

**WISCONSIN EVANGELICAL LUTHERAN
SYNOD KINGDOM WORKERS, INC.**

FINANCIAL STATEMENTS

DECEMBER 31, 2016

**WISCONSIN EVANGELICAL LUTHERAN
SYNOD KINGDOM WORKERS, INC.**
December 31, 2016

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Wisconsin Evangelical Lutheran Synod Kingdom Workers, Inc.
Wauwatosa, Wisconsin

We have audited the accompanying financial statements of Wisconsin Evangelical Lutheran Synod Kingdom Workers, Inc. (the Organization), which comprise the statement of financial position as of December 31, 2016, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

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 the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Organization's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Wisconsin Evangelical Lutheran Synod Kingdom Workers, Inc. as of December 31, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Financial Information

We have previously audited Wisconsin Evangelical Lutheran Synod Kingdom Workers, Inc.'s 2015 financial statements as of and for the year ended December 31, 2015, and our report dated April 9, 2015, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized financial information presented herein, is consistent, in all material respects, with the audited financial statements from which it has been derived.



Certified Public Accountants

Green Bay, Wisconsin

April 6, 2017

FINANCIAL STATEMENTS

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

STATEMENT OF FINANCIAL POSITION

December 31, 2016

(With Summarized Financial Information as of December 31, 2015)

ASSETS	<u>2016</u>	<u>2015</u>
<u>Current assets</u>		
Cash and cash equivalents	\$ 501,098	\$ 469,425
Contributions and grants receivable	69,182	219,918
Other receivables	9,547	6,558
Investments	914,536	909,507
Prepaid expenses	<u>207,298</u>	<u>41,783</u>
Total current assets	1,701,661	1,647,191
Property and equipment, net	<u>74,839</u>	<u>83,695</u>
Total assets	<u>\$ 1,776,500</u>	<u>\$ 1,730,886</u>
 <u>LIABILITIES AND NET ASSETS</u>		
<u>Current liabilities</u>		
Accounts payable	\$ 25,774	\$ 16,390
Current portion of capital lease obligation	2,982	2,677
Deferred revenue	80,883	-
Other liabilities	<u>1,176</u>	<u>596</u>
Total current liabilities	110,815	19,663
Capital lease obligation, less current portion	<u>4,209</u>	<u>7,191</u>
<u>Net assets</u>		
Unrestricted	806,894	895,677
Temporarily restricted	844,597	798,437
Permanently restricted	<u>9,985</u>	<u>9,918</u>
Total net assets	<u>1,661,476</u>	<u>1,704,032</u>
Total liabilities and net assets	<u>\$ 1,776,500</u>	<u>\$ 1,730,886</u>

See notes to financial statements.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2016

(With Summarized Financial Information for the Year Ended December 31, 2015)

	Unrestricted	Temporarily Restricted	Permanently Restricted	Totals	
				2016	2015
<u>Support and other revenue</u>					
Contributions and grants	\$ 1,159,849	\$ 851,315	\$ 67	\$ 2,011,231	\$ 2,052,984
Contributions promised	-	57,849	-	57,849	-
Convention sponsors and grants	-	110,600	-	110,600	80,444
Donated services	103,869	4,500	-	108,369	65,056
Donated assets	15,782	-	-	15,782	-
Rent income	40,373	-	-	40,373	39,398
Investment and interest income	38,008	-	-	38,008	4,674
Other income	4,062	8,133	-	12,195	16,003
Loss on disposal of assets	-	-	-	-	(5,278)
Net assets released from donor restrictions	<u>986,237</u>	<u>(986,237)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total support and other revenue	<u>2,348,180</u>	<u>46,160</u>	<u>67</u>	<u>2,394,407</u>	<u>2,253,281</u>
<u>Expenses</u>					
Program services	1,565,609	-	-	1,565,609	1,765,753
Supporting activities:					
Management and general	379,905	-	-	379,905	306,671
Fundraising	<u>491,449</u>	<u>-</u>	<u>-</u>	<u>491,449</u>	<u>315,359</u>
Total expenses	<u>2,436,963</u>	<u>-</u>	<u>-</u>	<u>2,436,963</u>	<u>2,387,783</u>
Change in net assets	<u>(88,783)</u>	<u>46,160</u>	<u>67</u>	<u>(42,556)</u>	<u>(134,502)</u>
<u>Net assets</u>					
Beginning of year	<u>895,677</u>	<u>798,437</u>	<u>9,918</u>	<u>1,704,032</u>	<u>1,838,534</u>
End of year	<u>\$ 806,894</u>	<u>\$ 844,597</u>	<u>\$ 9,985</u>	<u>\$ 1,661,476</u>	<u>\$ 1,704,032</u>

