FLORIDA CONFERENCE OF SEVENTH-DAY ADVENTISTS

AND

FLORIDA CONFERENCE ASSOCIATION OF SEVENTH-DAY ADVENTISTS, INC.

FINANCIAL STATEMENTS

December 31, 2021 and 2020

General Conference Auditing Service
Delivering Excellence!

AUDITOR'S REPORT

To the Executive Committee
Florida Conference of Seventh-day Adventists and
The Board
Florida Conference Association of Seventh-day Adventists, Inc.
Altamonte Springs, Florida

Opinion

We have audited the combined special-purpose unconsolidated financial statements of Florida Conference of Seventh-day Adventists and Florida Conference Association of Seventh-day Adventist, Inc. (Organizations), which comprise the combined special-purpose unconsolidated statements of financial position as at December 31, 2021 and 2020, and the combined special-purpose unconsolidated statements of changes in net assets, and combined special-purpose unconsolidated statements of cash flows for the years then ended, and notes to the combined special-purpose unconsolidated financial statements, including a summary of significant accounting policies.

In our opinion, as auditors of the General Conference of Seventh-day Adventists, the accompanying combined special-purpose unconsolidated financial statements present fairly, in all material respects, the combined special-purpose unconsolidated financial position of the Organizations, as at December 31, 2021 and 2020, and its combined special-purpose unconsolidated financial performance and its combined special-purpose unconsolidated cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America (GAAP) adopted by the Seventh-day Adventist denomination.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS), except the ethical requirement for the appearance of independence. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Combined Special-Purpose Unconsolidated Financial Statements section of our report. We are independent of the Organizations in accordance with the ethical requirements that are relevant to our audits of the combined special-purpose unconsolidated financial statements in the United States of America, and we have fulfilled our other ethical responsibilities in accordance with these requirements, except the ethical requirement for the appearance of independence, because of our affiliation with the Seventh-day Adventist denomination. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 12 to the combined special-purpose unconsolidated financial statements, which describes the basis of accounting. The combined special-purpose unconsolidated financial statements were prepared to present the financial statements of the Organizations as a parent organization only, and not consolidating the accounts and activity of related entities, and to present the major portion of the financial statements, excluding the accounts and activity of a department. As a result, these combined special-purpose unconsolidated financial statements are not intended to be a complete presentation of the Organizations' assets, liabilities, revenues, and expenses, in accordance with GAAP adopted by the Seventh-day Adventist denomination. Our report is intended solely for the information and use of the officers of the Organizations, their financial audit review committee, their governing committees, and the officers and their designees of higher denominational organizations and should not be distributed to or used by other than specified parties. Our opinion is not modified with respect to this matter.

Other Matter

In connection with our audits, we have issued a report dated June 21, 2022 regarding compliance with the Working Policy of the General Conference of Seventh-day Adventists, North American Division.

Responsibilities of Management and Those Charged with Governance for the Combined Special-Purpose Unconsolidated Financial Statements

Management is responsible for the preparation and fair presentation of the combined special-purpose unconsolidated financial statements in accordance with GAAP adopted by the Seventh-day Adventist denomination, except for the requirements to include the entire entity and consolidate other entities that qualify for consolidation, and for the design, implementation, and maintenance of internal controls as management determines is necessary to enable the preparation and fair presentation of the combined special-purpose unconsolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the combined special-purpose unconsolidated financial statements, management is responsible for assessing the Organizations' ability to continue as a going concern for the next year, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organizations or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organizations' financial reporting process.

Auditor's Responsibilities for the Audit of the Combined Special-Purpose Unconsolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the combined special-purpose unconsolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. Risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

As part of an audit in accordance with GAAS, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

• Identify and assess the risks of material misstatement of the combined special-purpose unconsolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the combined special-purpose unconsolidated financial statements.

• Obtain an understanding of internal control relevant to the audit 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 Organizations' internal control. Accordingly, no such opinion is expressed.

• Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

• Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organizations' ability to continue as a going concern for a reasonable period of time. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organizations to cease to continue as a going concern.

