

Virginia Heights Baptist Church  
Finance/Investment Committee  
Guide to Understanding Church Financial Statements  
June, 2010

The Finance/Investment Committee, in order that the Congregation of the Virginia Heights Baptist Church may better understand the business and finance operations of the Church, has prepared this Guide to Understanding Church Financial Statements. It is the intent of the Committee that the Guide is a tool that may aid other Committees to better fulfill their responsibilities by explaining how the Church budget is developed, how income is received and recorded, how expenses may be incurred and recorded, and how these financial activities affect the ministry of the Church and related activities.

**Accounting System and Budgetary Controls:**

The Church has established a comprehensive internal control framework designed to both safeguard the assets of the Church against loss from unauthorized use or theft and to properly record and adequately document transactions in order to compile information for the presentation of the Church's basic financial statements in conformity with Generally Accepted Accounting Principals. Because the cost of internal controls should not outweigh their benefits, the Church's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement.

All financial and accounting records of the Church are currently maintained on the Quickbooks Pro 2009 Financial System. Quickbooks is a PC-based integrated financial management system supporting the base financial system as well as budgeting and payroll systems.

The Church has no current capital projects or debt.

**Cash Management:**

The Church utilizes the pooled cash concept in order to maximize investment flexibility and achieve the best possible investment return. The Church obtains the highest rate available by utilizing professional money managers. All equity account principal balances are invested in accordance with the Church's Endowment Trust and Memorial Funds policies. The objectives of these policies are to invest the maximum available funds while providing sufficient flexibility to meet cash requirements. Additionally, the policies strive to assure security of principal and to obtain the highest competitive yield on investments.

The Finance/Investment Committee meets monthly to evaluate investment performance and possible deposit and investment risks and associated mitigating measures.

## **Budget Development:**

The Finance/Investment Committee, with input from all Committees and staff, prepare annually a Church Operating Budget. The Budget is an estimate of the amounts required to operate the Church for a twelve-month period, defined to be January 1 to December 31, as well as the financial resources expected to be collected to provide funding for said operation.

Budgeted expense categories include, but are not limited to, Personnel Costs; Equipment, Buildings & Grounds; Cooperative Ministries; Program Ministries; Information Ministries; Service Ministries; Family Ministries; and Other Operating Costs. Revenues include Tithes & Offerings; Rental Income; Income from Investments; and Other Income.

Ideally, a budget should be developed for which anticipated revenues and expenses are equal. If it is anticipated that revenues will exceed expenses, a surplus may be budgeted for a budget year. If it is anticipated that expenses will exceed revenues for a budget year, the resulting budgeted deficit will of necessity need to be funded from available Church resources or borrowing from a third party. Deficit budgeting is not recommended, and cannot be maintained for an extended period of time.

## **Financial Statements:**

The Church issues monthly Financial Statements for review by the Finance/Investments Committee. Four basic statements are presented each month: the Statement of Financial Position; the Analysis of Revenues, Expenditures and Budget to Actual; the Cash Flow Statement; and the Bond Compendium.

The Statement of Financial Position (Balance Sheet) is a snapshot of the account balances of the Church as of a specific date. The Analysis of Revenues, Expenditures and Budget to Actual; the Cash Flow Statement; and the Bond Compendium are each statements of activity for a specified period of time.

Understanding the relationship between each of the statements will enable the reader to better evaluate the information being presented and to understand the relationship between stewardship, membership, ministry, and finances. This understanding may enable all Committees and staff to make informed and responsible decisions for efficient management of Church resources.

The following pages will present the financial statements and highlight the relationships between each statement and how the information may be followed from statement to statement.

## **Statement of Financial Position (Balance Sheet)**

The Statement of Financial Position, or more commonly known as the Balance Sheet, is a condensed statement that shows the financial position of the Church on a specific date, usually the last day of an accounting period. Among other items of information, the Balance Sheet states (1) what assets the Church owns, (2) how it paid for them, (3) what the Church owes (liabilities), and (4) what is the amount left after satisfying the liabilities (equity).

