowe (BBT Student En...	52,285.94
336 · DON ROWE STUDENT ENDOWMENT FUND - Other	20,695.38
Total 336 · DON ROWE STUDENT ENDOWMENT FUND	72,981.32
338 · JR. HIGH CONFERENCE FUND	1,768.81
339 · SENIOR HIGH PROGRAM FUND	2,120.80
340 · YOUNG ADULT PROGRAM FUND	146.54
343 · PEACE & JUSTICE FUND	123.92
347 · DISTRICT HABITAT FUND	150.00
Total 33 · MINISTRY TEAM DESIGNATED FUNDS	134,803.86
35 · LEADERSHIP DESIGNATED FUNDS	
351 · OPERATING RESERVE FUND	
351-1 · Operating Reservse Fund (Yr. End Surplus/Defifi...	256,323.78
351-2 · GG 25% Operating Reverse (25% Operating Distr...	10,055.09
Total 351 · OPERATING RESERVE FUND	266,378.87
353 · EQUIPMENT & SECY FUND	14,324.02

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Mid-Atlantic District Church of the Brethren
Statement of Financial Position/Balance Sheet
As of July 31, 2023

09/05/23

Accrual Basis

	<u>Jul 31, 23</u>
355 · CHURCH EXTENSION FUND	
3551 · Dundalk Restart (Restart of Dundalk Church Of th...	
3551-20 · 2020 GraceWay Support	-22,000.00
3551-19 · GraceWay Support 2019	-39,916.05
3551-10 · Dundalk Restart Support 2018	-33,833.09
3551-9 · Dundalk Restart Support 2017	-29,256.64
3551-12 · Dundalk Restart Support 2016	-6,696.58
Total 3551 · Dundalk Restart (Restart of Dundalk Church...	-131,702.36
355 · CHURCH EXTENSION FUND - Other	150,662.40
Total 355 · CHURCH EXTENSION FUND	18,960.04
356 · SPECIAL MINISTRIES FUND	1,078.36
360 · GREATERGRACE/GOOD SHEPHERD FUND	
143 · Greater Grace Church Loan	-783,771.20
360-3 · GOOD SHEPHERD Principal & Cash (Sale of the ...	1,028,268.70
362 · Good Shepherd Allocated (paymen	-292,386.80
370 · Endowment Greater Grace (50%)	142,516.13
Total 360 · GREATERGRACE/GOOD SHEPHERD FUND	94,626.83
Total 35 · LEADERSHIP DESIGNATED FUNDS	395,368.12
Total 3 · FUNDS	624,350.65
3900 · Net Assets	41,872.02
Net Income	-11,437.42
Total Equity	654,785.25
TOTAL LIABILITIES & EQUITY	<u>655,995.20</u>

Mid-Atlantic District Church of the Brethren
Statement of Financial Income and Expense
 January through July 2023

Jan - Jul 23

Ordinary Income/Expense
Income

4 · INCOME

401 · CONGREGATIONAL OUTREACH

4011 · Outreach giving/Pledges

69,717.54

Total 401 · CONGREGATIONAL OUTREACH

69,717.54

402 · INTEREST INCOME

4021 · Interest/Dividend Income

2,691.10

4023 · Admin Fee BBT

-785.91

4025 · Interest Income from Loan GG

18,406.42

Total 402 · INTEREST INCOME

20,311.61

404 · OTHER BENEV. GIFTS

4042 · Individual Contr.

2,315.00

Total 404 · OTHER BENEV. GIFTS

2,315.00

Total 4 · INCOME

92,344.15

Total Income

92,344.15

Gross Profit

92,344.15

Expense

5 · EXPENSES

51-1 · INTERIM DEM SALARY PACKAGE (SALARY PACKAGE FOR INTERIM DEM I...

51-2 · Interim DEM Salary (Interim DEM Salary)

20,854.35

51-3 · Interim DEM Pension (Pension for Interim DEM)

2,053.20

51-4 · Interim DEM HOUSING

22,964.25

51-5 · Interim DEM Supplement Pension

2,937.90

Total 51-1 · INTERIM DEM SALARY PACKAGE (SALARY PACKAGE FOR INTERIM ...