• Evaluate the overall presentation, structure and content of the combined special-purpose unconsolidated financial statements, including the disclosures, and whether the combined special-purpose unconsolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, and certain internal control-related matters, including any material weaknesses and significant deficiencies in internal control that we identify during our audit.

General Conference Auditing Service

June 21, 2022

FLORIDA CONFERENCE OF SEVENTH-DAY ADVENTISTS,
FLORIDA CONFERENCE ASSOCIATION OF SEVENTH-DAY ADVENTISTS, INC.
Combined Special-Purpose Unconsolidated Statements of Financial Position; Page 1 of 2
December 31, 2021 and 2020

ASSETS	**FL Conf. Operating Fund**	**Insurance Fund**	**Locally Funded Employees Fund**	**FL Conf. Plant Funds**	**Camp Ministries Operating Fund**	**Camp Ministries Plant Fund**	**Church and School Properties Fund**	**FL Conf. Other Funds**	**2021* Total**	**2020* Total**
Current assets										
Cash and cash equivalents (Note 2)	$ 11,017,194	352,068	-	-	705,394	-	-	-	12,074,656	10,021,999
Cash held for agency (Note 2)	105,251	-	-	-	-	-	-	-	105,251	75,188
Investments (Note 3)	4,445,142	3,559,620	-	-	-	-	-	-	8,004,762	2,335,439
Accounts receivable, net (Note 4)	11,920,303	-	737,188	-	19,537	-	-	-	12,677,028	15,435,601
Notes and loans receivable										
- current portion (Note 5)	1,724,485	1,485,163	-	-	-	-	-	-	3,209,648	5,554,984
Inventories and prepaid expense	1,839,654	-	-	-	527,817	-	-	-	2,367,471	2,217,916
Inter-fund receivables	-	583,433	-	-	-	-	-	-	-	-
Total current assets	31,052,029	5,980,284	737,188	-	1,252,748	-	-	-	38,438,816	35,641,127
Land, buildings, and equipment, net										
For use by conference, net (Note 6)	-	-	-	19,202,947	-	-	-	-	19,202,947	19,596,546
For use by academies, net (Note 6)	-	-	-	5,392,821	-	-	-	-	5,392,821	5,392,821
For use by camp ministries, net (Note 6)	-	-	-	-	-	10,768,289	-	-	10,768,289	10,875,811
For use by churches and schools, net (Note 6)	-	-	-	-	-	-	125,552,401	-	125,552,401	126,870,964
For use by FLNC, net (Note 6)	-	-	-	-	-	-	-	1,692,569	1,692,569	1,338,818
Total land, buildings, and equipment, net	-	-	-	24,595,768	-	10,768,289	125,552,401	1,692,569	162,609,027	164,074,960
Other assets										
Notes and loans receivable, long-term (Note 5)	2,500,968	-	-	-	-	-	-	-	2,500,968	1,513,300
Deposits, long-term	2,235,778	-	-	-	200	-	-	-	2,235,978	1,991,625
For other than operating funds:										
Cash and investments - nonoper. (Note 3)	-	-	-	1,951,194	-	616,228	-	30,051,867	32,619,289	27,342,280
Deposits, long-term	-	-	-	-	-	-	-	816	816	560
Accounts receivable (Note 4)	-	-	-	-	-	-	-	45,518	45,518	184,939
Notes and loans receivable (Note 7)	-	-	-	1,465,343	-	-	25,721,099	5,585,323	32,771,765	34,195,868
Real estate investments (Note 11)	-	-	-	311,160	-	-	-	2,111,577	2,422,737	3,039,084
Other assets	-	-	-	100	-	-	-	566,922	567,022	477,365
Inter-fund receivables	-	-	-	-	-	450,000	-	5,956,470	-	-
Held for split-inter. agreements (Note 15)	-	-	-	-	-	-	-	1,520,859	1,520,859	2,121,369
Total other assets	4,736,746	-	-	3,727,797	200	1,066,228	25,721,099	45,839,352	74,684,952	70,866,390
Total assets	$ 35,788,775	5,980,284	737,188	28,323,565	1,252,948	11,834,517	151,273,500	47,531,921	275,732,795	270,582,477

* Interfund borrowings are eliminated in total columns
See accompanying notes.