The Balance Sheet does not present information about the activity of the Church, but may reflect the results of the business activity as of the statement date insofar as how the activity may affect the assets, liabilities, and equity of the Church. The Balance Sheet is the only statement presented as part of the Virginia Heights Baptist Church monthly financial statement presentation that does not reflect activity for a specific period of time.

The Balance Sheet reflects the basic accounting premise that the Church's assets (represented by bank balances and investments), less the liabilities of the Church, result in the equity, or the residual value of the congregation's financial interest in the Church as a business entity. The statements are presented in a format that shows asset accounts equaling the total of the liability and equity accounts.

Two amounts are tied to statements of activity. The total cash balance listed in the assets section of the Balance Sheet must be the same amount that is reflected as the final cash balance for the Statement of Cash Flows, which will be presented later in this document.

Similarly, the retained earnings from operations account will reflect the net income or net loss for a specified period of time, but the account balance as of a specific period of time will also include earnings retained from prior periods, so the amount reflected will not normally be the same amount as the net income or loss reflected in the Statement of Revenues, Expenditures, and Budget to Actual.

The Balance Sheet reflects three separate funds: the Church Operating Fund, Designated Funds, and Equity Funds. The three funds are explained below.

### **Operating Fund**

The Operating, or General, Fund records the financial transactions for the day-to-day business operations of the Church. All revenues and expenses of the Church are processed through this fund. The Church Budget is the financial plan for the Operating Fund.

## **Designated Funds**

The Designated Funds are a series of proprietary accounts for which the Church is the financial custodian. The accounts have been established for specific purposes, and the use of the funds must comply with these purposes. Designated Funds are separate from the Operating Fund and are not reflected in the Operating Fund Budget.

## **Equity Funds**

Equity Funds, like designated funds, are a series of proprietary accounts which reflect assets received by the Church for specific purposes, and for which the Church is the financial custodian. The Equity Funds, however, are commonly established as endowed trusts, with more restrictions on the use of the funds than the designated series. The equity funds are typically invested in long-term investment accounts as governed by the Church's Endowment Trust Policy.

## **Understanding the Statement**

See the statement on Page 5.

The Asset accounts are listed first, with a total line for all assets. Liability and then equity accounts are listed after the assets, with the total of all liabilities and equities the same as the total for all assets.

The statement has three columns. The Operating Fund, the Designated Funds, and the Equity Funds are individually listed, with a total column for the combination of all funds and accounts at the right.

The Operating Fund column lists very few accounts. The Operating Fund balance sheet accounts consist of cash in the checking accounts, any unpaid payroll liabilities (amounts withheld for a payment date in the next month), and the retained earnings account, which reflects the net income or loss for the period just ended.

The Designated and Equity Fund columns reflect the cash balances and the offsetting equity accounts for each of the individual accounts. These funds are not part of the business operations of the Church, and do not show net income or losses.

The Church issues both a consolidated Statement of Financial Position, plus a more detailed Statement, each month.