See notes to financial statements.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended December 31, 2016

(With Summarized Financial Information for the Year Ended December 31, 2015)

	<u>Supporting Activities</u>			<u>Totals</u>	
	<u>Program Services</u>	<u>Management</u>	<u>Fund- Raising</u>	<u>2016</u>	<u>2015</u>
		<u>and General</u>			
Salaries and wages	\$ 675,621	\$ 156,511	\$ 251,304	\$ 1,083,436	\$ 885,587
In-kind services	49,868	-	-	49,868	65,056
Employee benefits	217,541	33,802	48,115	299,458	255,043
Employee training	9,818	1,637	350	11,805	22,227
Contracted services	77,257	1,480	3,910	82,647	61,011
Rent expense	55,969	65,206	24,239	145,414	150,624
Travel and meals	233,712	11,757	18,968	264,437	301,926
Office expense	76,439	19,073	72,809	168,321	152,514
Accounting and audit	-	13,169	-	13,169	13,881
Legal expense	960	20,273	-	21,233	11,052
Public relations	15,208	3,865	60,780	79,853	26,141
Computer expense	20,915	17,851	10,052	48,818	40,933
Maintenance and supplies	27,101	480	136	27,717	37,085
Utilities	2,627	-	-	2,627	4,261
Insurance	15,897	1,264	76	17,237	27,235
Meetings	8,826	15,898	78	24,802	16,831
CLE event	-	-	-	-	198,909
Depreciation	17,361	16,726	622	34,709	34,660
Interest expense	938	13	-	951	1,213
Miscellaneous	<u>59,551</u>	<u>900</u>	<u>10</u>	<u>60,461</u>	<u>81,594</u>
Total functional expenses	<u>\$ 1,565,609</u>	<u>\$ 379,905</u>	<u>\$ 491,449</u>	<u>\$ 2,436,963</u>	<u>\$ 2,387,783</u>

See notes to financial statements.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2016

(With Summarized Financial Information for the Year Ended December 31, 2015)

	<u>Totals</u>	
	<u>2016</u>	<u>2015</u>
<u>Cash flows from operating activities</u>		
Change in net assets	\$ (42,556)	\$ (134,502)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	34,709	34,660
Gain on disposal of fixed assets	-	5,278
Net (gain) or loss on investments	(26,156)	1,611
Changes in operating assets and liabilities:		
Contributions and grants receivable	150,736	278,082
Other receivables	(2,989)	(6,010)
Prepaid expenses	(165,515)	41,478
Accounts payable	9,384	(5,393)
Deferred revenue	80,883	(38,011)
Other liabilities	<u>580</u>	<u>(118)</u>
Net cash provided by operating activities	<u>39,076</u>	<u>177,075</u>
<u>Cash flows from investing activities</u>		
Purchase of property and equipment	(10,071)	(7,629)
Sale of campers	-	700
Insurance proceeds	-	5,208
Purchase of investments	(678,431)	(456,174)
Sale of investments	<u>683,776</u>	<u>200,000</u>
Net cash used for investing activities	<u>(4,726)</u>	<u>(257,895)</u>
<u>Cash flows from financing activities</u>		
Repayment of capital lease obligation	<u>(2,677)</u>	<u>(2,404)</u>
<u>Cash and cash equivalents</u>		
Net increase (decrease)	31,673	(83,224)
Beginning	<u>469,425</u>	<u>552,649</u>
Ending	<u>\$ 501,098</u>	<u>\$ 469,425</u>
<u>Supplementary cash flow information</u>		
Cash paid for interest	<u>\$ 938</u>	<u>\$ 1,213</u>
<u>Noncash investing and financing activities</u>		
Noncash property and equipment addition with capital lease	<u>\$ 15,782</u>	<u>\$ -</u>

