

From the Board of Managers of the
Seventh Day Baptist Missionary Society

**170th
Annual
Report**

2011

Table of Contents

Officers and Board of Managers for 2012-2013	G2
A. Introduction	G3
B. National Ministries	G3
1. Church Visits and Projects	G3
C. International Ministries	G4
1. Africa	G4
2. The Americas	G6
3. Asia/Pacific	G7
4. Europe	G7
D. General Conference Actions – 2011	G7
E. Communications	G8
F. Executive Director’s Report	G8
G. Operating Budget – 2012	G8
H. Treasurer’s Report	G9
I. Funds Distributed by Country	G10
J. President’s Report	G10
K. Auditor’s Report	G11
L. Minutes of the Annual Meeting – March 18, 2012	G18



19 Hillside Avenue, Ashaway, RI 02804
Phone: 401.596.4326 - Fax: 401.348.9494
Email: Director@SDBMissions.org
Web Page: sdbmissions.org

[facebook.com/SDBMissions](https://www.facebook.com/SDBMissions) - [YouTube.com/SDBMissions](https://www.youtube.com/SDBMissions)

BOARD OF MANAGERS

2012 – 2013

<u>Name</u>	<u>Principal Occupation</u>	<u>Church</u>	<u>Member Since</u>
Gabriel E. Bejjani	Pastor (Riverside, CA)	RCA	2011
Miriam E. Berg	Homemaker	DCO	2011
Clinton R. Brown	Missionary Society Exec. Director	TXK	NEW
Levi H. Bond	County Employee	PAO	2007
LeRoy Burdick	Pastor (Waterford, CT)	WCT	2010
Nathan D. Crandall	Associate Pastor (Milton, WI)	MWI	NEW
Kathleen A. Hughes	Retired (Teacher)	WRI	2006
Mark D. Lewis	University Professor of Finance	ASN	NEW
Jan Lek	Retail Employee	WF	NEW
Alicia Mosher	Telemetry Technician	BNY	NEW
Craig Mosher	Farmer	BNY	NEW
Cindy L. Nadeau	Registered Nurse, Certified	WRI	1986
Andrew O. Samuels	Pastor (Miami, FL)	MFL	NEW
David A. Stall	Pastor (First SDB of Hopkinton)	ARI	2010
Jennifer A. Stall	Homemaker	ARI	2010
David L. Taylor	Pastor (Upper Marlboro, Maryland)	UMM	1991
Margaret P. Taylor	Homemaker	UMM	1991
Christina A. Thorngate	Receptionist	MCT	2010
Dale D. Thorngate	Retired (Pastor)	SWV	NEW
David M. Thorngate	Pastor (Pine Street Gospel Chapel)	MCT	2010
Lawrence O. Watt	Teacher	UMM	NEW
Bernie E. Wethington	Pastor (White Cloud, MI)	WCM	NEW

Officers & Executive Committee 2012 - 2013

President – David Stall	First Vice President – David Thorngate
Treasurer – Mark Lewis	Second Vice President – Craig Mosher
Assistant Treasurer – LeRoy Burdick	Secretary – Kathleen Hughes
Executive Director – Clinton R. Brown	Assistant Secretary – Alicia Mosher

170th Annual Report
Of the Board of Managers of the
Seventh Day Baptist Missionary Society
For the year 2011

A. Introduction

The Board of Managers of the Seventh Day Baptist Missionary Society presents its 170th Annual Report to the Annual Meeting of the Society held March 18, 2012, at the SDB Missionary Society Headquarters in Ashaway, RI. Copies will be mailed to all voting members of the Society. Copies will also be presented at the August session of the Seventh Day Baptist General Conference, USA and Canada, and through this means to the churches of the conference.

This year was a year of big changes. Much of the energy and focus of the Board of Managers during 2011 involved the selection and hiring of a new executive director. The transition, training, and familiarization of the new executive have been a challenge, as we continue to endeavor to uphold our ministry responsibilities.

We implore you to continue to pray for and participate in God's ministry through this society, as we seek to glorify Him by spreading the gospel of Jesus Christ and promoting kindred ministries throughout the United States & Canada and around the world.

B. National Ministries

With the resignation of our National Director of Extension and the new focus on the use of the National Field Development Team during this time of transition, it has been an opportunity for us to begin to evaluate our role in bringing churches into the US & Canada General Conference. Averaging about once or twice a week, we will get contact calls or emails from individuals looking for SDB groups in their area. Probably once a quarter these calls are from leaders of fellowships or churches that are interested in seeing if they are a fit with our distinctive Seventh Day Baptist beliefs. Each individual and group is different and it is a time consuming and delicate ministry to evaluate the needs of these contacts and how they fit into our diverse body of believers. Assisting with evangelism, training, and church planting within the conference are continually areas we have to assess for our effective participation and prayers for God's perpetual guidance in this aspect of our ministry is greatly appreciated.