**Virginia Heights Baptist Church**  
**Consolidated Statement of Financial Position**  
**As of March 31, 2010**

	<u>Operating</u>	<u>Designated</u>	<u>Equity</u>	<u>Total VHBC</u>
<b>ASSETS</b>				
<b>Current Assets</b>				
<b>Checking/Savings</b>				
Valley Bank - CAP	\$ 453.23	\$ 9,146.03	\$ -	\$ 9,599.26
Wachovia-CAP	1.00	15,968.97	-	15,969.97
Ayers Fund - Wells Fargo	-	-	104,023.78	104,023.78
Croy-Wright Fund - Wells Fargo	-	-	52,953.22	52,953.22
Fannie Eubank Fund-Wells Fargo	-	-	92,129.38	92,129.38
Hodnett Fund - Wachovia	-	-	100,422.23	100,422.23
Marion Ramsey Fund	-	-	41,000.33	41,000.33
Whitehead Fund	-	-	4,955.16	4,955.16
Endowment Trust Fund	-	-	498,684.17	498,684.17
<b>Total Checking/Savings</b>	<b>454.23</b>	<b>25,115.00</b>	<b>894,168.27</b>	<b>919,737.50</b>
<b>Total Current Assets</b>	<b>454.23</b>	<b>25,115.00</b>	<b>894,168.27</b>	<b>919,737.50</b>
<b>TOTAL ASSETS</b>	<b>\$ 454.23</b>	<b>\$ 25,115.00</b>	<b>\$ 894,168.27</b>	<b>\$ 919,737.50</b>
<b>LIABILITIES &amp; EQUITY</b>				
<b>Liabilities</b>				
<b>Current Liabilities</b>				
<b>Other Current Liabilities</b>				
Payroll Liabilities	\$ 4,319.13	\$ -	\$ -	\$ 4,319.13
<b>Total Other Current Liabilities</b>	<b>4,319.13</b>	<b>-</b>	<b>-</b>	<b>4,319.13</b>
<b>Total Current Liabilities</b>	<b>4,319.13</b>	<b>-</b>	<b>-</b>	<b>4,319.13</b>
<b>Total Liabilities</b>	<b>4,319.13</b>	<b>-</b>	<b>-</b>	<b>4,319.13</b>
<b>Equity</b>				
Funds Available-Approved Use	-	-	13,341.86	13,341.86
Funds Designated-Specific Use	-	25,115.00	-	25,115.00
Non-Budget Funds	-	-	880,826.41	880,826.41
Net Income	(3,864.90)	-	-	(3,864.90)
<b>Total Equity</b>	<b>(3,864.90)</b>	<b>25,115.00</b>	<b>894,168.27</b>	<b>915,418.37</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>\$ 454.23</b>	<b>\$ 25,115.00</b>	<b>\$ 894,168.27</b>	<b>\$ 919,737.50</b>

## **Analysis of Revenues, Expenditures and Budget to Actual (Income/Expense Statement)**

The Analysis of Revenues, Expenditures and Budget to Actual, or Income Statement, is a statement of activity for an accounting period of the Church's Operating Fund. The Income Statement is a summary of the Church's performance as reflected in the profitability (or lack of it) over a certain period of time. It itemizes the revenues and expenses during the period that led to the current profit or loss, and indicates what may be done to improve the results. In contrast to a balance sheet (which is a 'still photograph' taken at a certain time), an Income Statement is a 'movie' that depicts what happened over a month, quarter, or year. The statement shows the rate at which the equity of the church is changing for the better or worse. Along with the Balance Sheet and the Statement of Cash Flows, it forms the basic set of financial information required to manage the finances of the Church.

The proprietary 'Designated' and 'Equity' funds do not generate revenues and expenses for the Church, and statements of activity are not issued for those funds.

The Income Statement reflects the revenues and expenses of the church for a specific period of time. The excess of revenues over expenses for that period of time results in net income to the Church. The excess of expenses over revenues result in a net loss. As the accounting period ends, the amount of net income or net loss is added to or subtracted from the retained earnings of the Operating Fund, to result in the cumulative Retained Earnings reflected on the Balance Sheet as of the last day of the accounting period just ended.

### **Analysis of Revenues, Expenditures and Budget to Actual**

The Analysis of Revenues, Expenditures and Budget to Actual is a form of the Income Statement that reflects the monthly activity compared to the budget for just that month, as well as the year-to-date cumulative revenues and expenditures, compared to the budget level for the period January 1 to the ending date for the current accounting period. This presentation will enable the reader to see at a glance both the activity for the month just ended as well as the activity for the year so far, reflecting actual compared to budget, with the dollar variance and the percentage of budget received or expended.

The Analysis of Revenues, Expenditures and Budget to Actual is presented on page 7.