48,809.70

53 · ADMIN. AST. SALARY PGK

530 · Admin. Asst. Salary

23,064.59

531 · Admin. Asst. Pension

2,737.37

534 · Company S/S & Medi- Admin

1,764.44

Total 53 · ADMIN. AST. SALARY PGK

27,566.40

54 · DAILY OPERATIONS

541 · INSURANCE

5411 · Renters/Liability/vehicle Ins

1,652.00

5412 · Worker's Compensation Insurance

630.00

Total 541 · INSURANCE

2,282.00

542 · OFFICE EXPENSES

5422 · Computer Services

1,034.00

5425 · Office/Warehouse Rent

2,921.10

5426 · Postage

120.16

5427 · Supplies/Copies

850.33

5428 · Telephone

469.10

5430 · Web Site (Internet)

243.65

5433 · Web Donation Fee / Pay Pal Exp (Fee charged by Pay Pal)

10.08

5434 · Bank Charges / Finance Charge

3.23

5435 · Background Checks

69.00

5436 · Conferencing/Zoom Meetings

141.23

6560 · Payroll Exp. Direct Deposit Fee (QB Fee for Direct Deposit)

129.24

Total 542 · OFFICE EXPENSES

5,991.12

Mid-Atlantic District Church of the Brethren
Statement of Financial Income and Expense
 January through July 2023

	Jan - Jul 23
543 · PROFESSIONAL SERVICES	
5431 · Accountant/Treasurer	4,229.19
5432 · Attorney	2,466.00
Total 543 · PROFESSIONAL SERVICES	6,695.19
544 · TRAVEL & CONFERENCES	
5441 · Travel, Meals, & Conference	313.00
54413 · Travel for Others (Travel & Mileage reimbursement for others.)	131.33
54414 · DEM Mileage	9,325.14
5443 · CODE Dues	945.00
Total 544 · TRAVEL & CONFERENCES	10,714.47
545 · OTHER EXPENSES	
5455 · Search Committee	162.75
545 · OTHER EXPENSES - Other	1,057.36
Total 545 · OTHER EXPENSES	1,220.11
Total 54 · DAILY OPERATIONS	26,902.89
Total 5 · EXPENSES	103,278.99
6 · MINISTRY TEAMS	
60 · CALLING & CREDENTIALING	
601 · Program	279.37
603 · Susquehanna Valley Ministry Ce	2,511.73
604 · TRIM/EFSM	1,500.10
Total 60 · CALLING & CREDENTIALING	4,291.20
64 · OUTREACH & SERVICES	
641 · Program	0.30
Total 64 · OUTREACH & SERVICES	0.30
65 · DISTRICT GENERAL	
651 · Leadership Team	737.75
654 · Standing Committee Delegates	2,340.33
671 · Annual Conference Assessment	5,299.80
Total 65 · DISTRICT GENERAL	8,377.88
69 · SPIRITUALITY & CONGREGATIONAL	
699 · NYC	500.00
Total 69 · SPIRITUALITY & CONGREGATIONAL	500.00
70 · COMMUNICATIONS TEAM	
710 · Program	910.00
Total 70 · COMMUNICATIONS TEAM	910.00
Total 6 · MINISTRY TEAMS	14,079.38
Total Expense	117,358.37
Net Ordinary Income	-25,014.22
Other Income/Expense	
Other Expense	
702 · TRANSFERS / INTERFUND EXPENSES (Interfund Expenses)	
4022 · Unrealized (Gain) /Loss Invest. (General Operating Account)	-13,576.80
Total 702 · TRANSFERS / INTERFUND EXPENSES (Interfund Expenses)	-13,576.80
Total Other Expense	-13,576.80
Net Other Income	13,576.80
Net Income	-11,437.42