1. Church visits and Projects

Alaska :

Alaska Sudanese SDB - A member of our National Field Development Team (NFDI), Levi Bond, made a follow up visit to the Alaska Sudanese Seventh Day Baptist Church to show our support for their ministry and check on the status of their outreach project. Levi agreed to help the Missionary Society work closer with the Alaska Sudanese SDB's, and Levi's church, the Portland SDB Church in Oregon, voted to mentor the church in Alaska. Levi brought a Sabbath morning presentation on SDB polity, the Missionary Society, and the Portland SDB Church. Levi's report indicated there may be some future evaluation that the congregation would have to consider when balancing how best to minister to their English speaking youth and community as well as the significant Sudanese immigrant population that speak primarily Nuer in their congregation. Attendance was hard to evaluate because their Sabbath services seem to be multi-denominational events and Sudanese members of other churches are encouraged to fellowship and worship at their services. The Board of Managers approved the visit of our Executive Director, Clinton Brown, in 2012 to South Sudan via Malawi. ¹(see also 4Q2011)

¹ (see also 1Q2011) indicates more info may be found in the Missionary Reporter publication for the 1st Quarter 2011.

Connecticut:

Enfield SDB – Due to some members relocating and a reduction in the core group attendance, they were forced to stop leasing a public location. Huethen (Rick) Livingston, pastor and leader of the group, still holds worship services in his home. This arrangement has not been acceptable to some of the attendees, so the group is primarily Livingston's family at this time. Prayers for God's guidance and support for His work in Enfield are in order.

Georgia:

Decatur-Christian Family Fellowship SDB - was visited on January 22nd, 2011, by Ron Elston, former National Director of Extension. Alvin Benard, the pastor, invited Ron to be a part of their Installation service in Decatur, GA. A new projector for their Education Department was purchased by the Missionary Society and presented to the congregation. (see also 1Q2011)

Missouri:

Springfield SDB – Ron Elston made two visits to Springfield, MO, to meet and work Rich and Chris Stowell. They are establishing a Seventh Day Baptist work there and have started a Missionary Society sponsored limited Outreach Project. (see also 1Q2011)

New Jersey:

Plainfield SDB - A trip was made to meet with the trustee board to discuss an evangelism proposal. The proposal was sent to the Missionary Society Executive Committee for approval. (2Q2011) The Executive Committee brought it before the Quarterly Board of Managers meeting in October. There the proposal was tabled due to the need for updated information. (see also 3Q2011)

New York:

Alfred Station SDB – Kirk Looper attended the celebration of the 20th anniversary of Pastor Ken Chroniger being their pastor. (see also 2Q2011)

Berlin SDB – Kirk Looper attended the commissioning service of Craig and Alicia Mosher at the Berlin SDB Church. (2Q2011). Clint Brown, as the new executive director, was honored to attend a memorial service in Queensbury, NY for Bro. Gordon Kilts, a former president, member, and invaluable advocate of the Missionary Society.

Verona SDB – Clint Brown, attended a New York state conference of SDB Pastors (CANOPY) and was given the opportunity to share and pray with eight other NY SDB leaders or pastors. (see also 4Q2011)

South Dakota:

RezConnection - Patty Petersen among others contributed to the Rez Connection mission in June, July, and August. The ministries where they assisted the Marks family included: discipleship training, sack lunch and tract distribution, gospel presentations, farm chores, and sustainable gardening. (see also 3Q2011)

Washington:

Central Washington SDB – Working to help resolve the conflicts in this congregation was draining on the Missionary Society, as well as the Conference, in time, attention, and resources. As the congregation resolved its legal challenges and a search for new leadership has begun, there is hope that this church will fulfill its vision to move forward seeking a higher level for its spiritual and numerical growth. (see also 1Q2011)

C. International Ministries

2. AFRICA:

Burundi: Kirk Looper visited Burundi in January 2011. Discussions with the Burundi conference leadership and government seemed to resolve the issues in Burundi. They also discussed the need for a permanent address for their

general conference offices. The General Secretary, Gilbert Nduwayo, needs additional education to enable him to work better with the organization and development of the churches in the conference. (see also 1Q2011)

Cameroon: John Mpako, pastor and leader of the Cameroon SDB Conference, has been evaluating how they can best use their own resources to build a more sustainable ministry in the villages where they work. So far, they believe a small scale livestock operation may be the best place to begin to provide income for the church ministries and benefit their community. Working with their National Department of Agriculture, they are trying to determine what minimum requirements are needed to be in compliance for this kind of operation. They are also searching for a suitable plot of land to use for this project. The hope is that since they have a Cameroon agricultural advisor in their village they can use the able bodies in their own congregation and some financial assistance from the Missionary Society and other SDB conferences to establish a self-supporting income stream for their ministries.

The Gambia: We can be encouraged by the situation in which The Gambia conference of churches finds themselves as they end 2011. They have sought to be self-sustainable so that they can begin to also look to help the other sister conferences. This attitude in ministry already has the nearby Guinea Bissau church looking to The Gambia for assistance. With no direct support from the Missionary Society, they began mentoring and helping financially their sister conference in June and July 2011.

Ghana: The treasurer of the Ghana church reported that by God's grace the members had been able to take up a special offering throughout 2011 and they were able to purchase land for a church site costing about \$6,000 US dollars. Construction is expected to begin on the site the first week of April 2012. Only \$210 was sent through the Missionary Society to help this church building project in 2011. They still have about \$6,000 to raise in order to complete the church building. We hope in 2012 there will be more donations to help them complete this project that their members are working so hard to finish.

Kenya: The Kenya SDB Conference has continued to receive consistent and generous support during the last few years. Approximately, \$5,660 was transferred through the Missionary Society office in 2011. Benard Mose, their conference leader, is very communicative of their ministries and the expenditures of the donations received by their conference. In an effort to better evaluate the needs and ministries of the Kenya conference, an application for support for a trip to Kenya was received and accepted for Steven James, pastor of Verona SDB Church in NY. The Board of Managers voted to support this project and authorized matching funds up to \$2,500. Missionary Society president, David Stall, agreed to help coordinate cross cultural training for Steven James. (see also 4Q2011).