FLORIDA CONFERENCE OF SEVENTH-DAY ADVENTISTS,
FLORIDA CONFERENCE ASSOCIATION OF SEVENTH-DAY ADVENTISTS, INC.
Combined Special-Purpose Unconsolidated Statements of Financial Position; Page 2 of 2
December 31, 2021 and 2020

	FL Conf. Operating Fund	Insurance Fund	Locally Funded Employees Fund	FL Conf. Plant Funds	Camp Ministries Operating Fund	Camp Ministries Plant Fund	Church and School Properties Fund	FL Conf. Other Funds	2021* Total	2020* Total
LIABILITIES										
Current liabilities										
Accounts payable (Note 8)	$ 6,093,179	-	381,077	-	92,903	-	-	-	6,567,159	8,215,506
Deferred income	-	-	-	-	114,420	-	-	-	114,420	112,970
Agency accounts	105,251	-	-	-	-	-	-	-	105,251	75,188
Other current liabilities (Note 9)	72,252	-	-	-	8,737	-	-	-	80,989	51,347
Loans payable - current portion (Note 10)	-	-	-	-	-	-	-	-	-	60,448
Inter-fund payables	5,666,230	-	-	-	110,388	-	-	-	-	-
Total current liabilities	11,936,912	-	381,077	-	326,448	-	-	-	6,867,819	8,515,459
Other liabilities										
Accrued retirement liability	1,135,686	-	356,111	-	79,789	-	-	-	1,571,586	1,465,425
Loans payable, long-term (Note 10)	-	-	-	-	-	-	-	-	-	557,852
For other than operating funds:										
Accounts payable (Note 8)	-	-	-	171,160	-	15,537	-	11,425	198,122	361,133
Loans payable (Note 10)	-	-	-	5,520,892	-	5,578,017	25,571,099	-	36,670,008	38,115,878
Liab.for annuity agreements (Note 13)	-	-	-	-	-	-	-	584,871	584,871	664,233
Liab. for split-interest agreemts. (Note 13)	-	-	-	-	-	-	-	231,822	231,822	580,834
Agency fund liab. to depositors (Note 14)	-	-	-	-	-	-	-	11,826,218	11,826,218	10,646,303
Inter-fund payables	-	-	-	1,213,285	-	-	-	-	-	-
Total other liabilities	1,135,686	-	356,111	6,905,337	79,789	5,593,554	25,571,099	12,654,336	51,082,627	52,391,658
Total liabilities	13,072,598	-	737,188	6,905,337	406,237	5,593,554	25,571,099	12,654,336	57,950,446	60,907,117
NET ASSETS										
Unrestricted: unallocated	19,505,740	-	-	-	736,442	-	-	-	20,242,182	19,353,282
Unrestricted: allocated	959,083	5,980,284	-	2,258,506	-	1,050,691	25,721,099	24,423,592	60,393,255	54,091,654
Unrestricted: net invested in plant	-	-	-	19,074,876	-	5,190,272	99,981,302	1,692,569	125,939,019	125,959,082
Total net assets without donor restrictions	20,464,823	5,980,284	-	21,333,382	736,442	6,240,963	125,702,401	26,116,161	206,574,456	199,404,018
Temporarily restricted (Note 16)	2,251,354	-	-	84,846	110,269	-	-	4,455,268	6,901,737	5,973,709
Permanently restricted (Note 16)	-	-	-	-	-	-	-	4,306,156	4,306,156	4,297,633
Total net assets with donor restrictions	2,251,354	-	-	84,846	110,269	-	-	8,761,424	11,207,893	10,271,342
Total net assets	22,716,177	5,980,284	-	21,418,228	846,711	6,240,963	125,702,401	34,877,585	217,782,349	209,675,360
Total liabilities & net assets	$35,788,775	5,980,284	737,188	28,323,565	1,252,948	11,834,517	151,273,500	47,531,921	275,732,795	270,582,477

* Interfund borrowings are eliminated in total columns
See accompanying notes.

