

**SOUTH GEORGIA CONFERENCE OF  
THE UNITED METHODIST CHURCH**

**FINANCIAL STATEMENTS**

**AS OF DECEMBER 31, 2008**

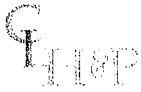


SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

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American Institute of  
Certified Public Accountants  
Truman W. Clifton (1902-1989)

**INDEPENDENT AUDITOR'S REPORT**

South Georgia Conference of the  
United Methodist Church  
Macon, GA

Ladies and Gentlemen:

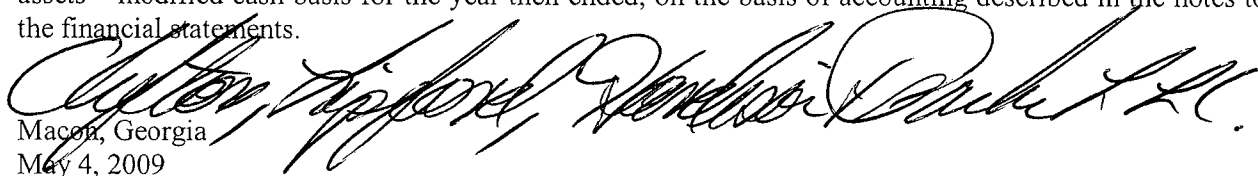
We have audited the accompanying statement of assets, liabilities and net assets – modified cash basis of the South Georgia Conference of the United Methodist Church (a non-profit religious organization) as of December 31, 2008, and the related statement of support and revenue, expenses and changes in net assets – modified cash basis for the year then ended. These financial statements are the responsibility of the Conference's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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.

As described in the notes, these financial statements were prepared on the modified cash basis of accounting, in conformity with the accounting practices permitted by General Conferences of United Methodist Churches, which is a comprehensive basis of accounting other than generally accepted accounting principles. The effects on the financial statements of the variances between the statutory basis of accounting and generally accepted accounting principles, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Conference as of December 31, 2008 or the changes in its net assets for the year then ended.

However, in our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and net assets of the South Georgia Conference of the United Methodist Church as of December 31, 2008, and its support and revenue, expenses and changes in net assets – modified cash basis for the year then ended, on the basis of accounting described in the notes to the financial statements.

  
Macon, Georgia  
May 4, 2009



## **FINANCIAL STATEMENTS**

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH  
 STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS - MODIFIED CASH BASIS  
 DECEMBER 31, 2008

ASSETS

Current Assets:

Cash and cash equivalents	\$ 1,539,824
Investments, at fair value	9,188,392
Apportionments and other receipts receivable	2,644,029
Prepaid expenses	<u>77,804</u>
 Total Current Assets	 <u>13,450,049</u>
 Total Assets	 <u><u>\$ 13,450,049</u></u>

LIABILITIES AND NET ASSETS

Liabilities:

Current Liabilities:

Obligations payable on current year's budget	<u>\$ 2,553,539</u>
 Total Liabilities	 <u>2,553,539</u>

Net Assets:

Temporarily restricted	7,244,782
Unrestricted	<u>3,651,728</u>
 Total Net Assets	 <u>10,896,510</u>
 Total Liabilities and Net Assets	 <u><u>\$ 13,450,049</u></u>

The accompanying notes are an integral part of the financial statements.



SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

STATEMENT OF SUPPORT, REVENUE AND EXPENSES - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

Support and Revenue:

Budgeted Funds:

World Service and Conference Benevolence	\$ 3,085,968
Clergy Support	4,656,925
Administration	1,394,956
Other Apportioned Causes	1,367,380

Total Budgeted Funds	10,505,229
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Nonbudgeted Funds	15,720,728
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Total Support and Revenue	26,225,957
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Expenses:

Budgeted Funds:

World Service and Conference Benevolence	3,034,024
Clergy Support	5,000,364
Administration	1,399,195
Other Apportioned Causes	1,367,380

Total Budgeted Funds	10,800,963
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Nonbudgeted Funds	16,001,257
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Total Expenses	26,802,220
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Change in Net Assets	\$ (576,263)
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The accompanying notes are an integral part of the financial statements.