Liberia: Conflicting reports of the activities of the Liberia conference challenged us in the last half of 2011. An investigation of the legitimacy of the claims and counter claims was begun. At the close of the year, Liberia was still in communication with the Missionary Society, but until a more thorough evaluation could be completed, possibly involving a visit to the conference, support is being limited to communicating prayer concerns and providing discipleship/evangelism materials.

Malawi: The Malawi conference continues to be a cornerstone in the ministries in Africa. US support of Malawi ministries topped \$14,000, including \$4,000 budgeted by the Missionary Society for support of their Conference headquarters and related support ministries. Craig and Alicia Mosher, of the Berlin SDB Church in New York, were three-month missionaries to Malawi during the last quarter of the year. Craig worked in construction and repair, plus leading at the Bible College. Alicia worked at the hospital at Makapwa Station. The trip impressed upon them the critical need for support for basic medical supplies for the Malawi SDB hospitals. (see also 2Q2011, 4Q2011, and Sabbath Recorder, Welcome to "The Warm Heart of Africa", Craig Mosher, Feb 2012)

Rwanda: Though only about \$850 was received in support for the Rwanda SDB Church building project, the conference was very appreciative and said it would be very helpful in completing the construction of their church building at Maranatha. Their conference leader, Elie Nduwayesu, reported that their main congregation had been putting off the church building at Maranatha, while they helped more than a dozen other congregations build their church buildings. Nduwayesu expressed their thanks to God and prayed a blessing on the SDB Church members of the USA and Canada conference for their donations and encouragement.

Sierra Leone: Challenges with the government and false expectations by pastors of the conference had to be explained in a visit Kirk Looper made to Sierra Leone in Jan, 2011. Land was purchased for a permanent conference address from funds received through the Missionary Society. Kirk visited a church in the hills 100 miles north of Freetown. (See also 1Q2011) Francis Mattia, pastor and leader of the Sierra Leone conference, has been instrumental in helping build the SDB presence in the neighboring country of Guinea. During a visit to Guinea, an explosion due to civil unrest in the country injured Mattia. Sierra Leone continues to mentor and support the Guinea church spiritually and financially. Donations for undesignated gifts and gifts specified for Sierra Leone during the second half of the year allowed the conference to begin registering some of their six grade schools, so that the government would begin paying for their teacher salaries. \$400 was sent for school registrations to be followed up with additional support when proof of registrations has been received with the government seals and supporting documentation.

South Sudan: A trip by the new executive director, Clint Brown, to the newly separate country of South Sudan was approved for late May of 2012 in the October Quarterly meeting. This trip is to assist in organizing the conference and witness their ordination services and baptisms of new believers. The South Sudanese and their kindred Ethiopian Sabbath keeping brothers are anxious to be connected to the world of Seventh Day Baptists. This trip will fulfill their desire for a visit for the last four or five years, but was delayed by travel restrictions to Sudan.

Uganda: The Uganda conference received significant support in donations this year: about \$13,000. This was primarily the funds raised at the General Conference meetings in Holland, MI specifically to support the ministry for orphans and follow up donations and fulfilled pledges for that ministry. Two or three churches and individuals continue to support that ministry through regular Sabbath school offerings or budgeted gifts. The Uganda congregations are primarily low income, young, or elderly. Conflicts over religious “territory” with Adventists in the area are becoming a struggle. Though most of Uganda is Christian, there is a Muslim population in the area that persecutes their followers that convert to Christianity from Islam. Daniel Nsubuga, the lead pastor of the Uganda SDBs, focuses his evangelism in areas where Christ is not preached, primarily remote poor communities, when he is not coordinating the orphan ministries.

Zambia: Support for the Zambia Conference has been consistently receiving around \$2,000 per quarter in support, for the most part from two or three individuals. However, communications and reporting from the Zambia Conference has waned. The conference leader, Quistin Chalwe, is being encouraged to provide more consistent documentation of ministry activity, with supporting documentation and photos when applicable. It is important we continue to communicate the need for greater accountability and reporting of expenditures for donations received.

2. THE AMERICAS

Brazil: The Missionary Society encouraged and supported the Leadership Mission trip to Brazil by Rob Appel, George Calhoun, and Andy Samuels, by contributing \$1000 from the Society’s budget. (see also “A trio's Excellent Adventure!” Rob Appel, Sabbath Recorder, Feb 2012). The leadership and spiritual growth of the Brazilian conference has been encouraging. There has been discussion with the leadership about their making mission trips to Portuguese speaking African countries and to Chile.

Ecuador: In September 2011, Dick & Mary Shepard, of the Houston SDB Church in Texas, traveled with their Pastor Jim Barclift and his wife Cindy, to Ecuador. This was not a Missionary Society sponsored mission, but there is more about the Houston SDB Church and their relationship with the Sabbath keeping churches in Ecuador in Dick Shepard’s article, “A loving link to Ecuador” Sabbath Recorder, Feb 2012.