See notes to financial statements.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS
For the Year Ended December 31, 2016

Note 1 - Nature of activities and significant accounting policies

A. Nature of activities

Wisconsin Evangelical Lutheran Synod Kingdom Workers, Inc. (Organization) is a not-for-profit organization whose mission is to share the gospel of Jesus Christ with all people. The Organization serves churches and communities in the United States of America and abroad by providing support for various volunteer programs. The Organization works with three major ministries of Faith in Action, Builders for Christ and the Lutheran Health Alliance. The Organization is primarily supported through contribution and grants. Approximately 35% of its contributions and grants for the year ended December 31, 2016 were from one contributor.

B. Basis of accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting, and accordingly, reflect all significant receivables, payables, and other liabilities.

C. Basis of presentation

The Organization is required to report information regarding its financial position and its activities in the following three classes of net assets:

Unrestricted net assets - net assets that are neither temporarily nor permanently restricted by donor-imposed stipulations.

Temporarily restricted net assets - net assets that result from contributions whose use by the Organization is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Organization pursuant to those stipulations.

Permanently restricted net assets - net assets resulting from contributions whose use by the Organization is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled and removed by actions of the Organization.

D. Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

E. Cash and cash equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid instruments with an initial maturity of three months or less to be cash equivalents.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS, CONTINUED
Year Ended December 31, 2016

Note 1 - Nature of activities and significant accounting policies, continued

F. Contributions and grants receivable

Unconditional promises to give are recognized as revenue in the period the promise is received. Conditional contributions receivable are recognized only when the conditions on which they depend are substantially met. The Organization considers all contributions receivable to be fully collectible; accordingly, no allowance for doubtful accounts is required. The Organization received a conditional promise to give of \$25,000 for the year ended December 31, 2016. The promise to give is conditional on the Organization raising matching gifts from new donors and previous one-time donors becoming recurring donors.

G. 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. Quoted market prices in active markets are used as the basis for measurement. Unrealized gains and losses are included in change in net assets in the statement of activities.

H. Property and equipment and depreciation

All acquisitions and improvements of property and equipment in excess of \$1,000 are capitalized while all expenditures for repairs and maintenance that do not materially prolong the useful lives of assets are expensed. Purchased property and equipment is carried at cost. Donated property and equipment is carried at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets.

I. Deferred revenue

Fees received in advance for upcoming events are recorded as liabilities. The fees will be recognized as revenue in the period the event occurs. Costs incurred related to upcoming events are included in prepaid expenses until the event occurs.

J. Contribution recognition

Unconditional contributions are recognized as revenue when they are promised or received, as applicable, and are available for unrestricted use unless specifically restricted by donor. Contributions that are restricted by the donor are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS, CONTINUED
Year Ended December 31, 2016

Note 1 - Nature of activities and significant accounting policies, continued

J. Contribution recognition, continued

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Donated services recognized as revenue for the year ended December 31, 2016 was \$49,868. The corresponding expense is shown in the statement of functional expenses as in-kind services for \$49,868. This entire amount is included in program services on the statement of functional expenses. In addition to the services recognized as revenue, numerous volunteers of the Organization provided services throughout the year that have not been recognized as contributions in the financial statements since the recognition criteria were not met. The Organization estimates 88,998 volunteer hours were contributed during the year ended December 31, 2016 that contributed to carrying out the valuable mission of the Organization.

K. Investment income

Investment income and gains restricted by donors are reported as increases in unrestricted net assets if the restrictions are met (either a stipulated time period ends or a purpose restriction is accomplished) in the reporting period in which the income and gains are recognized.

L. Functional allocation of expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the program services and supporting activities benefited.

M. Income tax status

The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organization's tax-exempt purpose is subject to taxation as unrelated business income. The Organization had no unrelated business taxable income for the year ended December 31, 2016. In addition, the Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(1). The Organization is also exempt from Wisconsin income taxes.