FLORIDA CONFERENCE OF SEVENTH-DAY ADVENTISTS,
FLORIDA CONFERENCE ASSOCIATION OF SEVENTH-DAY ADVENTISTS, INC.
Combined Special-Purpose Unconsolidated Statements of Changes in Net Assets; Page 1 of 3
For the years ended December 31, 2021 and 2020

CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS	FL Conf. Operating Fund	Insurance Fund	Locally Funded Employees Fund	FL Conf. Plant Funds	Camp Ministries Operating Fund	Camp Ministries Plant Fund	Church and School Properties Fund	FL Conf. Other Funds	2021 Total	2020 Total
Revenues and support without donor restrictions										
Gross tithe income	$71,277,112	-	-	-	-	-	-	-	71,277,112	64,357,860
Tithe percentage passed on	(17,285,342)	-	-	-	-	-	-	-	(17,285,342)	(15,926,513)
Net tithe income	53,991,770	-	-	-	-	-	-	-	53,991,770	48,431,347
Tithe exchanged with Gen Conf	(2,500,000)	-	-	-	-	-	-	-	(2,500,000)	(1,080,000)
Non-tithe funds from Gen Conf	2,500,000	-	-	-	-	-	-	-	2,500,000	1,080,000
NAD/Union tithe gain	34,100	-	-	-	-	-	-	-	34,100	13,550
Subsidies and appropriations	136,456	-	-	-	-	-	-	-	136,456	799,827
Change in split-interest agreements	-	-	-	-	-	-	-	46,589	46,589	(4,840)
Investment earnings	242,002	93,905	-	-	-	-	-	-	335,907	359,671
Departmental fees & sales	2,899,621	-	-	-	-	-	-	-	2,899,621	2,911,145
Camp ministries	-	-	-	-	2,913,609	-	-	-	2,913,609	1,346,484
Locally-funded salary share	-	-	23,549,839	-	-	-	-	-	23,549,839	22,519,520
Church schools salary share	11,015,513	-	-	-	-	-	-	-	11,015,513	10,802,569
Insurance income	-	5,828,543	-	-	-	-	-	-	5,828,543	5,726,307
Lease and residence rent income	62,808	-	-	-	-	-	-	-	62,808	89,990
Forgiveness of debt	623,568	-	-	-	-	-	-	-	623,568	-
Miscellaneous income	172,907	-	-	-	-	-	-	-	172,907	94,725
Total revenues without donor restrictions	69,178,745	5,922,448	23,549,839	-	2,913,609	-	-	46,589	101,611,230	93,090,295
Released from net assets with donor restrictions (Note 16)	3,744,435	-	-	-	139,787	-	-	-	3,884,222	3,668,685
Total revenues and support without donor restrictions	72,923,180	5,922,448	23,549,839	-	3,053,396	-	-	46,589	105,495,452	96,758,980
Expenses and losses										
Program service functions										
Church ministries (Note 19)	23,821,804	-	-	204,803	-	-	-	-	24,026,607	23,824,350
Educational (Note 19)	23,192,456	-	8,642,897	87,247	-	-	-	-	31,922,600	31,625,057
Publishing (Note 19)	1,401,712	-	-	36,736	-	-	-	-	1,438,448	986,542
Health & humanitarian (Note 19)	200,541	-	-	-	-	-	-	-	200,541	195,930
Camp ministries (Note 19)	-	-	-	-	4,328,716	413,033	-	-	4,741,749	4,317,633
Special services (Note 19)	1,009,711	-	-	59,696	-	-	-	-	1,069,407	999,375
Total program services function	49,626,224	-	8,642,897	388,482	4,328,716	413,033	-	-	63,399,352	61,948,887

See accompanying notes.