**VIRGINIA HEIGHTS BAPTIST CHURCH**  
**ANALYSIS OF REVENUES, EXPENDITURES, AND BUDGET TO ACTUAL**  
For the Month Ending  
March 31, 2010

	March 31, 2010				Year to Date 2010			
	CURRENT PERIOD ACTUAL	CURRENT PERIOD BUDGET	FAVOR (UNFAV.) VARIANCE	PERCENT VARIANCE	YTD ACTUAL	YTD BUDGET	FAVOR (UNFAV.) VARIANCE	PERCENT VARIANCE
<b>REVENUE</b>								
TITHES/OFFERINGS: PLEDGED	\$ 17,204.00	\$ 15,000	\$ 2,204	14.69%	\$ 53,377.50	\$ 45,000	\$ 8,378	18.62%
TITHES/OFFERINGS: UNPLEDGED	324.36	2,500	(2,176)	-87.03%	1,235.93	7,500	(6,264)	-83.52%
RENTAL INCOME (SCHOOL, ETC)	-	458	(458)	-100.00%	920.00	1,375	(455)	-33.09%
INCOME FROM INVESTMENTS	1,450.48	2,956	(1,505)	-50.93%	1,421.30	8,868	(7,446)	-83.97%
OTHER INCOME	-	-	-	0.00%	-	-	-	0.00%
<b>TOTAL REVENUES</b>	<b>\$ 18,978.84</b>	<b>\$ 20,914</b>	<b>\$ (1,935)</b>	<b>-9.25%</b>	<b>\$ 56,954.73</b>	<b>\$ 62,743</b>	<b>\$ (5,788)</b>	<b>-9.22%</b>
<b>EXPENDITURES</b>								
PERSONNEL COSTS	\$ 13,671.76	\$ 13,414	\$ (257)	-1.92%	\$ 40,794.81	\$ 40,243	\$ (552)	-1.37%
EQUIPMENT, BUILDING & GROUNDS	8,956.85	7,991	(966)	-12.09%	19,440.78	23,973	4,532	18.90%
COOPERATIVE MINISTRIES	-	833	833	100.00%	-	2,500	2,500	100.00%
PROGRAM MINISTRIES	736.28	1,392	655	47.09%	1,945.86	4,175	2,229	53.39%
INFORMATION MINISTRIES	129.70	504	374	74.27%	1,017.90	1,513	495	32.70%
SERVICE MINISTRIES	845.58	1,261	415	32.93%	1,978.85	3,782	1,804	47.68%
FAMILY MINISTRIES	-	342	342	100.00%	1,214.60	1,025	(190)	-18.50%
OTHER OPERATING COSTS	-	59	59	100.00%	141.65	176	35	19.63%
<b>TOTAL EXPENDITURES</b>	<b>\$ 24,340.17</b>	<b>\$ 25,796</b>	<b>\$ 1,455</b>	<b>5.64%</b>	<b>\$ 66,534.45</b>	<b>\$ 77,387</b>	<b>\$ 10,852</b>	<b>14.02%</b>
<b>NET OPERATING INCOME (LOSS)</b>	<b>\$ (5,361.33)</b>	<b>\$ (4,881)</b>	<b>\$ (480)</b>	<b>-3.61%</b>	<b>\$ (9,579.72)</b>	<b>\$ (14,644)</b>	<b>\$ 5,064</b>	<b>4.80%</b>
FUNDS REQUIRED TO BALANCE BUDGET	-	4,881	(4,881)	-100.00%	-	14,644	(14,644)	-100.00%
<b>CHANGE IN RETAINED EARNINGS</b>	<b>\$ (5,361.33)</b>	<b>\$ -</b>	<b>\$ (5,361)</b>		<b>\$ (9,579.72)</b>	<b>\$ -</b>	<b>\$ (9,580)</b>	

## Income/Expense Statement

The Consolidated Income/Expense Statement is a much simpler view of the information presented in the Analysis of Revenues, Expenditures and Budget to Actual. This view presents year-to-date activity only, comparing actual to budget for the period, and reflecting the percentage of the current year-to-date budget actually received or expended. A consolidated and an expanded statement are presented each month.