District Congregational Outreach Report as of 7/31/23

	Pledged	Pledged	Actual	Pledged	Actual Received	Giving Over Pledged
Congregation	2021	2022	2022	2023	2023	
Allensville						-
Arlington	3150		3,937.50	3,150.00	787.50	
Beaver Creek	4000		4,000.00	4,000.00	3,000.00	
Bethany	1000		1,000.00	1,000.00		
Broadfording	3000		3,000.00	3,000.00	1,500.00	
Brownsville			10,284.00	9,000.00	5,297.00	
Bush Creek	2000	2000	1,845.00	2,000.00		
Columbia United			500.00			
Comm. Of Joy					2,774.95	
Denton			2,500.00		2,500.00	
Downsville	450		450.00	495.00	750.00	
Dranesville			2,600.00		1,500.00	
Dundalk						
Easton	3500		3,500.00	3,500.00	2,000.00	
Edgewood			500.00			
Fairview	5700		5,700.00		5,700.00	
Fellowship			2,400.00		650.00	
First Baltimore			1,100.00		750.00	
Flower Hill						
Frederick			10,000.00			
Friendship						
Glade Valley	1014		1,230.00	1,230.00	1,230.00	
Greenhill		1750	1,750.00	1,750.00	1,750.00	
Grossnickle	6500		6,500.00		4,875.00	
Hagerstown	6000	5000	6,300.00	6,500.00	1,625.00	
Harmony			500.00			
Hollywood						
Johnsontown	1750	1575	1,575.00		1,575.00	
Locust Grove	2000					
Long Green Valley	1000		1,150.00	1,150.00	550.00	
Long Meadow	400		400.00			
Manassas			16,059.00		6,612.50	
Manor			1,000.00			
Meadow Branch	500		500.00	500.00		
Midland		2500	2,992.59		949.59	
Moler Avenue	1000		1,600.00			
Monocacy	100		100.00			
Mountain View			1,500.00	1,500.00	1,500.00	
Myersville	2200		1,900.00	1,900.00	1,900.00	
Nokesville			2,000.00	2,000.00	1,000.00	
Oakton	5200		5,200.00	1,200.00	1,950.00	
Piney Creek	1200		1,200.00			
Pipe Creek						
Pleasant Ridge						
Pleasant View						
Reisterstown						
Ridgely			6,000.00		500.00	
Sam's Creek			500.00			
Sharpsburg			300.00		150.00	
Stone Bridge	300		150.00			
Thurmont	8243		1,000.00			

District Congregational Outreach Report as of 7/31/23						
	Pledged	Pledged	Actual	Pledged	Actual Received	Giving Over Pledged
Congregation	2021	2022	2022	2023	2023	
Union Bridge			11,750.00		5,875.00	
University Park			3,500.00			
Washington City			1,000.00			
Welsh Run			1,131.00			
Welty	1100		1,100.00		1,100.00	
Westminster			13,750.00		5,750.00	
Woodberry			1,000.00		1,000.00	
Woodbridge			4,938.00		2,616.00	
TOTALS	61,307.00	12,825.00	152,892.09	43,875.00	69,717.54	-

**The District Board of the Mid-Atlantic District
of the Church of the Brethren
Financial Statements and
Supplementary Information**

Years Ended December 31, 2022 and 2021

**The District Board of the Mid-Atlantic District
of the Church of the Brethren
Financial Statements and
Supplementary Information**

Years Ended December 31, 2022 and 2021

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STURGILL & ASSOCIATES LLP

CERTIFIED PUBLIC ACCOUNTANTS

20 Liberty Street, P.O. Box 546 Westminster, MD 21158-0546
(410) 848-4460 • Fax: (410) 848-4204 • Baltimore Line (410) 876-6111
Email: info@sturgillcpa.com

Independent Accountants' Review Report

Leadership Team
The District Board of the Mid-Atlantic District Church of the Brethren
Westminster, Maryland

We have reviewed the accompanying financial statements of Mid-Atlantic District Church of the Brethren (a nonprofit organization) which comprise the statements of financial position as of December 31, 2022 and 2021, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error.

Accountants' Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Independent Accountants' Review Report – continued -

We are required to be independent of Mid-Atlantic District Church of the Brethren and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

The accompanying supplementary information included in the Schedules of Revenues and Expenses by Funds is presented for purposes of additional analysis and is not a required part of the basic 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 supplementary information has been subjected to the review procedures applied in our review of the basic financial statements. We are not aware of any material modifications that should be made to the supplementary information. We have not audited the supplementary information and do not express an opinion on such information.

Sturgill & Associates LLP

Westminster, Maryland
July 27, 2023

The District Board of the Mid-Atlantic District Church of the Brethren
Statements of Financial Position
December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Assets		
Cash and cash equivalents	\$ 204,689	\$ 278,103
Investments	366,372	418,034
Note receivable - GGCF	<u>798,706</u>	<u>823,229</u>
Total assets	<u><u>\$ 1,369,767</u></u>	<u><u>\$ 1,519,366</u></u>
Liabilities and net assets		
Liabilities		
Payroll liabilities payable	\$ 727	\$ 1,192
Deferred revenue	<u>-</u>	<u>150</u>
Total liabilities	727	1,342
Net assets		
Without donor restrictions	1,220,418	1,291,973
Without donor restrictions - board designated	<u>128,090</u>	<u>138,948</u>
Total without donor restrictions	1,348,508	1,430,921
With donor restrictions	<u>20,532</u>	<u>87,103</u>
Total net assets	<u><u>1,369,040</u></u>	<u><u>1,518,024</u></u>
Total liabilities and net assets	<u><u>\$ 1,369,767</u></u>	<u><u>\$ 1,519,366</u></u>