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

STATEMENT OF CHANGES IN NET ASSETS - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

	2008		
	Temporarily Restricted	Unrestricted	Total
Balance - January 1, 2008	\$ 7,390,776	\$ 4,081,997	\$ 11,472,773
Change in Net Assets	(145,994)	(430,269)	(576,263)
Balance - December 31, 2008	<u>\$ 7,244,782</u>	<u>\$ 3,651,728</u>	<u>\$ 10,896,510</u>

The accompanying notes are an integral part of the financial statements.

## **NOTES TO THE FINANCIAL STATEMENTS**

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2008

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Organization**

The accompanying financial statements include the assets, liabilities, net assets and financial activities of the South Georgia Conference of The United Methodist Church (the “Conference”), an organization providing services at a level of administration beyond the individual local churches. The Conference is composed of approximately 641 United Methodist local churches, grouped into nine districts, located in the southern half of Georgia. Through the Conference, the membership provides support for programs beyond the local church, such as for United Methodist colleges and universities in Georgia, and for ministerial salary supplements at smaller churches. Support also is provided to the Southeastern Jurisdictional and General Conference of The United Methodist Church, and programs organized and administered by those conferences, such as missionary programs worldwide.

**Fund Accounting**

To ensure observance of limitations and restrictions placed on the use of resources available to the Conference, the accounts of the Conference are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purposes. Separate equity accounts are maintained. In the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by fund group. This fund basis of presentation is not in conformity with generally accepted accounting principles.

Each line item on the Conference’s Statement of Support, Revenue and Expenses – Modified Cash Basis is an individual fund or is a summary of several individual funds. The individual funds are also classified into two types (four groups): (a) budgeted versus nonbudgeted, and (b) restricted versus unrestricted.

Budgeted funds are those for which the Conference adopts an annual formal financial plan (a budget) showing anticipated support and revenue and proposed expenditures for the individual funds, and apportions the estimated revenues to member churches by sending requests for support and contributions. Nonbudgeted funds are those for which no specific dollar amounts of annual revenue or expenditure are estimated, although the programs represented by funds in this group are included in the Conference’s planning process. Funds in either group (budgeted or nonbudgeted) may be restricted or unrestricted.

Restricted funds are those for which unexpended monies at the end of each annual accounting period are carried forward in an individual fund balance account and in future periods may be expended only for the purposes for which the fund was established. Unrestricted funds are those for which unexpended monies at the end of each annual accounting period are transferred into a common, accumulated Fund Balance account representing claims on assets (monies) which in future periods may be expended for any organizational purpose properly approved by the Conference or its designated representatives. Funds in either group (restricted or unrestricted) may originate as budgeted or nonbudgeted.

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2008  
(CONTINUED)

**Basis of Accounting**

The Conference accounts are maintained on the modified cash basis of accounting; consequently, most apportionments, contributions and related assets are recognized when received rather than earned, and most expenses are recognized when paid rather than when the obligation is incurred. Accordingly, the accompanying financial statements are not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Cash and Cash Equivalents**

The Conference considers cash and cash equivalents to include time deposits, certificates of deposit, sweep accounts, money market funds, and highly liquid debt instruments with maturities of three months or less at the date of their acquisition.

**Investments**

The Conference has adopted SFAS No. 124 *Accounting for Certain Investments Held by Not-for-Profit Organizations*. Under SFAS No. 124, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of support and revenue, expenses, and changes in fund balances. Unrealized gains and losses are included in the change in net assets. Realized gains and losses on investments are calculated on a moving cost average.

The Conference's policy is to carry its cash in interest-bearing accounts and to invest cash in excess of immediate operating requirements in income-producing investments. Cash and temporary cash investments of \$1,539,824 at December 31, 2008, were composed primarily of checking and sweep accounts, and are stated at cost.

Certificates of deposit and other investments are carried at fair value. Interest is accrued for amounts earned but not yet received. Unrealized gains and losses are included in the change in net assets. As of December 31, 2008, the fair value of investments was \$9,188,392.

Interest revenue and gains or losses on transactions in marketable securities, and interest from cash and cash equivalents, are included in support and revenue from nonbudgeted funds.

**Apportionments Receivable**

To reflect cash receipts and disbursements in the appropriate budget period, the financial statements include certain transactions, which occurred during the first three weeks subsequent to year-end and exclude such transactions for the similar period at the beginning of the year. Such receipts have been classified as Apportionments and Other Receipts Receivable, and the related disbursements have been classified as Obligations Payable on Current Year's Budget, on the Statement of Assets, Liabilities and Fund Balance – Modified Cash Basis.