FLORIDA CONFERENCE OF SEVENTH-DAY ADVENTISTS,
FLORIDA CONFERENCE ASSOCIATION OF SEVENTH-DAY ADVENTISTS, INC.
Combined Special-Purpose Unconsolidated Statements of Changes in Net Assets; Page 2 of 3
For the years ended December 31, December 31, 2021 and 2020

Supporting Services Function	FL Conf. Operating Fund	Insurance Fund	Locally Funded Employees Fund	FL Conf. Plant Funds	Camp Ministries Operating Fund	Camp Ministries Plant Fund	Church and School Properties Fund	FL Conf. Other Funds	2021 Total	2020 Total
Administration (Note 19)	$6,388,545	-	-	362,764	-	-	-	-	6,751,309	7,749,355
Locally-funded employees (Note 19)	-	-	14,906,942	-	-	-	-	-	14,906,942	14,394,031
Residence rental & miscellaneous (Note 19)	32,571	-	-	-	-	-	-	-	32,571	42,869
Insurance expense (Note 19)	-	5,790,111	-	-	-	-	-	-	5,790,111	5,099,895
Retirement contribution to DB Plan (Note 21)	8,125,591	-	-	-	-	-	-	-	8,125,591	7,336,796
Total supporting services function	14,546,707	5,790,111	14,906,942	362,764	-	-	-	-	35,606,524	34,622,946
Total expenses and losses	64,172,931	5,790,111	23,549,839	751,246	4,328,716	413,033	-	-	99,005,876	96,571,833
Net increase (decrease) from operations	8,750,249	132,337	-	(751,246)	(1,275,320)	(413,033)	-	46,589	6,489,576	187,147
NONOPERATING ACTIVITY WITHOUT DONOR RESTRICTIONS										
Nonoperating revenue (Note 20)	-	-	-	248,552	-	10,125	5,477,264	2,294,815	8,030,756	7,174,554
Nonoperating expense (Note 20)	-	-	-	(637,203)	-	(266,581)	(7,862,611)	(1,421,441)	(10,187,836)	(10,519,089)
Nonoperating gains (losses) (Note 20)	-	-	-	457,456	-	36,500	1,066,784	871,043	2,431,783	4,032,603
Released from restrictions (Note 16)	-	-	-	154	-	-	-	406,005	406,159	365,761
Net transfers between funds (Note 20)	(8,033,163)	500,000	-	1,154,544	1,402,651	456,058	-	4,519,910	-	-
Net increase (decrease) from nonoperating activity without donor restrictions	(8,033,163)	500,000	-	1,223,503	1,402,651	236,102	(1,318,563)	6,670,332	680,862	1,053,829
Increase (decrease) net assets without donor restrictions	717,086	632,337	-	472,257	127,331	(176,931)	(1,318,563)	6,716,921	7,170,438	1,240,976

See accompanying notes.

FLORIDA CONFERENCE OF SEVENTH-DAY ADVENTISTS,
FLORIDA CONFERENCE ASSOCIATION OF SEVENTH-DAY ADVENTISTS, INC.
Combined Special-Purpose Unconsolidated Statements of Changes in Net Assets; Page 3 of 3
For the years ended December 31, 2021 and 2020