See accompanying notes and independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Statements of Activities
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Net assets without donor restrictions		
Support		
Congregational support	\$ 158,724	\$ 168,108
Investment income (net)	(15,661)	70,094
Revenue from activities	<u>10,204</u>	<u>10,135</u>
Total support	153,267	248,337
PPP contribution	-	27,250
Net assets released from restrictions		
Restrictions satisfied by payments	<u>175,858</u>	<u>62,336</u>
Total unrestricted support	329,125	337,923
Expenses		
Activity funds	203,841	96,894
Support services	<u>207,697</u>	<u>184,064</u>
Total expenses	<u>411,538</u>	<u>280,958</u>
Increase (decrease) in net assets without donor restrictions	(82,413)	56,965
Net assets with donor restrictions		
Contributions	109,287	91,977
Net assets released from restrictions	<u>(175,858)</u>	<u>(62,336)</u>
Increase (decrease) in net assets with donor restrictions	<u>(66,571)</u>	<u>29,641</u>
Increase (decrease) in net assets	(148,984)	86,606
Net assets, beginning of year	<u>1,518,024</u>	<u>1,431,418</u>
Net assets, end of year	<u><u>\$ 1,369,040</u></u>	<u><u>\$ 1,518,024</u></u>

See accompanying notes and independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Statements of Functional Expenses
Years Ended December 31, 2022 and 2021

	2022			2021		
	<u>Activity Funds</u>	<u>Support Services</u>	<u>Total</u>	<u>Activity Funds</u>	<u>Support Services</u>	<u>Total</u>
Administrative fees	\$ 3,321	\$ -	\$ 3,321	\$ 3,512	\$ -	\$ 3,512
Annual conference	7,672	-	7,672	7,500	-	7,500
Calling and credentialing	6,637	-	6,637	8,140	-	8,140
Church extension and evangelism	750	-	750	1,500	-	1,500
Conference expense	2,398	-	2,398	1,355	-	1,355
Depreciation	-	-	-	-	61	61
District general	-	6,025	6,025	-	6,167	6,167
Finance and property	-	4,400	4,400	-	4,000	4,000
Insurance	-	3,491	3,491	-	3,588	3,588
Office	237	8,959	9,196	39	8,115	8,154
Outreach and services	166,437	-	166,437	55,850	-	55,850
Printing	7,060	-	7,060	2,294	-	2,294
Professional services	-	7,250	7,250	-	7,251	7,251
Rent	4,168	5,008	9,176	1,629	5,007	6,636
Salaries and benefits	-	163,155	163,155	-	142,138	142,138
Scholarships	3,735	-	3,735	14,575	-	14,575
Senior high	900	-	900	-	-	-
Spirituality and fellowship	34	-	34	500	-	500
Supplies	359	-	359	-	-	-
Training	133	-	133	-	-	-
Travel	-	9,409	9,409	-	7,737	7,737
Total expenses	<u>\$ 203,841</u>	<u>\$ 207,697</u>	<u>\$ 411,538</u>	<u>\$ 96,894</u>	<u>\$ 184,064</u>	<u>\$ 280,958</u>

See accompanying notes and independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Statements of Cash Flows
Years Ended December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities		
Increase (decrease) in net assets	\$ (148,984)	\$ 86,606
Adjustments to reconcile increase (decrease) in net assets to net cash used in operating activities		
Depreciation	-	62
Unrealized (gain) loss on investments	51,381	(12,334)
Increase (decrease) in payroll liabilities payable	(465)	425
Increase (decrease) in deferred revenue	<u>(150)</u>	<u>(501)</u>
Net cash provided by (used in) operating activities	(98,218)	74,258
Cash flows from investing activities		
Proceeds from note receivable	24,523	23,564
Proceeds from investment account	3,343	-
Funds reinvested	<u>(3,062)</u>	<u>(12,436)</u>
Cash provided by investing activities	<u>24,804</u>	<u>11,128</u>
Net increase (decrease) in cash and cash equivalents	(73,414)	85,386
Beginning cash and cash equivalents	<u>278,103</u>	<u>192,717</u>
Ending cash and cash equivalents	<u><u>\$ 204,689</u></u>	<u><u>\$ 278,103</u></u>