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2008  
(CONTINUED)

Apportionments receivable represent amounts contributed for the period ending December 31, 2008. All apportionments receivable are considered contributed support and are expected to mature in the next fiscal year. Based upon prior experience, management does not consider it necessary to provide an allowance for doubtful accounts.

**Prepaid expense**

It is the policy of the Conference to pay certain salaries and other miscellaneous obligations on the first of the month. To accommodate mailing time, January checks are written in December. These disbursements are classified as Prepaid Expenses on the Statement of Certain Assets, Liabilities and Fund Balance – Modified Cash Basis.

**Notes receivable**

Consistent with the modified cash basis of accounting, losses on uncollectible loans made by the South Georgia Conference Investment Fund, Inc. are accounted for by the direct write-off method, rather than by the allowance method. Recoveries of loan losses are recognized as revenue in the year received.

**Plant Assets and Related Liabilities**

Under the modified cash basis of accounting, the costs of property and equipment acquisitions are recorded as operating expenditures at the time of purchase. Property and equipment acquisitions are recorded at cost, estimated cost, or if donated, at fair market value on the date of donation. It is the Conference's policy to capitalize assets costing \$500 or more.

Land, buildings and major items of equipment and furniture purchased by the Conference are not a responsibility of the Conference Council on Finance and Administration. Legal title to these assets is held by the Board of Trustees of the South Georgia Annual Conference of the United Methodist Church, Inc.

The Board of Trustees owns other residence buildings and land throughout the State of Georgia. The underlying mortgages and assets are the responsibility of the Board of Trustees and are not reflected in the accompanying financial statements.

**Income Taxes**

The Conference is exempt from federal and state income taxes as a religious organization.

**NOTE 2 – CONCENTRATIONS OF CREDIT RISK**

The Conference maintains its demand deposit accounts in two institutions in Georgia. The Federal Deposit Insurance Corporation (FDIC) insures demand deposits of each institution up to \$250,000. The bank balance was not in excess of the FDIC coverage as of December 31, 2008.

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2008

(CONTINUED)

**NOTE 3 – CAPITAL ASSETS**

The following is a summary of certain capital assets that were purchased by the Conference and utilized in administration or program services. These assets are carried on the Board of Trustees' books as explained in Note 1. The Conference has compiled a capital asset listings as required by the General Council on Finance and Administration. These assets are stated at cost or management's estimate of cost as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Office of Connectional Ministries:				
Building	\$ 267,929	\$ -	\$ -	\$ 267,929
Furniture and equipment	157,058	11,481	(4,042)	164,497
Total	424,987	11,481	(4,042)	432,426
Episcopal Office:				
Furniture and equipment	47,005	11,532	(7,530)	51,007
Episcopal Residence:				
Residence	451,154	13,520	-	464,674
Furniture and equipment	-	9,947	-	9,947
Land	63,500	-	-	63,500
Total	514,654	23,467	-	538,121
Administrative Services Office:				
Furniture and equipment	111,579	5,244	(6,749)	110,074
Arthur J. Moore Museum:				
Furniture and equipment	38,686	-	-	38,686
Total	\$ 1,136,911	\$ 51,724	\$ (18,321)	\$ 1,170,314

**NOTE 4 – BENEFIT PLANS**

For its ministerial and certain qualified lay personnel, the Conference participates in pension programs administered by the General Board of Pensions, and Health Benefits of The United Methodist Church. Accordingly, responsibility for full disclosures related to the program rests with the General Conference. Contributions are based on a formula related to salary levels.

Accumulated pension benefits for retired individuals are established under the Ministerial Pension Plan (MPP) adopted as of January 1, 1982. Benefits for services rendered on and after January 1, 1982, covered by this defined contribution plan, are fully funded as contributions are made. Benefits for services rendered prior to January 1, 1982, covered under the previous

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2008  
(CONTINUED)

defined benefit plan, represent the actuarially determined amount required to fund future pension payments. The unfunded portion of those benefits is unfunded past service costs, which is being funded through apportionments. The South Georgia Conference is required to fund all past service costs over a 40-year period-which ends on December 31, 2021.