Guyana: Supporters and members have continued to express a desire for a financially independent and spiritually equipped Guyana conference. The SDB pastor in Washington D.C., Paul Andres with wife, Diane, his Aunt Elnora, and their church, have been working to help equip the leadership and enhance the vision of Guyana. The Missionary Society voted to promote Andres’ July 2012 training mission and set aside \$1,500 to assist financially. (See also 3Q2011)

Nicaragua: This newly official group of Sabbath keepers was able to get a Certificate of Recognition of the Country of Nicaragua for the first SDB Church of Nicaragua in 2011. They also held their first national conference of SDB churches.

More than \$3,700 was sent from donations and the Missionary Society budget. About \$2,000 was made available for the legal fees and processing for the government registration of the SDB Church there. Much of the remainder was to assist in the transportation, lodging and facilities for their first conference. Shirley Morgan, ordained for ministry in the Miami SDB Church in Florida, is now ministering with her husband, Fernando, on Corn Island. They have been active in building that conference. Shirley reports she is “excited about the work there in Nicaragua and looking forward to the planting of more churches, not only in Nicaragua, but also in other Central America countries”.

3. ASIA/PACIFIC

Philippines: A December typhoon struck the islands causing the loss of over 1,000 lives in the most devastated area. The SDB congregations there were blessed not to be in the path of the typhoon and received only moderate structural damage to their church building. More than \$2,500 was raised by the General Conference and Missionary Society in support of the relief effort and within a few days Al Paypa, their conference leader, was able to begin providing food, water, and relocation funds to those most desperately impacted by the disaster.

Bangladesh: Contact with the former primary contact for Bangladesh has proved a challenge, but two new contacts are working to facilitate communications and evangelism in the area of the capital city, Dhaka. Much work needs to be done to establish our relationship and their gifting and calling to minister to Sabbath-keepers in that country. It is our prayer that we will be sensitive to the Holy Spirit’s leading as to how we can best participate in God’s will for spreading the gospel and ministering to the lost in Bangladesh through Seventh Day Baptists.

4. EUROPE

Netherlands: The conference of the Netherlands has shown their willingness to serve in two ways. One is the donations that they make on a regular basis to the work in Malawi. The other is the work of Jan Lek and his wife, Ruth. We appreciate their traveling to many of the neighboring countries to help them organize and develop the churches in these countries. Jan has answered a call to work regularly in the UK with the SDB Faith Church in NW London, which formed in 2009 as an offshoot of the Millyard SDB Church in London. We are pleased that some in the USA are willing to help with the work that they are doing in these countries. The ministries of these two dedicated workers are bringing many groups into a closer relationship with SDBs and the Leks provide funds that have been given them to help with the ministries of the churches. It is very important for those who have donated to them to realize how important those few dollars are. They speak about the needs they have, personally, as they travel around Eastern Europe and the needs of the churches as they praise those willing to sacrifice to their work and ministries. Anyone interested in donating to their ministries are urged to do so. Let us try to support them in their 2012 ministries.

D. General Conference Actions – 2011

The recommendations from the International Missions Committee were recognized and as recommended a summary of the designated donations for special purposes, which were not previously included in our report are being included in this report. Since this is a new reporting, we are interested in feedback as to whether our members feel this is an appropriate and useful reporting of these funds which pass outside our budget through the Missionary Society.

The National Missions Committee encouraged the Missionary Society to continue to utilize the many forms of communication available today, such as YouTube, facebook, and others. We have endeavored to make better use of those mediums in communicating the missions activities of Seventh Day Baptist nationally and internationally.

The National Missions Committee also recommended that this and future Annual Reports of the Missionary Society, as well as six-month update, contain references to quarterly reports or other Missionary Society publications, as a source for more detail on the highlights presented. This recommendation is recognized as a good way to improve the information being communicated through these reports and it is intended that these references will be made wherever applicable. Because the desire for referencing a higher level of specific details was not conveyed until the mid-year General

Conference meetings, much of this report and the quarterly supporting reports may not have the specifics the National Missions Committee recommended. Our intent is to move in that direction in our future reporting.

E. Communications

Communications is crucial to our work with the Missionary Society. Connecting with the congregations through Advocate/Key Worker updates keeps the local congregations up to date on what is going on through the Missionary Society and the independent mission activities throughout the denomination. Keeping our list of Advocates up to date is important, so the help of congregations in keeping Advocates in touch with the Missionary Society is vital. Our Sabbath Recorder *Focus* column helps bring that readership inspiration to be involved and/or information about highlighted needs for support financially and in prayer. Leveraging the power of internet related media is a growing aspect of our communications strategy, through websites, blogging, Facebook, and other channels as they emerge.

To communicate needs, prayers, or ways you can help support the Missionary Society select any of these methods: email – info@sdbmissions.org ; call – 401-596-4326 ; webpage – www.sdbmissions.org ; [facebook.com/SDBMissions](https://www.facebook.com/SDBMissions) ; or mail – 19 Hillside Ave, Ashaway, RI 02804.

F. Executive Director's Report

As indicated in the introduction to this report of the managers, 2011 has been a year of transition. The office of executive director was under the capable stewardship of G. Kirk Looper for the first three quarters and the last quarter was myself, Clinton R. Brown. (*see 4Q2011*) It is regrettable that much of the Missionary Society's time and resources has been unavoidably tied up in related meetings, training, and transitioning. However, it is my hope that this transition can build on the foundations laid by our predecessors and with the continued help, encouragement, and faithful prayers of our members and supporters, 2012 and beyond can be a time of substantive Seventh Day Baptist missionary work, impacting the nation and world for God's glory.