See accompanying notes and independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Notes to the Financial Statements
December 31, 2022 and 2021

Note A. Organization and Summary of Significant Accounting Policies

Organization

The Mid-Atlantic District of the Church of the Brethren (the Organization) operates as a religious corporation and serves its member churches within the District, currently totaling 59, spanning a geographical area including portions of Maryland, Pennsylvania, Delaware, Virginia, West Virginia and the District of Columbia. The affairs of the Mid-Atlantic District are managed by the District Leadership Team, and individual congregations are served by the District Executive who assists and gives oversight to pastors and congregations, and guidance related to pastoral placement, evaluations, etc., in accordance with denominational polity.

The Organization is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code under the exemption granted to the General Board of the Church of the Brethren.

Method of Accounting

The Organization's financial statements are prepared using the accrual method of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Basis of Presentation

The financial statements of The Mid-Atlantic District of the Church of the Brethren have been prepared in accordance with U.S. generally accepted accounting principles ("US GAAP"). In accordance with ASU 2016-14, The Mid-Atlantic District of the Church of the Brethren is required to report net assets according to the following:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of The Mid-Atlantic District of the Church of the Brethren's management and board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of The Mid-Atlantic District of the Church of the Brethren or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Notes to the Financial Statements
December 31, 2022 and 2021

Note A. Organization and Summary of Significant Accounting Policies – continued

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fair Value of Financial Instruments

The Organization has a number of financial instruments, none of which are held for trading purposes. The Organization estimates that the fair value of all financial instruments at December 31, 2022 and 2021 does not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying statement of financial position. The estimated fair value amounts have been determined by the Organization using available market information and appropriate valuation methodologies.

Investments

The Organization carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the Statement of Financial Position. Unrealized gains and losses are included in investment income in the accompanying Statement of Activities.

Property and Equipment

Acquisitions of property and equipment in excess of \$1,000 are capitalized. Computer equipment, which is deemed immaterial, is expensed. Property and equipment are carried at cost and depreciation is computed using primarily the straight-line method. Depreciation expense for the years ended December 31, 2022 and 2021 was \$-0- and \$62, respectively.

Contributions

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions. Donations to Board Designated activities are recorded as net assets without donor restrictions.

A special event of the Organization that is restricted to raising funds for a specific purpose is reported as net assets with donor restrictions. When a restriction expires, the net asset with donor restriction is reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Notes to the Financial Statements
December 31, 2022 and 2021

Note A. Organization and Summary of Significant Accounting Policies - continued

Contributed Services

The Organization receives a substantial amount of services donated by its members in carrying out the Organization's ministry. No amounts have been reflected in the financial statements for those services since they do not meet the criteria for recognition.

Cash and Cash Equivalents

The Organization defines its cash and cash equivalents to include all monies in banks and highly liquid investments with original maturity dates of less than 3 months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

Paycheck Protection Program

The Organization received a PPP loan in 2021 established by the CARES Act and elected to account for the funding as a conditional contribution by applying ASC Topic 958-605, Revenue Recognition. Under this standard, revenue is recognized when conditions are met, which include meeting FTE and salary reduction requirements and incurring eligible expenditures.

Note B. Availability and Liquidity

The following represents the Organization's financial assets at December 31, 2022 and 2021:

Financial assets at year-end:	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 204,689	\$ 278,103
Notes receivable	798,706	823,229
Investments	<u>366,372</u>	<u>418,034</u>
Total financial assets	1,369,767	1,519,366
Less amounts not available to be used within one year:		
Long-term receivable	773,183	798,706
Net assets with board designations	127,371	138,948
Net assets with donor restrictions	<u>20,532</u>	<u>87,103</u>
	<u>921,086</u>	<u>1,024,757</u>
Financial assets available to meet general expenditures over the next twelve months	<u><u>\$ 448,681</u></u>	<u><u>\$ 494,609</u></u>

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Notes to the Financial Statements
December 31, 2022 and 2021

Note C. Notes Receivable

In June 2018 the Organization sold the property known as Good Shepherd to Greater Grace Christian Fellowship, Inc. (GGCF) for the sum of \$1,000,000. The Organization received \$100,000 in cash and a \$900,000 note from GGCF. The note bears interest at 4% per year for the first five years, requiring monthly payments of \$4,750.53. After the fifth year GGCF may pay off the loan in full or part. If not paid in full, interest will be renegotiated every five years until paid in full. The balance as of December 31, 2022 and 2021 is \$798,706 and \$823,229, respectively.