During the year ended December 31, 2008, the South Georgia Conference contributions to the pension benefit program amounted to \$1,300,000.

**NOTE 5 – BENEFIT PLANS**

The Conference sponsors a defined benefit supplemental death benefit plan, which covers substantially all of its active and retired clergy members. The Comprehensive Protection Plan is fully funded each year and is paid through apportionments by the Conference. The participants do not make contributions to the plan.

The Annual Conference sponsors a defined benefit post retirement medical plan that covers substantially all of its statutory and common-law employees. The plan is contributory; retiree contributions have been established as a percentage of premium expense, with the percentage being based on years of participation in the Conference health insurance program.

As of January 1, 1993, the provisions of Statement of Financial Accounting Standards (SFAS) No. 106, *Employer's Accounting for Post Retirement Benefits Other Than Pensions*, were adopted. Legal opinion has been obtained that the plans described above are multi-employer plans as that term is defined in Paragraph 79 of SFAS No. 106. Accordingly, the post retirement benefit costs are recognized on a current period basis and were as follows for the period January 1, 2008 to December 31, 2008:

Comprehensive protection plan	\$ 898,999
Healthflex benefit plan	5,186,380

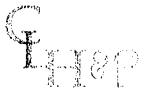
**NOTE 6 – LEASING ARRANGEMENTS**

The Conference maintains offices in Macon, Georgia, in a building owned by Middle Georgia Properties. The offices are leased under a four-year operating lease expiring in July 2009. The Conference does have the option for two additional three-year terms. Rental expense under this lease amounted to \$32,200 in 2008.



**SUPPLEMENTARY INFORMATION**

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**INDEPENDENT AUDITOR'S REPORT**  
**ON THE SUPPLEMENTARY INFORMATION**

South Georgia Conference of the  
United Methodist Church  
Macon, Georgia

Our audit was made for the purpose of forming an opinion on the basic financial statements for the year ended December 31, 2008, taken as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information for the year ended December 31, 2008 has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Macon, Georgia  
May 4, 2009



SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

SCHEDULE OF SUPPORT, REVENUE AND EXPENSES  
AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

<u>BUDGETED FUNDS</u>	<u>Budget</u>	Actual		<u>Change in Net Assets</u>
		Support and Revenue	Expenses	
<b><u>World Service and Conference Benevolence</u></b>				
World Service Apportionment	\$ 1,387,842	\$ 1,230,241	\$ 1,230,241	\$ -
Conference Benevolences				
Office of Connectional Ministries				
Council Staff and Office	901,500	582,658	625,365	(42,707)
Travel	-	2,631	334	2,297
Executive Committee	-	1,754	-	1,754
Mission and Ministry Programs	-	148,617	140,158	8,459
Mission Agency Support	-	56,827	57,267	(440)
Total Office of Connectional Ministries	901,500	792,487	823,124	(30,637)
New Congregational Development	531,617	519,099	519,099	-
Hispanic Ministries	536,350	462,369	381,033	81,336
Arthur J. Moore Museum	88,045	77,212	78,951	(1,739)
Board of Laity	5,200	4,560	1,576	2,984
Total Conference Benevolences	2,062,712	1,855,727	1,803,783	51,944
Total World Service and Conference Benevolence	3,450,554	3,085,968	3,034,024	51,944
<b><u>Clergy Support</u></b>				
Episcopal Area Funds				
Episcopal South Georgia Area Office	59,100	51,033	51,033	-
Area Residence	19,000	16,406	16,406	-
Special Episcopal Account	5,000	6,145	6,145	-
Total Episcopal Area Funds	83,100	73,584	73,584	-
Pensions, Benefits and Health Insurance				
Pre-1982 Pensions	1,344,500	1,181,133	1,348,610	(167,477)
Comprehensive Protection Plan	660,000	667,469	641,913	25,556
Healthflex Retiree	1,008,000	881,288	881,288	-
Healthflex Disability	124,800	111,205	124,800	(13,595)
Benefits Underpayment	165,000	144,333	165,000	(20,667)
Total Pension, Benefits and Insurance	3,302,300	2,985,428	3,161,611	(176,183)
District Superintendent	1,195,703	1,033,173	1,196,392	(163,219)
Equitable Compensation	393,200	339,527	331,426	8,101
Pastoral Counseling Services	116,248	136,111	146,163	(10,052)
Comprehensive School Clergy	3,914	3,380	-	3,380
Conf Board of Ordained Ministry	78,830	85,722	91,188	(5,466)
Total Clergy Support	\$ 5,173,295	\$ 4,656,925	\$ 5,000,364	\$ (343,439)

