

Community of Christ

INTERNAL AUDIT REPORT

Mission Center Presidency and Conference
Midlands Mission Center
Community of Christ

We have reviewed the financial statements of Midlands Mission Center of Community of Christ for the year ended December 31, 2019. We have applied certain procedures, as described below, the purpose of which is to assist in evaluating the effectiveness of the internal control and in identifying any areas in which the accounting functions might not have captured all of the significant financial data. Additionally, these procedures are intended to meet the audit function required by the Presiding Bishopric's policies. This report is intended solely for the use of members of Midlands Mission Center and the World Church Presiding Bishopric, and it should not be distributed to anyone who is not associated through these bodies.

Among the procedures conducted were the following: 1) Verification of cash balances and investment balances, 2) Review of all asset, liability and equity accounts as recorded in the general ledger, 3) Tests of transactions through the year pertaining to cash receipts, disbursements and journal entries including examination of paid invoices for appropriate documentation.

In our opinion as internal auditors, in all material respects, except for the effect, if any, of circumstances identified in "**Notes to Financial Statements**," receipts and disbursements have been recorded and administered in accordance with appropriate accounting practices and approved budgets. The accompanying statements present fairly the financial position, the results of its operations and changes in fund balances of Midland Mission Center as of December 31, 2019.



Gary W. Dodson
Internal Audit
December 12, 2020

MIDLANDS MISSION CENTER
NOTES TO FINANCIAL STATEMENTS
December 31, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements have been prepared on the modified accrual basis of accounting. Certain operating expenses are not accrued at year-end, but are recorded when paid.

Land, buildings and equipment are recorded at acquisition cost. No provision has been made for depreciation.

The financial position of Central Avenue Center of Hope and Chihowa Retreat Center have been consolidated with the financial position of Midlands Mission Center.

NOTE 2 NOTE GUARANTEE

Center Place Campgrounds, Inc. is obligated on a note payable to the World Church for the cost of improvements at Lake Doniphan. Midlands Mission Center has taken action to guarantee fifteen percent of that note. Central Mission Center is guarantor for eighty-five percent which they have paid in full. This liability is recorded on the balance sheet of Center Place Campgrounds, Inc. The balance due at December 31, 2019 for the portion guaranteed by Midlands Mission Center is \$81,634.36. This variable rate note matures March 1, 2029.

MIDLANDS MISSION CENTER
Comparative Consolidated Statement of Financial Position
December 31, 2019 and 2018

ASSETS		2019	2018
Current Assets			
Cash on Hand and in Bank	\$	166,067.78	\$ 132,811.29
Investment in World Church Pool		319,116.61	283,388.97
Accounts Receivable		30,608.88	17,681.39
Prepaid Expenses		1,687.61	-
Total Current Assets		\$ 517,480.88	\$ 433,881.65
Property and Equipment			
Highlands Property		97,218.65	97,218.65
Chihowa Retreat Center		778,817.95	778,817.95
Central Avenue Center of Hope		432,353.00	432,353.00
Mt. Moriah Cemetery Lots		21,600.00	21,600.00
Total Property and Equipment		1,329,989.60	1,329,989.60
Total Assets		<u>\$ 1,847,470.48</u>	<u>\$ 1,763,871.25</u>
LIABILITIES AND FUND BALANCES			
Current Liabilities			
Accounts Payable		\$ 6,856.60	\$ 8,855.91
Fund Balances			
Operating Fund - Mission Center	\$	349,264.65	\$ 282,188.29
Operating Fund - Chihowa Retreat Center		(102,901.52)	(109,403.18)
Operating Fund - Central Avenue		26,637.21	(941.89)
Buildings and Grounds Equity - Mission Center		97,218.65	97,218.65
Buildings and Grounds Equity - Chihowa Retreat Center		778,817.95	778,817.95
Buildings and Grounds Equity - Central Avenue		432,353.00	432,353.00
Mission Center Reserve		210,192.74	226,419.58
Other Reserve and Agency Accounts		49,031.20	48,362.94
Total Fund Balances		1,840,613.88	1,755,015.34
Total Liabilities and Fund Balances		<u>\$ 1,847,470.48</u>	<u>\$ 1,763,871.25</u>

MIDLANDS MISSION CENTER
Comparative Statement of Financial Position
December 31, 2019 and 2018