**Virginia Heights Baptist Church**  
**Consolidated Income/Expense Statement**  
**Budget vs Actual**  
**January Through March 2010**

	Jan - Mar 2010	Budget	% of Budget
<b>Ordinary Income/Expense</b>			
<b>Income</b>			
Budget Receipts	\$ 56,954.73	\$ 77,387	73.6%
<b>Total Income</b>	<b>56,954.73</b>	<b>77,387</b>	<b>73.6%</b>
<b>Expense</b>			
Personnel & Professional Fees	40,794.81	40,243	101.4%
Equipment, Building and Grounds	19,440.78	23,973	81.1%
Cooperative Ministries	-	2,500	0.0%
Program Ministries	1,945.86	4,175	46.6%
Information Ministries	1,017.90	1,513	67.3%
Service Ministries	1,978.85	3,782	52.3%
Family Ministries	1,214.60	1,025	118.5%
Miscellaneous	141.65	176	80.4%
<b>Total Expense</b>	<b>66,534.45</b>	<b>77,387</b>	<b>86.0%</b>
<b>Net Ordinary Income</b>	<b>(9,579.72)</b>	<b>-</b>	<b>100.0%</b>
<b>Net Income</b>	<b>\$ (9,579.72)</b>	<b>\$ -</b>	<b>100.0%</b>

## Income/Expense Statement – Previous Year Comparison

The Consolidated Income/Expense Statement – Previous Year Comparison in a similar fashion to the Income/Expense Statement presented above, presents year-to-date activity, but adds the prior year for comparison purposes. This statement provides the reader with a basis to judge how well or poorly the operations of the Church were for the same amount of time over a two-year span.

Only a consolidated version of the statement is presented each month.

**Virginia Heights Baptist Church**  
**Consolidated Income/Expense Statement**  
**Previous Year Comparison**  
**January Through March 2010**

	<u>Jan - Mar 2010</u>	<u>Jan - Mar 2009</u>	<u>\$ Change</u>	<u>% Change</u>
<b>Ordinary Income/Expense</b>				
<b>Income</b>				
<b>Budget Receipts</b>	\$ 56,954.73	\$ 58,267.03	\$ (1,312.30)	-2.25%
<b>Funds from Other Sources</b>	-	4,051.18	(4,051.18)	-100.0%
<b>Total Income</b>	<u>56,954.73</u>	<u>62,318.21</u>	<u>(5,363.48)</u>	<u>-8.61%</u>
<b>Expense</b>				
<b>Personnel &amp; Professional Fees</b>	40,794.81	40,692.35	102.46	0.25%
<b>Equipment, Building and Grounds</b>	19,440.78	21,959.58	(2,518.80)	-11.47%
<b>Program Ministries</b>	1,945.86	1,914.54	31.32	1.64%
<b>Information Ministries</b>	1,017.90	1,642.21	(624.31)	-38.02%
<b>Service Ministries</b>	1,978.85	2,830.03	(851.18)	-30.08%
<b>Family Ministries</b>	1,214.60	1,649.29	(434.69)	-26.36%
<b>Miscellaneous</b>	141.65	59.08	82.57	139.76%
<b>Total Expense</b>	<u>66,534.45</u>	<u>70,747.08</u>	<u>(4,212.63)</u>	<u>-5.95%</u>
<b>Net Ordinary Income</b>	<u>(9,579.72)</u>	<u>(8,428.87)</u>	<u>(1,150.85)</u>	<u>13.65%</u>
<b>Net Income</b>	<u><u>\$ (9,579.72)</u></u>	<u><u>\$ (8,428.87)</u></u>	<u><u>\$ (1,150.85)</u></u>	<u><u>13.65%</u></u>

## Statement of Cash Flows

The Statement of Cash Flows is the final activity statement for the Church. The statement summarizes the actual incomings and outgoings of cash in the Church over an accounting period (month, quarter, year). It answers the questions: 'Where did the money come from?' and 'Where did the money go?'