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

SCHEDULE OF SUPPORT, REVENUE AND EXPENSES  
AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

	Budget	Actual		Change in Net Assets
		Support and Revenue	Expenses	
<b><u>BUDGETED FUNDS</u></b>				
<b><u>Administration</u></b>				
Annual Conference				
Annual Conference Session Expense	\$ 66,000	\$ 67,235	\$ 66,122	\$ 1,113
Annual Conference Business Expense	23,700	23,448	27,222	(3,774)
Annual Conference Expenses for Retired Ministers	30,000	25,603	12,700	12,903
At Large Lay Annual Conference	26,250	22,403	24,750	(2,347)
<b>Total Annual Conference</b>	<b>145,950</b>	<b>138,689</b>	<b>130,794</b>	<b>7,895</b>
Council on Finance and Administration	9,500	8,108	7,974	134
Conference Treasurer/Administrator	631,235	539,119	583,933	(44,814)
Conference Secretary Expense	2,000	1,707	1,137	570
Conference Journal	13,000	14,460	13,000	1,460
Committee on Memoirs	600	512	80	432
Conference Trustee	35,300	30,126	32,266	(2,140)
Worker's Compensation Insurance	8,500	8,482	8,238	244
Leadership Forum	5,500	4,694	3,755	939
Local Church Treasurer's Bond	8,500	7,254	7,151	103
Nominations Committee	3,050	2,603	1,606	997
Episcopal Committee	1,500	1,280	826	454
SEJ Mission and Ministry	112,388	97,756	97,756	-
Administrative General Church	122,172	104,680	104,680	-
Episcopal General Church	362,949	310,883	310,883	-
General and SEJ Delegate	22,000	18,776	20,289	(1,513)
Legal Fees	24,000	20,483	20,483	-
Contingency	100,000	85,344	54,344	31,000
<b>Total Administration</b>	<b>1,608,144</b>	<b>1,394,956</b>	<b>1,399,195</b>	<b>(4,239)</b>
<b><u>Other Apportioned Causes</u></b>				
State Cooperative Funds				
Christian Higher Education	778,500	668,890	668,890	-
Georgia Christian Council	17,350	14,974	14,974	-
Georgia Council on Moral and Civic Concerns	19,000	16,398	16,398	-
Georgia's Pastors' School	3,082	2,660	2,660	-
Wesleyan Christian Advocate	40,000	34,523	34,523	-
<b>Total State Cooperative Funds</b>	<b>857,932</b>	<b>737,445</b>	<b>737,445</b>	<b>-</b>
Black College Fund	179,607	153,192	153,192	-
Africa University	39,663	34,163	34,163	-
Ministerial Education Fund	451,053	411,952	411,952	-
Interdenominational Cooperation Fund	35,625	30,628	30,628	-
<b>Total Other Apportioned</b>	<b>1,563,880</b>	<b>1,367,380</b>	<b>1,367,380</b>	<b>-</b>
<b>Total Budgeted Funds</b>	<b>\$ 11,795,873</b>	<b>\$ 10,505,229</b>	<b>\$ 10,800,963</b>	<b>\$ (295,734)</b>