For and on behalf of the Board of Managers
Clinton R. Brown, *Executive Director*
December 31, 2011

G. Operating Budget – 2012

The 2012 operating budget is available, on request, from the Missionary Society office, 19 Hillside Ave; Ashaway, RI 02804. That budget was also sent out to members, churches, and the General Council within the Missionary Reporter of October, 2012.

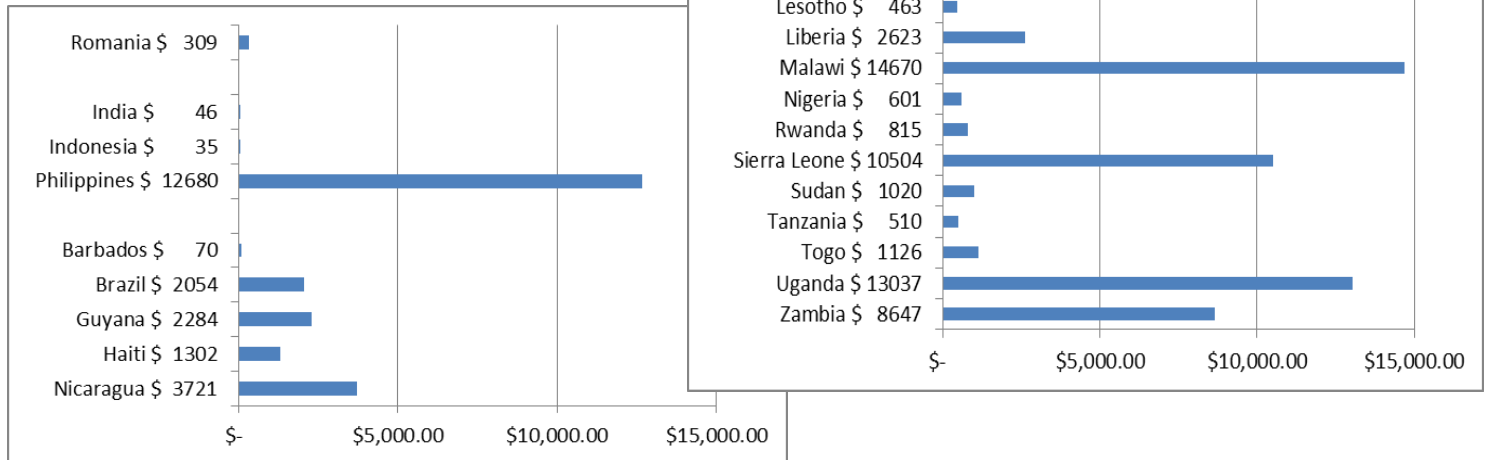
H. Treasurer's Report

**Seventh Day Baptist Missionary Society
General Fund Cash Statement-Unaudited
January 1, 2011 - December 31, 2011**

	Jan - Dec 11	Budget	\$ Over Budget
Income			
5301.00 · SDB Budget-Undesignated	9,999.96	10,000.00	-0.04
5302.00 · SDB Budget-Designated	21,288.48	29,000.00	-7,711.52
5309.00 · Permanent Fund - General			
Funds	46,927.29	40,000.00	6,927.29
5310.00 · Permanent Fund - Wthdrl			
Assets			
5311.00 · Other Designated Receipts	5,306.43	5,000.00	306.43
5321.00 · SDB Mem Fund - Invest Income	40,554.58	55,000.00	-14,445.42
5341.00 · Real Estate Income	0.00	550.00	-550.00
5343.00 · SDB Memorial FL Land Income	0.00	12,000.00	-12,000.00
5357.00 · Membership Fees	1,470.00	3,400.00	-1,930.00
Total Income	251,909.74	281,313.00	-29,403.26
Gross Profit	251,909.74	281,313.00	-29,403.26
Expense			
5400.00 · Executive Director - Salary	42,352.50	42,720.00	-367.50
5411.00 · Office Worker Salary	8,518.15	8,064.00	454.15
5422.00 · Audit	6,100.00	6,000.00	100.00
5426.00 · Bonding	0.00	100.00	-100.00
5440.00 · Operation Expenses	25,743.82	24,300.00	1,443.82
5475.00 · Travel Expense - Executive Dr	14,128.96	15,000.00	-871.04
5477.01 · Nat Dir of Ext - Travel Allow	8,500.02	17,000.00	-8,499.98
5477.02 · Nat Dir of Ext - Office Allow	7,500.00	15,000.00	-7,500.00
5619.00 · Overseas Travel - Executive Dr	8,609.15	12,000.00	-3,390.85
5620.00 · New Fields	4,188.80	10,000.00	-5,811.20
5622.00 · Guyana	787.50	5,000.00	-4,212.50
5632.00 · Philippines	4,000.00	4,000.00	0.00
5635.00 · India, Andhra Pradesh	0.00	4,000.00	-4,000.00
5642.00 · Jamaica	4,000.00	4,000.00	0.00
5662.00 · Malawi	4,000.00	4,000.00	0.00
5673.00 · National Director of Exten Exp	45,549.00	45,549.00	0.00
5676.00 · Travel to Board Meetings	13,880.30	3,500.00	10,380.30
5680.00 · FICA Tax - Employer	3,889.58	3,886.00	3.58
5682.00 · Pension Premiums	11,881.91	14,894.00	-3,012.09
5683.00 · Workers Comp. Insurance	372.00	300.00	72.00
5684.00 · Blue Cross Blue Shield	28,669.47	33,000.00	-4,330.53
5690.00 · Discretionary Items	7,194.46		
5692.00 · National Field Development Proj	7,699.41	9,000.00	-1,300.59
Total Expense	257,565.03	281,313.00	-23,747.97
Net Income	-5,655.29	0.00	-5,655.29

I. Funds Distributed by Country

Note: This is a new reporting feature, if you have suggestions or questions; feedback is appreciated.