Note D. Property and Equipment

Property and equipment at December 31, 2022 and 2021 consists of the following:

	<u>2022</u>	<u>2021</u>
Furniture, fixtures and equipment	\$ 13,909	\$ 13,909
Vehicle	15,628	15,628
	<u>29,537</u>	<u>29,537</u>
Less: accumulated depreciation	<u>(29,537)</u>	<u>(29,537)</u>
	<u>\$ -</u>	<u>\$ -</u>

Note E. Investments

The Organization's investments at December 31, 2022 and 2021 are as follows:

	<u>2022</u>		<u>2021</u>	
	<u>Face Value</u>	<u>Market Value</u>	<u>Face Value</u>	<u>Market Value</u>
Brethren Foundation:				
Balanced fund	\$ 125,142	\$ 236,296	\$ 125,731	\$ 288,011
Short term fund	20,635	25,470	20,484	25,575
Certificate of deposit	104,606	104,606	104,448	104,448
	<u>\$ 250,383</u>	<u>\$ 366,372</u>	<u>\$ 250,663</u>	<u>\$ 418,034</u>

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Notes to the Financial Statements
December 31, 2022 and 2021

Note E. Investments - continued

The Organization applies Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures, which defines fair value, establishes a framework for measuring fair value, and requires certain disclosures about fair value measurements. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to observable inputs (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three tiers of the fair value hierarchy under FASB ASC 820-10 are described as follows:

Level 1: Quoted prices for identical assets or liabilities in active markets.

Level 2: Significant other observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3: Significant unobservable inputs that reflect a reporting entity's own assumptions that market participants would use in pricing an asset or liability.

The organization's investments are considered as Level 1 in the fair value hierarchy.

The following schedule summarizes the investment return and its classification in the Statements of Activities for the years ended December 31, 2022 and 2021.

	<u>2022</u>	<u>2021</u>
Interest and dividends	\$ 38,035	\$ 38,632
Investment fees	(2,315)	(2,499)
Unrealized gains (losses)	<u>(51,381)</u>	<u>33,961</u>
Total investment income-unrestricted	<u>\$ (15,661)</u>	<u>\$ 70,094</u>

Note F. Commitments and Contingencies

Effective June 1, 2016, the Organization entered into a seventeen-month lease agreement with the Westminster Church of the Brethren requiring monthly payments of \$350. Upon expiration of the initial term, the lease automatically renews each year unless either party gives written notice of intent not to renew. Total rent for the years ended December 31, 2022 and 2021 was \$4,200.

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Notes to the Financial Statements
December 31, 2022 and 2021

Note G. Restrictions on Net Assets

Net assets available for the following purposes at December 31:

	2022	2021
Without donor restrictions:		
Annual meeting	\$ -	\$ -
Church extension fund	11,450	(3,119)
Continuing education scholarship fund	2,041	2,581
Disaster fund	43,947	45,755
District conference fund	1,424	8,317
District habitat fund	150	150
Don Rowe student development fund	72,920	89,427
Equipment and secretary fund	12,604	9,640
Good Shepherd fund	769,136	826,141
Greater Grace	125,889	97,386
Junior high conference	1,709	1,694
Ministerial training events	5,903	5,752
National youth conference	2,957	2,957
Operating reserve	294,908	334,943
Peace and justice fund	124	124
Senior high program	2,121	2,521
Special ministries	1,078	47
Staff sabbatical fund	-	6,458
Young adult program	147	147
	<u>\$ 1,348,508</u>	<u>\$ 1,430,921</u>
With donor restrictions:		
Auction fund	\$ 12,269	\$ 77,213
Meat canning	7,440	9,070
Pastor retreat	426	426
Salt & Light Ministry	100	100
Leadership team book	294	294
	<u>\$ 20,529</u>	<u>\$ 87,103</u>
Release from restrictions:		
Auction fund	\$ 159,027	\$ 42,773
Meat canning fund	16,831	19,563
	<u>\$ 175,858</u>	<u>\$ 62,336</u>