ASSETS

	2019		2018
Current Assets			
Cash on Hand and in Bank	\$ 83,014.51		\$ 88,811.19
Investment in World Church Pool	<u>280,189.37</u>	363,203.88	<u>245,629.71</u>
			334,440.90
Accounts Receivable	17,745.62		13,645.72
Due from Central Avenue Center of Hope	35,402.75		35,868.24
Due from Camp Chihowa	164,011.97		158,468.58
Due from Doniphan Retreat Center	<u>12,525.00</u>		<u>-</u>
Total Current Assets		\$ 229,685.34	\$ 207,982.54
Property and Equipment			
Furniture and Equipment	-		-
Highlands Property	97,218.65		97,218.65
Mt. Moriah Cemetery Lots	<u>21,600.00</u>		<u>21,600.00</u>
Total Property and Equipment		<u>118,818.65</u>	<u>118,818.65</u>
Total Assets		<u>\$ 711,707.87</u>	<u>\$ 661,242.09</u>

LIABILITIES AND FUND BALANCES

Current Liabilities			
Accounts Payable		\$ 6,000.63	\$ 7,052.63
Fund Balances			
Operating Fund - Mission Center	\$ 349,264.65		\$ 282,188.29
Buildings and Grounds Equity - Mission Center	97,218.65		97,218.65
Mission Center Reserve	210,192.74		226,419.58
Other Reserve and Agency Accounts	<u>49,031.20</u>		<u>48,362.94</u>
Total Fund Balances		<u>705,707.24</u>	<u>654,189.46</u>
Total Liabilities and Fund Balances		<u>\$ 711,707.87</u>	<u>\$ 661,242.09</u>

MIDLANDS MISSION CENTER
Comparative Statement of Operations
Years Ended December 31, 2019 and 2018

	2019 Budget	2019	2018
Receipts			
Congregational Support	\$ 160,000.00	\$ 161,636.92	\$ 162,432.41
Contributions	6,800.00	4,999.00	10,343.80
Investment Earnings	8,100.00	42,173.77	(13,274.67)
Other Income	-	-	7.16
Total Receipts	<u>174,900.00</u>	<u>208,809.69</u>	<u>159,508.70</u>
Disbursements			
Program Ministries			
Communications	400.00	104.04	314.68
Leadership	1,500.00	-	721.92
Outreach Ministries	6,750.00	933.99	696.21
Total Programming	<u>8,650.00</u>	<u>1,038.03</u>	<u>1,732.81</u>
Administration			
Equipment Maintenance	500.00	91.93	393.65
Insurance	1,350.00	901.00	1,081.00
Office Expense	1,200.00	789.76	925.61
Office Supplies	1,500.00	260.66	1,094.48
Licensing	1,500.00	1,246.12	1,170.30
Mileage	300.00	-	212.40
Utilities	3,000.00	3,000.00	3,000.00
Postage	900.00	562.73	656.21
Printing	3,500.00	2,785.89	2,695.86
Professional Fees	900.00	468.39	800.00
Bank Charges	100.00	-	35.00
Telephone	1,000.00	1,178.90	958.08
Furniture & Equipment	-	-	1,019.00
Total Administration	<u>15,750.00</u>	<u>11,285.38</u>	<u>14,041.59</u>
Human Resources			
Salaries and Benefits	122,500.00	84,059.92	97,081.56
Total Human Resources	<u>122,500.00</u>	<u>84,059.92</u>	<u>97,081.56</u>
Other			
Camperships	4,000.00	4,000.00	4,000.00
Doniphan Loan Payment Support	11,350.00	11,350.00	11,350.00
Miscellaneous	-	30,000.00	1,115.00
Total Other	<u>15,350.00</u>	<u>45,350.00</u>	<u>16,465.00</u>
Total Disbursements	<u>\$ 162,250.00</u>	<u>141,733.33</u>	<u>129,320.96</u>
Net Receipts		67,076.36	30,187.74
Operating Fund Balance - Beginning		282,188.29	252,000.55
Operating Fund Balance - Ending		<u>\$ 349,264.65</u>	<u>\$ 282,188.29</u>

**MIDLANDS MISSION CENTER
Mission Center Reserve Fund
Year Ended December 31, 2019**

Balance - January 1, 2019	226,419.58
Transfer from Operating	11,350.00
Doniphan Loan Payments	<u>(27,576.84)</u>
Balance - December 31, 2019	<u><u>\$ 210,192.74</u></u>

**Other Reserves and Agency Accounts
Year Ended December 31, 2019**

Unallocated Earnings	\$ 28,538.76
Women's Weekend Retreat	2,623.42
Youth Activities	16,058.39
Youth Camperships	6,527.06
Sr High Travel Camp/Historic Caravan	27,733.36
Chihowa Reunion	(14,370.02)
Doniphan Reunion	(24,943.78)
Chihowa Fund Drive	350.00
Self Supporting Activities	<u>6,514.01</u>
	<u><u>\$ 49,031.20</u></u>