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

SCHEDULE OF SUPPORT, REVENUE AND EXPENSES  
AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

	Actual		Change in Net Assets
	Support and Revenue	Expenses	
<b><u>NONBUDGET FUNDS</u></b>			
<b><u>World Service and Conference Benevolence</u></b>			
Ethnic Local Church Concerns	\$ 11,839	\$ 26,844	\$ (15,005)
Communications Council	882	6,100	(5,218)
Arthur J. Moore Museum	4,142	312	3,830
Office of Connectional Ministries			
Bishop's Initiative on Child Poverty	332	-	332
Confirmation Retreat Join Journey	53,913	28,913	25,000
VIM South Georgia	7,213	4,177	3,036
Committee on Missions	1,526	-	1,526
Online Registrations	109,673	109,673	-
CCOM Office Administration	1,148	342	806
CCOM Housing / Maintenance	2,871	-	2,871
Winter Camp Meeting	9,912	8,505	1,407
Schools for Christian Mission	360	360	-
Pathways to a Healthy Church	10,967	12,367	(1,400)
Conference Youth Ministries	24,697	31,028	(6,331)
Junior High Camp	30,224	30,224	-
Junior High Camp II	33,349	33,349	-
Leadership Team	93,857	93,857	-
Youth Celebration	60,740	60,525	215
Safe Sanctuaries	8,050	5,342	2,708
Laos	828	-	828
Conference Children's Ministries	6,528	36,641	(30,113)
Elementary Camp I	27,957	27,957	-
Elementary Camp II	36,452	36,385	67
Elementary Camp III	29,001	29,001	-
Labor Day Laity Retreat	-	828	(828)
Older Adult Ministries	6,163	5,442	721
Hope for the Children of Africa	916	712	204
SG Partnership / East Africa	39,688	26,601	13,087
Humble Place Capital	15,143	14,612	531
Humble Place Program	96,357	53,401	42,956
Health & Welfare Ministries	9,014	9,014	-
Black Church Summitt	8,429	1,295	7,134
Dave Hanson Scholarship Fund	380	563	(183)
Kidz Quest	82,224	82,224	-
South Georgia Storm Recovery	90,809	102,999	(12,190)
Annual Conference Video Project	-	14,700	(14,700)
Uganda Ministry Choir	-	500	(500)
Africa Hope for Children's Choir	4,245	89,245	(85,000)
Natural Church Development	48,934	43,132	5,802
Russian UMC Theological Seminary	-	461	(461)
Total Office of Connectional Ministries	952,800	994,375	(41,575)
Total World Service and Conference Benevolence	\$ 969,663	\$ 1,027,631	\$ (57,968)

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

SCHEDULE OF SUPPORT, REVENUE AND EXPENSES  
AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

	Support and Revenue	Actual Expenses	Change in Net Assets
<b><u>NONBUDGET FUNDS</u></b>			
<b><u>Clergy Support</u></b>			
Episcopal Funds			
Episcopal Special Reserve	\$ -	\$ 6	\$ (6)
Total Episcopal Funds	-	6	(6)
Pensions, Benefits and Health Insurance			
Pre-1982 Pension	18,842	-	18,842
WIH Pitts Memorial	674,547	350,000	324,547
Clergy Retirement Security Program	3,457,207	3,241,325	215,882
Healthflex	5,021,121	5,274,976	(253,855)
Total Pensions, Benefits and Health Insurance	9,171,717	8,866,301	305,416
Local Pastor's License School	-	3,710	(3,710)
Total Clergy Support	9,171,717	8,870,017	301,700
<b><u>Administration</u></b>			
Conference Journal	14,980	20,995	(6,015)
Miscellaneous Activity	48,109	44,948	3,161
Legal Fees Reserves	5,099	-	5,099
Discretionary Funds	800	1,709	(909)
Total Administration	68,988	67,652	1,336
<b><u>New and Revitalized Congregational Development</u></b>			
Church Extension	17,200	29,347	(12,147)
SGA Investment Fund	13,347	12	13,335
Kingdom Builders Club	18,333	246,771	(228,438)
New Congregational Supporters	4,002	15	3,987
Vision Promoters	2,847	20	2,827
New Congregation Planters	30,400	101,980	(71,580)
New Church Builders Fund	143,125	196,963	(53,838)
IOH - New Church Savannah	10,000	11,000	(1,000)
Land Sale	76,111	880	75,231
IOH - Savannah District Minister	7,232	-	7,232
Bishop's New Congregational Initiative	1,124	61,186	(60,062)
Conference Trustee's Gift	7,243	50,000	(42,757)
Hispanic Ministries	501	1,231	(730)
Total New and Revitalized Congregational Development	\$ 331,465	\$ 699,405	\$ (367,940)



SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

SCHEDULE OF SUPPORT, REVENUE AND EXPENSES  
AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

	Support and Revenue	Actual Expenses	Change in Net Assets
<b><u>NONBUDGET FUNDS</u></b>			
<b><u>Other Causes</u></b>			
Ministerial Education	\$ 5,948	\$ 9,023	\$ (3,075)
South Georgia Conference Offices	579	-	579
Christian Education Sunday	1,611	-	1,611
Peace with Justice on Sunday	2,392	1,866	526
Golden Cross	6,471	9,340	(2,869)
Conference Advance Special	4,114,765	4,112,998	1,767
General Advance Special	299,268	304,479	(5,211)
Human Relations	3,829	3,829	-
Methodist Student Day	3,553	3,553	-
One Great Hour of Sharing	15,143	15,143	-
Trustees Gift	62,406	53,189	9,217
District Operational and Program Fund	513,666	504,616	9,050
Native American Awareness	3,423	1,716	1,707
Strategic Ministry Fund	-	6,969	(6,969)
Relief Association	6,770	25,786	(19,016)
South Georgia Special Relief	8,661	19,100	(10,439)
World Communion Offering	5,589	5,589	-
Interest Income	124,821	259,356	(134,535)
Total Other Causes	5,178,895	5,336,552	(157,657)
Total Nonbudget Funds	15,720,728	16,001,257	(280,529)
Total All Funds	\$ 26,225,957	\$ 26,802,220	\$ (576,263)

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

SCHEDULE OF CHANGES IN NET ASSETS  
MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

	Net Assets Jan. 1, 2008	Change in Net Assets		Net Assets Dec. 31, 2008
		Budget Funds	Nonbudget Funds	
<b><u>TEMPORARILY RESTRICTED NET ASSETS</u></b>				
<b><u>World Service and Conference Benevolence</u></b>				
Ethnic Local Church Concerns	\$ 30,652	\$ -	\$ (15,005)	\$ 15,647
Communications Office	31,814	-	(5,218)	26,596
Arthur J. Moore Museum	1,093	-	3,830	4,923
Office of Connectional Ministries:				
Bishop's Initiative on Child Poverty	1,863	-	332	2,195
Confirmation Retreat Join Journey	-	-	25,000	25,000
VIM South Georgia	13,212	-	3,036	16,248
Special New Missions	1,418	-	-	1,418
Mission Admin Global Gathering	2,702	-	-	2,702
Committee on Missions	6,808	-	1,526	8,334
CCOM Office Administration	3,758	-	806	4,564
CCOM Housing / Maintenance	-	-	2,871	2,871
Leadership/Program Resources	7,773	-	-	7,773
Winter Camp Meeting	(1,407)	-	1,407	-
Global Ministries Secretary	161	-	-	161
Russia Mission Work Team	514	-	-	514
Schools for Christian Mission	1,255	-	-	1,255
Pathways to a Healthy Church	4,373	-	(1,400)	2,973
Conference Youth Ministries	17,783	-	(6,331)	11,452
Youth Celebration	(215)	-	215	-
Youth Service Fund	1,978	-	-	1,978
Safe Sanctuaries	1,496	-	2,708	4,204
Laos	2,830	-	828	3,658
Conference Children's Ministries	40,140	-	(30,113)	10,027
Elementary Camp II	(67)	-	67	-
Labor Day Laity Retreat	828	-	(828)	-
Older Adult Ministries	75	-	721	796
Hope for the Children of Africa	24,539	-	204	24,743
SG Partnership / East Africa	45,441	-	13,087	58,528
Humble Place Capital	1,204	-	531	1,735
Humble Place Program	17,613	-	42,956	60,569
Faith & Health Conference	(900)	-	900	-
Black Church Summit	7,265	-	7,134	14,399
Dave Hanson Scholarship Fund	917	-	(183)	734
South GA Storm Recovery	118,816	-	(12,190)	106,626
Annual Conference Video Project	15,000	-	(14,700)	300
Uganda Ministry Choir	500	-	(500)	-
Africa Hope for Children's Choir	85,000	-	(85,000)	-
Natural Church Development	(5,802)	-	5,802	-
Russian UMC Theological Seminary	461	-	(461)	-
Igniting Ministries	435	-	-	435
Total Office of Connectional Ministries	417,767	-	(41,575)	376,192
Total World Service and Conference Benevolence	\$ 481,326	\$ -	\$ (57,968)	\$ 423,358

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

SCHEDULE OF CHANGES IN NET ASSETS  
MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