The accounting data is presented in three sections: (1) Operating activities (net income or loss and changes in liabilities), (2) investing activities, and (3) financing activities. Together, these activities show the overall (net) change in the Church's cash flow for the period the statement is prepared. The statement will reflect a final cash balance for the Church that is also shown on the Balance Sheet at the total Cash balance for the Church.

Virginia Heights Baptist Church  
Statement of Cash Flows  
Calendar Year-To-Date 2010

	Mar 2010	YTD 2010
<b>OPERATING ACTIVITIES</b>		
Net Income (Loss)	\$ (5,361.33)	\$ (9,579.72)
Adjustments to reconcile Net Income to net cash provided by operations:		
Payroll Liabilities: Payroll Taxes Payable	2,245.30	(1,166.50)
Payroll Liabilities: Annuity Payable	25.42	(187.56)
Payroll Liabilities: Dental Insurance Payable	(8.18)	(24.54)
Net cash provided by Operating Activities	(3,098.79)	(10,958.32)
<b>FINANCING ACTIVITIES</b>		
Funds Available-Approved Use:		
Ayers Fund Undistrib. Earnings	\$ (1,454.97)	\$ 0.54
CroyWright Undistrib. Earnings	703.18	703.27
Eubank Undistrib. Earnings	1,290.03	1,290.10
Hodnett Undistrib. Earnings	2.82	(203.66)
Ramsey Undistrib. Earnings	-	0.04
Endowment Trust Undistr Earning	564.29	(1,315.83)
Whitehead Undistrib. Earnings	0.04	0.13
Funds Designated-Specific Use:		
Angel Project-Powell River		(950.00)
Easter Lilies	\$ 130.00	130.00
Gifts to VHBC-Memorials	(850.00)	(850.00)
Global Missions	-	(5.00)
Lilly Grant for N. Harris	(79.14)	823.70
Lottie Moon	-	(1,193.00)
Ministry Fund for Assistance	100.00	60.00
Pastor's Health Insurance	403.21	-
Poinsettias	-	7.00
Special Music-Total: Special Music-Regular	-	(200.00)
Special Music-Total: Kroger Bucks for Special Music	139.85	405.88
Stacy Wolfe Mission Trip	(200.00)	-
State Mission	-	(1,000.00)
World Hunger	-	(160.00)
Youth Special	(24.70)	125.30
Non-Budget Funds:		
Ayers Fund Balance: Ayers - Unrealized gain/loss	-	(1,023.47)
Roger Hodnett Fund Balance: Roger Hodnett Fund Invested	-	283.26
Marion Ramsey Fund Balance: Marion Ramsey Fund Invested	(0.61)	(500,373.44)
Equity Trust Fund Balance: Equity Trust Fund Investments	(2,801.51)	497,926.06
Endowment Trust Fund Balance: Endowment Trust gain/loss	2,073.94	2,073.94
Net cash provided by Financing Activities	(3.57)	(3,445.18)
Net cash increase (decrease) for period	(3,102.36)	(14,403.50)
Cash at beginning of period	\$ 922,839.86	\$ 934,141.00
Cash at end of period	\$ 919,737.50	\$ 919,737.50

## Bond Compendium

The Bond Compendium is an informational statement that details the changes to the individual investments in the Equity Fund. It is not an Income Statement, as the Equity Fund does not generate revenues or expenses to the church. It does show, however, the changes in investment accounts, whether the changes be the purchase or sale of an investment, the addition of interest or dividend earnings to an investment account, or the distribution of investment principal or earnings to the Church for use in the Operating or another Fund.

It should be clarified that investment earnings may become income to the Church only at such time that the earnings are distributed, or transferred to the Operating Fund. Interest revenue will be recorded within the Operating Fund at the time that the distribution is deposited to the Operating Fund.

The multi-page statement is presented below and on the next page.