Penalties and interest assessed by income taxing authorities are included in management and general expenses, if applicable. The Organization had no interest and penalties related to income taxes for the year ended December 31, 2016. The Organization's federal returns are subject to examination generally for three years after they are filed and their state returns are subject to examination generally for four years after they are filed.

N. Subsequent events

The Organization has evaluated events and transactions for potential recognition of disclosure in the financial statements through April 6, 2017, the date on which the financial statements were available to be issued.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS, CONTINUED
Year Ended December 31, 2016

Note 2 - Concentration of credit risk

The Organization maintains its cash accounts at two financial institutions. Aggregate deposits are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Organization's cash deposits may exceed this insured limit at times during the year. The Organization has not experienced any losses in these accounts. Management believes the Organization is not exposed to any significant credit risk on cash.

Note 3 - Investments

Investments consist of the following at December 31, 2016:

Cash and equivalents	\$ 16,246
Church Extension Fund (CEF) saving certificates	374,701
Equities mutual funds	306,203
Corporate Bonds	<u>217,386</u>
	<u>\$ 914,536</u>

Investment income for the year ended December 31, 2016 consists of the following:

Net realized and unrealized gain	\$ 26,156
Interest and dividends	<u>11,750</u>
	<u>\$ 37,906</u>

Note 4 - Endowment funds

In 2015, the Organization received a gift in the form of a term endowment. The endowment is governed by the Wisconsin Uniform Prudent Management of Institutional Funds Act. At February 29, 2016, the endowment consists of investments in a money market deposit account, mutual funds, and equity securities, and is accompanied by donor restrictions. The endowment permits the Organization to expend both principal and investment income on specific programs produced by Wisconsin Evangelical Lutheran Synod Kingdom Workers, Inc. Unexpended funds are reported as a component of unrestricted net assets.

The investment and spending policies for endowment assets are intended to provide a consistent source of funding to specific programs while maintaining a reasonable rate of return on endowment assets over the long-term. Endowment assets are invested in a well-diversified portfolio, which consists of cash, bonds and equity securities.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS, CONTINUED
Year Ended December 31, 2016

Note 4 - Endowment funds, continued

Expenditures from endowment funds are determined annually based on an approved percentage of the fair market value of the funds. The fair market value of the Trust are determined by averaging the value of the Trust on December 31 for the past three years. Investment income is credited to the endowment corpus. Annual distributions may not exceed actual amounts expended by Wisconsin Evangelical Lutheran Synod Kingdom Workers, Inc. in connection to the working capital needs of the organization, and shall consist of at least 3% to 5% percent of the average value of the fund over a fiscal year ending December 31. If the income in any year exceeds the minimum threshold amount, all income may be expended in accordance with donor restrictions.

Donor restricted endowment assets are as follows as of December 31, 2016:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets at fair market value, beginning of year	\$ -	\$ -	\$ 9,918	\$ 9,918
Contributions	96,405	-	67	96,472
Interest and dividends	1,691	-	-	1,691
Realized and unrealized gain	8,374	-	-	8,374
Net assets released from restrictions	<u>(383)</u>	-	-	<u>(383)</u>
Endowment net assets at fair value, end of year	<u>\$ 106,087</u>	<u>\$ -</u>	<u>\$ 9,985</u>	<u>\$ 116,072</u>

Note 5 - Property and equipment, net

Property and equipment consists of the following at December 31, 2016:

Leasehold improvements	\$ 38,482
Buildings for Christ equipment and vehicles	57,731
Malawi vehicles	70,919
Office furniture and equipment	<u>72,935</u>
	240,067
Less accumulated depreciation	<u>165,228</u>
	<u>\$ 74,839</u>

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS, CONTINUED
Year Ended December 31, 2016

Note 6 - Capital lease obligation

The Organization has a capital lease agreement for a copier. The economic substance of the lease is that the Organization is financing the acquisition of the asset through the lease, and accordingly, it is recorded in the Organization's assets and liabilities. The following is an analysis of the leased asset included in property and equipment at December 31, 2016:

Office equipment	\$ 14,000
Accumulated depreciation	<u>(7,700)</u>
	<u>\$ 6,300</u>

The following is a schedule by years of the future minimum payments required under the lease together with their present value as of December 31, 2016:

<u>Year Ending</u> <u>December 31,</u>	
2017	\$ 3,615
2018	3,615
2019	<u>904</u>
Total minimum lease payments	8,134
Less amount representing interest	<u>(943)</u>
Present value of minimum lease payments	<u>\$ 7,191</u>

Note 7 - Board designated unrestricted net assets

The Organization's Board of directors has chosen to place a limitation on unrestricted net assets as of December 31, 2016 as follows:

Unrestricted net assets	
Board designated:	
Contribution matching	\$ 5,292
Reserve	79,860
Evaluation	45,000
Endowment	106,087
Designated for property and equipment	74,839
Undesignated	<u>495,816</u>
Total unrestricted net assets	<u>\$ 806,894</u>

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS, CONTINUED
Year Ended December 31, 2016

Note 8 - Temporarily and permanently restricted net assets

Temporarily and permanently restricted net assets as of December 31, 2016 consist of the following:

Temporarily restricted net assets:

Purpose restrictions:

Apache missions	\$ 180,143
Builders For Christ	89,555
Chile missions	19,321
Convention	81,412
Malawi missions	70,401
Mozambique missions	11,275
Southeast Asia missions	100,632
Zambia missions	5,835
Home missions	11,600
Other missions	84,731
Disaster relief	13,507
Evangelism mentoring teams	2,648
Media resources	10,539
RMT	67,386
Travel/Canvass/Witness	17,764
Foundation support fund	20,000

Time restriction:

Contributions and grants receivable	<u>57,848</u>
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\$ 844,597

Permanent restricted net assets:

Endowment

Donor restricted contributions	<u>\$ 9,985</u>
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WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS, CONTINUED
Year Ended December 31, 2016

Note 9 - Operating lease

The Organization leases its office space under an operating lease. The lease term extends through November 30, 2017. The Organization also leases two living spaces in Malawi under operating leases. These lease terms extend through April 2016. Future minimum lease payments under operating leases that have remaining terms in excess of one year as of December 31, 2016, are:

Year Ending <u>December 31,</u>	
2017	\$ <u>120,733</u>

Total rent expense for the year ended December 31, 2016 was \$145,414.

The Organization subleases its office space under two operating lease agreements. The lease terms extend through November 30, 2017. Rental income under these leases was \$40,373 for the year ended December 31, 2016. The leases presently provide for remaining gross lease income during the lease term as follows:

Year Ending <u>December 31,</u>	
2017	\$ <u>34,363</u>

Note 10 - Retirement plan

The Organization has a 403(b) plan called the Shepherd Plan. The plan covers employees who work more than 30 hours per week. Contributions to the plan consist of salary reduction elections by the employee and \$2,496 per fulltime employee contributed by the Organization. Total expense for the retirement plan in 2016 was \$56,089.

WISCONSIN EVANGELICAL LUTHERAN SYNOD KINGDOM WORKERS, INC.

NOTES TO FINANCIAL STATEMENTS, CONTINUED
Year Ended December 31, 2016

Note 11 - Fair value measurements

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Accounting standards have established a hierarchy of valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 consists of unadjusted quoted prices in active markets for identical assets, Level 2 consists of inputs observable in the marketplace other than quoted prices in active markets for identical assets, and Level 3 consists of significant inputs unobservable in the marketplace.

The following are the major categories of assets measured at fair value on a recurring basis as of December 31, 2016.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money market funds	\$ 16,246	\$ -	\$ -	\$ 16,246
Church Extension Fund (CEF) saving certificates	-	374,701	-	374,701
Equities mutual funds:				
Domestic	185,879	-	-	185,879
International	120,324	-	-	120,324
Fixed income securities:				
Corporate Bonds	<u>-</u>	<u>217,386</u>	<u>-</u>	<u>217,386</u>
	<u>\$ 322,449</u>	<u>\$ 592,087</u>	<u>\$ -</u>	<u>\$ 914,536</u>