	FL Conf. Operating Fund	Insurance Fund	Locally Funded Employees Fund	FL Conf. Plant Fund	Camp Ministries Operating Fund	Camp Ministries Plant Fund	Church and School Properties Funds	FL Conf. Other Funds	2021 Total	2020 Total
CHANGES IN NET ASSETS WITHOUT DONOR RESTRICTIONS										
Increase (decrease) net assets without donor restrictions	$ 717,086	632,337	-	472,257	127,331	(176,931)	(1,318,563)	6,716,921	7,170,438	1,240,976
CHANGES IN NET ASSETS WITH DONOR RESTRICTIONS										
Changes in net assets with temporary donor restrictions										
Income with temporary donor restrictions										
Subsidies and appropriations	2,822,060	-	-	-	-	-	-	-	2,822,060	2,863,272
Florida Conference advance	284,009	-	-	-	71,002	-	-	-	355,011	275,473
Offerings and donations	456,251	-	-	85,000	86,469	-	-	362,660	990,380	577,285
Investment income	-	-	-	-	-	-	-	504,677	504,677	477,336
Deferred gifts received	88,078	-	-	-	-	-	-	-	88,078	3,556
Annuity agreements	-	-	-	-	-	-	-	-	-	20,000
SURF sinking fund refund	179,083	-	-	-	-	-	-	-	179,083	108,438
Endowment fund income distribution	63,860	-	-	-	-	-	-	-	63,860	63,197
Other	-	-	-	-	-	-	-	172,246	172,246	-
Ingathering reversion	43,014	-	-	-	-	-	-	-	43,014	34,193
Total income with temporary donor restrictions received (Note 16)	3,936,355	-	-	85,000	157,471	-	-	1,039,583	5,218,409	4,422,750
Released from restrictions (Note 16)	(3,744,435)	-	-	(154)	(139,787)	-	-	(406,005)	(4,290,381)	(4,034,446)
Increase (decrease) net assets with temporary donor restrictions	191,920	-	-	84,846	17,684	-	-	633,578	928,028	388,304
Changes in net assets with permanent donor restrictions										
Income with permanent donor restrictions										
Endowment fund donations (Note 16)	-	-	-	-	-	-	-	8,523	8,523	942,810
Increase (decrease) in net assets with permanent donor restrictions	-	-	-	-	-	-	-	8,523	8,523	942,810
Increase (decrease) in net assets with donor restrictions	191,920	-	-	84,846	17,684	-	-	642,101	936,551	1,331,114
Increase (decrease) in net assets	909,006	632,337	-	557,103	145,015	(176,931)	(1,318,563)	7,359,022	8,106,989	2,572,090
Net assets, beginning of year	21,807,171	5,347,947	-	20,861,125	701,696	6,417,894	127,020,964	27,518,563	209,675,360	207,103,270
Net assets, end of year	$22,716,177	5,980,284	-	21,418,228	846,711	6,240,963	125,702,401	34,877,585	217,782,349	209,675,360

See accompanying notes.

Note 12 - Basis of special presentation

The accompanying combined special-purpose unconsolidated financial statements include all the accounts and activity of the Organizations, except for the accounts and activity of A Better Choice (ABC), which is a department of the Conference. Buildings of the Camp Kulaqua branch and the former Miami Springs ABC branch are recorded in the ABC accounting records. Building space used at the Altamonte Springs ABC branch is recorded in the Organizations' accounting records and treated as an operating lease on the ABC accounting records. Compliance with FASB Accounting Standards Codification (FASC) 958-210-45 would require the ABC to be included in general-use financial statements of the Organizations.

The accompanying combined special-purpose unconsolidated financial statements do not include any accounts or activity of, or investment in, Forest Lake Academy (FLA), Greater Miami Adventist Academy (GMAA), North Tampa Christian Academy (NTCA), and Florida Living Retirement Community (FLRC), which are related entities controlled by the Organizations. The buildings and land improvements asset values used by FLA and GMAA are not included in the accompanying financial statements of the Association in accordance with their lease agreements. Compliance with FASC 958-810 would require a consolidated statement when presenting complete financial statements of the Organizations.

The accompanying combined special-purpose unconsolidated financial statements do not include any accounts or activity of, or investment in, Sunbelt Natural Foods Distributors, Inc. (Sunbelt), which is a Florida for-profit organization controlled by the Florida Association of Seventh-day Adventists, Inc. The buildings and land improvements asset values used by Sunbelt are not included in the accompanying financial statements of the Association. Compliance with FASC 958-810 would require a consolidated statement when presenting complete financial statements of the Organizations.

The Organizations believe this special presentation is useful to analyze the financial statements of the major portion of the parent Organizations, excluding the ABC, and not consolidating FLA, GMAA, NTCA, FLRC, and Sunbelt. Also, this presentation is in accordance with the agreement with Seacoast National Bank and Truist Bank (formerly BB&T Bank) for financing purposes.