**Virginia Heights Baptist Church  
Bond Compendium  
For the Four Months Ended  
April 30, 2010**

<u>Account</u>	<u>Balance 1-Jan-2010</u>	<u>Balance 28-Feb-2010</u>	<u>Transactions Mar</u>	<u>Balance 31-Mar-2010</u>	<u>Transactions YTD</u>
<b>Ayers Fund - Wells Fargo</b>					
United Health Group Bonds - 6.0% Purch 2/10/2009	30,839.30	29,949.30		29,949.30	(890.00)
Bear Stearns Co IncomeNotes 7.40% Purch 2/19/08	25,012.50	-		-	(25,012.50)
Principal Life Inc 6.0% Dated 5/21/08	20,000.00	20,000.00		20,000.00	-
Lehman Brothers Holdings 6.250% Purch 2/14/2008	-	10,000.00		10,000.00	10,000.00
VerizonNew York Debenture 6.700% DTD 11/08/93	25,870.97	25,750.00		25,750.00	(120.97)
Bank of America 4.75% DTD 2/25/10	-	15,000.00		15,000.00	15,000.00
Ayers-cash sweep	3,323.94	4,779.45	(1,454.97)	3,324.48	0.54
<b>Total Ayers Fund - Wells Fargo</b>	<b>105,046.71</b>	<b>105,478.75</b>	<b>(1,454.97)</b>	<b>104,023.78</b>	<b>(1,022.93)</b>
<b>Croy-Wright Fund - Wells Fargo</b>					
General Electric Corp 5.25% Purch 11/7/08	46,749.56	46,749.56		46,749.56	-
Croy-Wright cash sweep	5,500.39	5,500.48	703.18	6,203.66	703.27
<b>Total Croy-Wright Fund - Wells Fargo</b>	<b>52,249.95</b>	<b>52,250.04</b>	<b>703.18</b>	<b>52,953.22</b>	<b>703.27</b>
<b>Fannie Eubank Fund-Wells Fargo</b>					
FME-Ford Motor 6.35%-4/2014	44,000.00	44,000.00		44,000.00	-
FME-Ford Motor 6.0%-3/2014	43,000.00	43,000.00		43,000.00	-
Fannie Eubank-cash-Wells Fargo	3,839.28	3,839.35	1,290.03	5,129.38	1,290.10
<b>Total Fannie Eubank Fund-Wells Fargo</b>	<b>90,839.28</b>	<b>90,839.35</b>	<b>1,290.03</b>	<b>92,129.38</b>	<b>1,290.10</b>
<b>Hodnett Fund - Wachovia/Wells Fargo</b>					
Wyandotte Cnty/KC KS 1.75% Due 8/1/12	-	25,161.25		25,161.25	25,161.25
Federal Home Loan Bank 2.5% Due 9/3/14	-	30,020.00		30,020.00	30,020.00
Cook County IL Cmnty High 3.198% Due 12/30/15	-	30,505.10		30,505.10	30,505.10
JP Morgan Chase 6.2% Cap XIV Due 10/15/34	-	14,735.88		14,735.88	14,735.88
Hodnett Fund-Sm Bus Hi Perf Mm	100,342.63	-		-	(100,342.63)
Hodnett Cash Sweep	-	(2.82)	2.82	-	0.00
<b>Total Hodnett Fund - Wachovia/Wells Fargo</b>	<b>100,342.63</b>	<b>100,419.41</b>	<b>2.82</b>	<b>100,422.23</b>	<b>79.60</b>
<b>Marion Ramsey Fund</b>					
Ramsey at SunTrust	286,997.67	-		-	(286,997.67)
Ramsey Savings at Wachovia	254,376.06	41,000.90	(0.61)	41,000.29	(213,375.77)
Ramsey Cash Sweep	-	0.04		0.04	0.04
<b>Total Marion Ramsey Fund</b>	<b>541,373.73</b>	<b>41,000.94</b>	<b>(0.61)</b>	<b>41,000.33</b>	<b>(500,373.40)</b>