J. President's Report

I know that Presidents of boards are always supposed to be excited about what is going on in their organization. I also know that people skip right over sentences like the one you are about to read. Even so, I am very excited about the future of the SDB Missionary Society! As an organization with a rich (and sometimes complicated) history, we have navigated through decades of changes in mission strategies and the globalization of our “smaller than ever” world. Today, we have a renewed commitment to understanding how Seventh Day Baptist mission work fits in with the bigger picture of what God is doing.

With our new administrative leader, Executive Director Clint Brown, and a board of managers with fresh perspectives and solid missions background, we are now ready to serve God and be your connection to a world in need. For those who have been involved with the SDB Missionary Society for many years, I hope and pray you are ready for some exciting days ahead and a season of growth and change. For those who are new, I hope and pray that you will enter into this season and work with an open mind and prayerful consideration of what God has planned for us.

There are two items that I want to draw your attention to in this brief report. First, I am thankful for the good work of our nominating committee who prepared our slate of officers and board of managers for this annual meeting. The nominating committee work is very important, and this group took the task seriously as they prayerfully assembled an excellent group of leaders. Thank you! Second, we are launching into this season (with a new Executive Director and Board of Managers) with a “vision and planning” meeting on April 15, 2012. I called this special meeting of the board so that we could slow down and consider strategically and prayerfully what our work should look like.

The idea of this vision and planning meeting is to start with a completely blank canvas and pray, think, dream, and talk about every aspect of the SDB Missionary Society work. Nothing is off limits in this conversation. This is a brainstorming and vision-casting session. For this meeting, I want to hear from EVERYONE, members old and new, about what God would have us do going forward. We will draw on our knowledge and experience in missions and our understanding of our role in God's kingdom work and among SDBs. I look forward to reporting to all (even at our conference meetings) what developments come from this April 15th meeting.

Please do not hesitate to share any ideas, visions or questions you have. If you are reading this report, then you have been called into this ministry because you have something to contribute. Whether you are participating in missions projects, serving in your local community, donating, praying, or just exploring missions... Don't hold back! Come to a meeting or call the Society office and express your interest!

Dave Stall
President, Board of Managers

K. Independent Auditor's Report

SEVENTH DAY BAPTIST MISSIONARY SOCIETY

Financial Statements and Supplemental Information

December 31, 2011 and 2010

Table of Contents

	<u>Page(s)</u>
Independent Auditor's Report	G11
Statements of Financial Position	G12
Notes to Financial Statements	G13
Independent Auditor's Report on Additional Information	G17
Supplemental Information	
Schedule of Investments	G17
Schedule of Funds	G18

Ward, Fisher & Company, LLP
Warwick Executive Park
250C Centerville Road
Warwick, Rhode Island 02886-4353

To the Board of Managers
Seventh Day Baptist Missionary Society
Ashaway, Rhode Island 02804

We have audited the statements of financial position of the Seventh Day Baptist Missionary Society as of December 31, 2011, and 2010. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 statements of financial position 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 overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 2, the Organization's investments have been valued at cost. Generally accepted accounting principles require that non-profit organizations present investments at fair value.

In our opinion, because of the effects of not reporting investments at fair value, 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 Seventh Day Baptist Missionary Society as of December 31, 2011 and 2010.

Ward, Fisher & Company, LLP
February 18, 2012

SEVENTH DAY BAPTIST MISSIONARY SOCIETY
Statements Financial Position
December 31, 2011 and 2010

<i>ASSETS</i>			
		<u>2011</u>	<u>2010</u>
<i>Cash</i>			
Bank checking and savings accounts		\$ 53,653	\$ 76,471
<i>Receivables</i>			
Accrued income from investments		<u>12,133</u>	-
<i>Investments</i>			
Cash and cash equivalent		111,590	106,010
Common stock		-	1,215,803
Corporate bonds		-	52,101
U.S. agency securities		-	771,639
Mutual funds		<u>2,229,554</u>	-
<i>Total investments</i>		<u>2,341,144</u>	<u>2,145,553</u>
<i>Property and Equipment</i>			
Land and Buildings		218,298	218,298
Office furniture and equipment		<u>40,858</u>	<u>40,858</u>
		259,156	259,156
Less accumulated depreciation		<u>51,735</u>	<u>48,681</u>
<i>Depreciated value – property and equipment</i>		<u>207,421</u>	<u>210,475</u>
TOTAL ASSETS		<u>\$ 2,614,351</u>	<u>\$ 2,432,499</u>
<i>LIABILITIES AND NET ASSETS</i>			
<i>Liabilities</i>			
Accrued expenses		\$ 4,255	\$ 4,000
Gifts for special purposes		69,997	98,345
Field ministry		<u>-</u>	<u>29</u>
<i>Total liabilities</i>		<u>74,252</u>	<u>102,375</u>
<i>Net Assets</i>			
Unrestricted		12,414	9,845
Temporarily restricted		2,337,963	2,147,090
Permanently restricted		<u>189,722</u>	<u>173,190</u>
<i>Total net assets</i>		<u>2,540,099</u>	<u>2,330,125</u>
TOTAL LIABILITIES AND NET ASSETS		<u>\$ 2,614,351</u>	<u>\$ 2,432,499</u>

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

SEVENTH DAY BAPTIST MISSIONARY SOCIETY

Notes to Statements of Financial Position

December 31, 2011 and 2010

1. GENERAL

The constitution of the Society states: "The objectives of the society shall be the dissemination of the gospel in the United States of America and Canada and other parts of the world, and the promotion of kindred religious and benevolent works."