	Net Assets Jan. 1, 2008	Change in Net Assets		Net Assets Dec. 31, 2008
		Budget Funds	Nonbudget Funds	
<b><u>TEMPORARILY RESTRICTED NET ASSETS</u></b>				
<b><u>Clergy Support</u></b>				
Episcopal Funds				
Special Episcopal Reserve Account	\$ 3,146	\$ -	\$ (6)	\$ 3,140
Total Episcopal Funds	3,146	-	(6)	3,140
Pensions, Benefits and Health Insurance				
Pre-1982 Pension	215,987	-	18,842	234,829
WIH Pitts Memorial	3,319,704	-	324,547	3,644,251
Clergy Retirement Security Program	58,863	-	215,882	274,745
Pensions	1,851	-	-	1,851
Healthflex	337,547	-	(253,855)	83,692
Total Pensions, Benefits and Health Insurance	3,933,952	-	305,416	4,239,368
Comprehensive School Clergy	12,656	-	-	12,656
Local Pastor's License School	3,710	-	(3,710)	-
Total Clergy Support	3,953,464	-	301,700	4,255,164
<b><u>Administration</u></b>				
Conference Journal	3,374	-	(6,015)	(2,641)
Miscellaneous Activity	92	-	3,161	3,253
Legal Fees Reserves	4,036	-	5,099	9,135
Discretionary Funds	925	-	(909)	16
Total Administration	8,427	-	1,336	9,763
<b><u>New and Revitalized Congregational Development</u></b>				
Church Extension	351,933	-	(12,147)	339,786
SGA Investment Fund	415,684	-	13,335	429,019
Kingdom Builders Club	327,178	-	(228,438)	98,740
New Congregational Supporters	12,804	-	3,987	16,791
Vision Promoters	16,882	-	2,827	19,709
New Congregation Planters	71,580	-	(71,580)	-
New Church Builders Fund	490,391	-	(53,838)	436,553
IOH - New Church Savannah	2,000	-	(1,000)	1,000
Land Sale	633,294	-	75,231	708,525
IOH - Savannah District Minister	14,112	-	7,232	21,344
Conference Trustee's Gift	200,000	-	(42,757)	157,243
Hispanic Ministries	14,363	-	(730)	13,633
Bishop's New Congregational Initiative	95,637	-	(60,062)	35,575
Total New and Revitalized Congregational Development	\$ 2,645,858	\$ -	\$ (367,940)	\$ 2,277,918

SOUTH GEORGIA CONFERENCE OF THE UNITED METHODIST CHURCH

SCHEDULE OF CHANGES IN NET ASSETS  
MODIFIED CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2008

	Net Assets Jan. 1, 2008	Change in Net Assets		Net Assets Dec. 31, 2008
		Budget Funds	Nonbudget Funds	
<b><u>TEMPORARILY RESTRICTED NET ASSETS</u></b>				
<b><u>Other Causes</u></b>				
Ministerial Education	\$ 4,322	\$ -	\$ (3,075)	\$ 1,247
South Georgia Conference Offices	17,939	-	579	18,518
Christian Education Sunday	13,267	-	1,611	14,878
Peace with Justice on Sunday	14,289	-	526	14,815
Golden Cross	85,281	-	(2,869)	82,412
Conference Advance Special	(62,739)	-	1,767	(60,972)
General Advance Special	36,144	-	(5,211)	30,933
Trustees Gift	-	-	9,217	9,217
District Operational and Program Fund	-	-	9,050	9,050
Native American Awareness	6,254	-	1,707	7,961
Strategic Ministry Fund	9,118	-	(6,969)	2,149
Faith Sharing	5,304	-	-	5,304
Relief Association	142,529	-	(19,016)	123,513
South Georgia Special Relief	22,993	-	(10,439)	12,554
AC 70 Club	7,000	-	-	7,000
Total Other Causes	2,947,559	-	(391,062)	2,556,497
Total Temporarily Restricted Net Assets	7,390,776	-	(145,994)	7,244,782
<b><u>UNRESTRICTED NET ASSETS</u></b>	4,081,997	(295,734)	(134,535)	3,651,728
<b>TOTAL NET ASSETS</b>	<b>\$ 11,472,773</b>	<b>\$ (295,734)</b>	<b>\$ (280,529)</b>	<b>\$ 10,896,510</b>