**Virginia Heights Baptist Church  
Bond Compendium  
For the Four Months Ended  
April 30, 2010**

<u>Account</u>	<u>Balance 1-Jan-2010</u>	<u>Balance 28-Feb-2010</u>	<u>Transactions Mar</u>	<u>Balance 31-Mar-2010</u>	<u>Transactions YTD</u>
<b>Whitehead Fund</b>					
Whitehead Fund-Wach. Sec.	4,955.03	4,955.03	0.13	4,955.16	0.13
<b>Total Whitehead Fund</b>	<u>4,955.03</u>	<u>4,955.03</u>	<u>0.13</u>	<u>4,955.16</u>	<u>0.13</u>
<b>Endowment Trust Fund</b>					
General Electric Cap 2.8% Due 1/8/13	-	45,516.65		45,516.65	45,516.65
Wells Fargo 3.7% Due 10/1/14	-	45,803.30		45,803.30	45,803.30
Blackrock 3.5% Due 12/10/14	-	-	20,594.80	20,594.80	20,594.80
Diageo Finance 3.25% Due 1/15/15	-	45,809.15		45,809.15	45,809.15
Berkshire Hathaway 3.2% Due 2/11/15	-	45,562.10		45,562.10	45,562.10
Freddie Mac 3.0% Due 2/15/16	-	50,000.00		50,000.00	50,000.00
Bend, OR Ser A RZED 3.8% Due 6/1/17	-	35,131.25		35,131.25	35,131.25
Kansas St Dev Fin Auth 4.05% Due 11/1/17	-	45,342.50		45,342.50	45,342.50
Suntrust Bank 5.45% Due 12/1/17	-	44,793.05		44,793.05	44,793.05
St.Paul MN Taxable Str 4.2% Due 11/1/18	-	50,684.00		50,684.00	50,684.00
Ohio St Revitalization 5.181% Due 10/1/19	-	45,885.65		45,885.65	45,885.65
HSBC Finance Corp 6.0% Due 11/30/33	-	22,803.61		22,803.61	22,803.61
Endowment Trust Cash Sweep	-	21,516.19	(20,758.08)	758.11	758.11
<b>Total Endowment Trust Fund</b>	<u>-</u>	<u>498,847.45</u>	<u>(163.28)</u>	<u>498,684.17</u>	<u>498,684.17</u>
<b>Grand Total Equity Accounts</b>	<u>894,807.33</u>	<u>893,790.97</u>	<u>377.30</u>	<u>894,168.27</u>	<u>(639.06)</u>
<b>Monthly Activity</b>					
<b>Interest:</b>					
Ayers Fund			0.03		1,455.54
Croy-Wright Fund			703.18		703.27
Fannie Eubank Fund			1,290.03		1,290.10
Hodnett Fund			2.82		119.95
Marion Ramsey Fund			15.39		370.17
Whitehead Fund			0.13		0.13
Endowment Trust Fund			0.05		2.00
Total Interest			<u>2,011.63</u>		<u>3,941.16</u>
<b>Bank Fees:</b>					
Ayers Fund					1,023.47
Hodnett Fund					3.04
Marion Ramsey Fund			16.00		16.00
Endowment Trust Fund					1,882.07
Total Bank Fees			<u>16.00</u>		<u>2,924.58</u>
<b>Interest Transferred to Operating Funds:</b>					
Ayers Fund			1,455.00		1,455.00
Total Interest Transferred to Operating Funds			<u>1,455.00</u>		<u>1,455.00</u>
<b>Transfers:</b>					
Ayers Fund					
Bear Stearns					(25,000.00)
Lehman Brothers					10,000.00
Bank of America					15,000.00
Hodnett Fund					
Money Market					(100,459.54)
Bonds					100,459.54
Marion Ramsey Fund					
Ramsey at SunTrust					(287,073.72)
Ramsey Savings at Wachovia					(213,653.85)
Endowment Trust Fund					
Bonds			20,594.80		521,322.37
Cash Sweep			(20,758.13)		(20,758.13)
Net Transfers			<u>(163.33)</u>		<u>(163.33)</u>
<b>Grand Total Monthly Activity</b>			<u>377.30</u>		<u>(601.75)</u>