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Seventh Day Baptist Missionary Society have been prepared on the cost basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. Generally accepted accounting principles require that non-profit organizations present investments at fair value.

Financial Statement Presentation

The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Investments

Investments in marketable securities are stated at cost.

Property and Equipment

Property and equipment are stated at original cost, or estimated fair market value if donated, plus the cost of capital improvements made on the assets. Depreciation is computed over their estimated useful lives, using the straight-line method.

Use of Estimates

The preparation of financial statements on the cost basis requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a liability (or asset) if the Organization has taken an uncertain position that more likely than not would be sustained upon examination by taxing authorities. At December 31, 2011 and 2010, management believes no such provisions for uncertain tax positions are necessary. (See Note 3)

Reclassifications

Certain prior year financial statements items have been reclassified to conform with current year presentation.

Subsequent Events

The Society did not have any subsequent events through February 18, 2012, which is the date the financial statements were available to be issued for events requiring recording or disclosure in the financial statements for the year ended December 31, 2011.

3. TAX STATUS

The Society is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

4. PENSION PLANS

A pension plan has also been established for the benefit of both non-ordained employees and ordained ministers. At retirement, benefits are provided in the form of a deferred annuity contract or lump sum distribution. Contributions under this plan are deposited with T. Rowe Price.

Contributions to the Plan accumulate earnings at current market rates. Since this plan is qualified under Section 403(b) of the Internal Revenue Code, plan contributions and earnings are not subject to federal income tax until distributed to plan participants upon retirement.

The plan allows contributions of up to 20% of a participant's annual salary. For the years 2011 and 2010, the contribution rate was 16% of compensation.

5. CONCENTRATION OF CREDIT RISK

The Society maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Society has not experienced any losses in such accounts. The Society believes it is not exposed to any significant credit risk on cash and cash equivalents.

6. COMMITMENTS

The Society is finalizing an agreement to sell the property in Guyana to the local conference in South America. The selling price is \$90,000, comprised of \$40,000 cash and payments of \$5,000 per year for the next 10 years via reductions in annual contributions to the conference. The Society has received approximately \$19,800 in contributions to be applied towards the purchase price when the sale has been completed. The Society has also applied \$19,800 of the annual contributions. These amounts are included in gifts for special purposes.

On April 27, 2007, the Society approved an agreement to sell the property in Malawi to the Central Africa Conference. The selling price is \$24,000 comprised of payments of \$2,000 per year for the next 12 years via reductions in annual contributions to the conference, which will begin after the transfer of property is completed.

7. RISKS AND UNCERTAINTIES

The Society invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investment securities will occur in the near term and that such changes could materially affect the financial position of the Society.

8. FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) *Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures* establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described below:

Basis of Fair Value Measurement

- Level 1** Unadjusted quoted prices in active markets that are accessible as the measurement date for identical, unrestricted assets or liabilities;
- Level 2** Quoted prices in markets that are not considered to be active or financial instruments for which all significant inputs are observable, either directly or indirectly;
- Level 3** Prices or valuations that require inputs that are both significant to the fair value measurement and unobservable.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

Following is a description of the valuation methodologies used for assets measured at fair value measurement. There have been no changes in the methodologies used at December 31, 2011 and 2010.

Common stocks, mutual funds, corporate bonds, and U.S. government and agency securities. Valued at the closing price reported on the active market on which the individual securities are traded.

The preceding method described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables presents by level, within the fair value hierarchy, the Organization's investment assets at fair value, as of December 31, 2011 and 2010. Investment assets are classified in their entirety based upon the lowest level of input that is significant to the fair value measurement.

<u>Description</u>	<u>12/31/11</u>	Quoted Prices in Active Markets For Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Cash and Cash equivalents	\$ 111,590	\$ 111,590		
Mutual funds:				
Real Estate	206,463	206,463		
Fixed Income	660,331	660,331		
International equity	586,843	586,843		
US equity	519,504	519,504		
Total mutual funds	1,973,141	1,973,141		
TOTAL	<u>\$ 2,084,731</u>	<u>\$ 2,084,731</u>		

<u>Description</u>	<u>12/31/10</u>	Quoted Prices in Active Markets For Identical Assets <u>(Level 1)</u>	Significant Other Observable Inputs <u>(Level 2)</u>	Significant Unobservable Inputs <u>(Level 3)</u>
Cash and Cash equivalents	\$106,010	\$106,010	\$ -	\$ -
Common stock:			-	-
Basic materials	50,673	50,673		
Consumer discretionary	29,488	29,488		
Consumer staples	169,251	169,251		
Energy	134,743	134,743		
Financials	234,018	234,018		
Healthcare	155,855	155,855		
Industrials	200,811	200,811		
Information technology	246,613	246,613		
Materials	47,670	47,670		
Services	65,626	65,626		
Technology	33,379	33,379		
Utilities	40,664	40,664		
Total Common Stock	1,408,791	1,408,791		
Corporate bonds	53,482		53,482	
U.S. agency securities:				
Agency securities	482,804		482,804	
US Treasury	360,724		360,724	
Total US agency securities	843,528		843,528	
TOTAL	<u>\$ 2,411,811</u>	<u>\$ 1,514,801</u>	<u>\$ 897,010</u>	<u>\$ -</u>