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Notes to the Financial Statements
December 31, 2022 and 2021

Note H. COVID-19 and Payroll Protection Program

During the year ended December 31, 2021 the COVID-19 pandemic did impact operations especially in person activities and travel. The Organization was able to apply for, and received, the Payroll Protection Program (PPP) made available through the Coronavirus Aid, Relief and Economic Security Act (CARES Act). The amounts received on March 19, 2021 was \$27,250. These funds were used to cover allowable expenses during the year ended December 31, 2021. The forgiveness application was filed and total forgiveness received for the loan. Therefore, the Organization elected to follow ASC Topic 958-605 (see Note A) to recognize the funds as a contribution in the years the expenses were incurred.

Note I. Subsequent Events

The Organization has evaluated subsequent events through July 27, 2023, the date which the financial statements were available to be issued.

See independent accountants' review report.

Supplementary Information

The District Board of the Mid-Atlantic District Church of the Brethren
Schedules of Revenues and Expenses by Funds
Year Ended December 31, 2022

	<u>Without Donor Restrictions</u>	<u>W/O Donor Rest Board Designated</u>	<u>Total W/O Donor Rest</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues, gains, and other support					
Congregational support	\$ 150,142	\$ -	\$ 150,142	\$ -	\$ 150,142
Benevolent gifts from individuals	8,405	-	8,405	-	8,405
Other income	<u>177</u>	<u>-</u>	<u>177</u>	<u>-</u>	<u>177</u>
Total congregational support	158,724	-	158,724	-	158,724
Investment income (net)	(15,661)	-	(15,661)	-	(15,661)
Revenue from board designated activities					
Church extension	-	317	317	-	317
Disaster fund	-	1,900	1,900	-	1,900
District conference	-	2,982	2,982	-	2,982
Equipment and secretary fund	-	3,200	3,200	-	3,200
Graceway fund	-	960	960	-	960
Junior high program	-	60	60	-	60
Ministerial training events	-	285	285	-	285
Senior high program	-	500	500	-	500
Revenue from temporarily restricted activities					
Auction	-	-	-	94,086	94,086
Meat canning	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,201</u>	<u>15,201</u>
Total before release from restrictions	\$ 143,063	\$ 10,204	\$ 153,267	\$ 109,287	\$ 262,554
Release from restrictions	<u>175,858</u>	<u>-</u>	<u>175,858</u>	<u>(175,858)</u>	<u>-</u>
Total revenues, gains and other support	\$ 318,921	\$ 10,204	\$ 329,125	\$ (66,571)	\$ 262,554

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Schedules of Revenues and Expenses by Funds – continued
Year Ended December 31, 2022

	Without Donor Restrictions	W/O Donor Rest Board Designated	Total W/O Donor Rest	With Donor Restrictions	Total
Total revenues, gains, and other support	\$ 318,921	\$ 10,204	\$ 329,125	\$ (66,571)	\$ 262,554
Expenses and losses					
Calling and credentialing	6,637	-	6,637	-	6,637
Church extension and evangelism	250	-	250	-	250
District general	6,025	-	6,025	-	6,025
Finance and property	4,400	-	4,400	-	4,400
Spirituality and fellowship	34	-	34	-	34
Staff services and office operation	197,272	-	197,272	-	197,272
Expenses for board designated activities					
Annual conference	-	7,672	7,672	-	7,672
Cash flow/operating reserve	-	500	500	-	500
Continuing education scholarship	-	540	540	-	540
Disaster fund	-	3,708	3,708	-	3,708
District conference	-	2,203	2,203	-	2,203
Don Rowe endowment fund	-	3,195	3,195	-	3,195
Equipment and secretary fund	-	237	237	-	237
Graceway fund	-	960	960	-	960
Junior high program	-	45	45	-	45
Ministerial training events	-	133	133	-	133
Senior high program	-	900	900	-	900
Special ministries fund	-	969	969	-	969
Expenses for donor restricted activities					
Auction	159,027	-	159,027	-	159,027
Meat canning	16,831	-	16,831	-	16,831
Total expenses	<u>390,476</u>	<u>21,062</u>	<u>411,538</u>	<u>-</u>	<u>411,538</u>
Change in net assets from operations	(71,555)	(10,858)	(82,413)	(66,571)	(148,984)
Net assets at beginning of year	<u>1,291,973</u>	<u>138,948</u>	<u>1,430,921</u>	<u>87,103</u>	<u>1,518,024</u>
Net assets at end of year	<u>\$ 1,220,418</u>	<u>\$ 128,090</u>	<u>\$ 1,348,508</u>	<u>\$ 20,532</u>	<u>\$ 1,369,040</u>

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Schedules of Revenues and Expenses by Funds
Year Ended December 31, 2021

	<u>Without Donor Restrictions</u>	<u>W/O Donor Rest Board Designated</u>	<u>Total W/O Donor Rest</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Revenues, gains, and other support					
Congregational support	\$ 162,904	\$ -	\$ 162,904	\$ -	\$ 162,904
Benevolent gifts from individuals	4,680	-	4,680	-	4,680
Other income	524	-	524	-	524
PPP contribution	<u>27,250</u>	<u>-</u>	<u>27,250</u>	<u>-</u>	<u>27,250</u>
Total congregational support	195,358	-	195,358	-	195,358
Investment income (net)	70,094	-	70,094	-	70,094
Revenue from board designated activities					
Church extension	-	250	250	-	250
Disaster fund	-	2,175	2,175	-	2,175
District conference	-	2,170	2,170	-	2,170
Equipment and secretary fund	-	3,424	3,424	-	3,424
Graceway fund	-	900	900	-	900
National youth conference	-	500	500	-	500
Senior high program	-	216	216	-	216
Staff sabbatical fund	-	500	500	-	500
Revenue from temporarily restricted activities					
Auction	-	-	-	78,628	78,628
Meat canning	-	-	-	13,055	13,055
Leadership team books	<u>-</u>	<u>-</u>	<u>-</u>	<u>294</u>	<u>294</u>
Total before release from restrictions	\$ 265,452	\$ 10,135	\$ 275,587	\$ 91,977	\$ 367,564
Release from restrictions	<u>62,336</u>	<u>-</u>	<u>62,336</u>	<u>(62,336)</u>	<u>-</u>
Total revenues, gains and other support	\$ 327,788	\$ 10,135	\$ 337,923	\$ 29,641	\$ 367,564

See independent accountants' review report.

The District Board of the Mid-Atlantic District Church of the Brethren
Schedules of Revenues and Expenses by Funds - continued
Year Ended December 31, 2021

	<u>Without Donor</u> <u>Restrictions</u>	<u>W/O Donor Rest</u> <u>Board Designated</u>	<u>Total</u> <u>W/O Donor Rest</u>	<u>With Donor</u> <u>Restrictions</u>	<u>Total</u>
Total revenues, gains, and other support	\$ 327,788	\$ 10,135	\$ 337,923	\$ 29,641	\$ 367,564
Expenses and losses					
Calling and credentialing	8,140	-	8,140	-	8,140
Church extension and evangelism	1,500	-	1,500	-	1,500
Depreciation	62	-	62	-	62
District general	6,167	-	6,167	-	6,167
Finance and property	4,000	-	4,000	-	4,000
Spirituality and fellowship	500	-	500	-	500
Staff services and office operation	173,835	-	173,835	-	173,835
Expenses for board designated activities					
Annual conference	-	2,500	2,500	-	2,500
Cash flow/operating reserve	-	5,000	5,000	-	5,000
Continuing education scholarship	-	900	900	-	900
Disaster fund	-	150	150	-	150
District conference	-	1,115	1,115	-	1,115
Don Rowe endowment fund	-	13,675	13,675	-	13,675
Peace and justice fund	-	90	90	-	90
Graceway fund	-	900	900	-	900
Special ministries fund	-	88	88	-	88
Expenses for donor restricted activities					
Auction	42,773	-	42,773	-	42,773
Meat canning	19,563	-	19,563	-	19,563
Total expenses	<u>256,540</u>	<u>24,418</u>	<u>280,958</u>	<u>-</u>	<u>280,958</u>
Change in net assets from operations	71,248	(14,283)	56,965	29,641	86,606
Net assets at beginning of year	<u>1,220,725</u>	<u>153,231</u>	<u>1,373,956</u>	<u>57,462</u>	<u>1,431,418</u>
Net assets at end of year	<u>\$ 1,291,973</u>	<u>\$ 138,948</u>	<u>\$ 1,430,921</u>	<u>\$ 87,103</u>	<u>\$ 1,518,024</u>

See independent accountants' review report.