SEVENTH DAY BAPTIST MISSIONARY SOCIETY

Supplemental Information

December 31, 2011

Independent Auditor's Report on Additional Information

To the Board of Managers
Seventh Day Baptist
Missionary Society
Ashaway, Rhode Island

Our audits were performed for the purpose of forming an opinion on the statements of financial position. The supplementary information is the responsibility of the Organization's management. The accompanying information on pages G17 – G18, and as identified in the Table of Contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the procedures required for the presentation of the Schedule of Investments and Schedule of Funds at cost and fair market value and, in our opinion, are fairly stated in all material respects.

Ward, Fisher & Company, LLP
February 18, 2012

SEVENTH DAY BAPTIST MISSIONARY SOCIETY

Schedule of Investments

December 31, 2011

<u>Description</u>	<u>Cost</u>	<u>Fair Market Value</u>
<i>Cash and cash equivalents</i>		
Bank Deposit	\$ 111,590	\$ 111,590
<i>Mutual Funds</i>		
<u>Shares</u>		
5,949.91 Russell Global Infrastructure	67,496	59,916
9,408.89 Russell Commodity Strategies Fund	113,756	89,761
6,824.51 Russell Global Opportunistic Credit Fund	70,137	50,673
4,265.57 Russell Emerging Markets Fund	91,909	68,761
1,736.04 Russell Global Real Estate Securities Fund	66,788	56,786
27,669.30 Russell Global Equity Fund	266,042	221,354
8,128.94 Russell US Core Equity Fund	243,958	217,856
4,375 Russell US Small Cap Equity Fund	110,308	95,536
11,063.69 Russell International Developed Markets Fund	379,276	296,728
6,955.26 Russell US Quantitative Equity Fund	221,720	206,085
54,582.76 Russell Strategic Bond Fund	<u>598,164</u>	<u>594,406</u>
<i>Total mutual funds</i>	<u>2,229,554</u>	<u>1,973,141</u>
TOTAL INVESTMENTS	<u>\$ 2,341,144</u>	<u>\$ 2,084,731</u>

SEVENTH DAY BAPTIST MISSIONARY SOCIETY
Schedule of Funds
December 31, 2011

<u>Description</u>	<u>Cost</u>	<u>Fair Market Value</u>
Outreach DeRuyter Income	\$ 3,080	\$ 3,080
International Education Fund	5,353	5,353
Non-Budget Income - Maltby	3,981	3,981
<i>Total unrestricted</i>	12,414	12,414
Permanent Fund	1,643,161	1,455,991
Chicago Church Fund	137,402	121,855
International Education Fund	26,063	23,064
Maltby Fund	52,871	46,814
General Fund	222,528	249,160
Hospital Building Fund	192,560	171,364
China School Fund	13,571	12,106
Development Fund	21,724	19,632
Rest and Recreation Income Fund	(8,155)	(8,155)
Rubie McWilliams Fund	8,733	7,728
Overseas Ministerial Education Fund	20,629	18,339
Overseas Ministerial Education Fund – Malawi	6,876	6,103
<i>Total Temporarily Restricted</i>	2,337,963	2,094,001
Ruth Parker Fund	29,367	26,227
Outreach Program Fund	80,085	71,043
Rest & Recreation Fund	80,000	80,000
<i>Total Restricted</i>	189,722	177,720
TOTAL ALL FUNDS	\$ 2,540,099	\$ 2,283,685

L. Minutes of the Annual Meeting – March 18, 2012

Second Vice President David Thorngate called the Annual Meeting to order at 2:15 PM with prayer.

Pastor Bernie Wethington, Trish Nagle, and Marva Shears from White Cloud, MI, were welcomed to the meeting.

The secretary read the call of the meeting, as published in *The Westerly Sun* of February 26, 2012 and the January 2012 *Sabbath Recorder*.

Pastor David Thorngate and C. Justin Camenga had originally been appointed as tellers. Cindy Nadeau helped with this process.

A quorum was declared with 12 members present and 74 proxies making a total of 86 members voting.

It was moved that 57 new individuals be received as voting members of the Society and that any subsequent individuals be approved upon payment of dues. MOTION CARRIED. As of March 1, 2012, 149 members have renewed their memberships of which approximately 44 are 200 Club members.

It was moved that the reports of the President, Treasurer, and Executive Director be reviewed by the Board of Managers when they are completed prior to inserting them into the Annual Report. MOTION CARRIED.

It was moved that the Treasurer's Report will be the 4th Quarter Report and a summation of the previous 3 quarters. MOTION CARRIED.

Clinton Brown presented an overview of the Annual Report and his work to date on that project.

Pastor Bernie Wethington commented on how much the White Cloud SDB Church in Michigan has appreciated the frequent updates from our Executive Director, Clinton Brown.

A motion was made and seconded to accept the appointment of auditor, Ward, Fisher, and Company, LLP for the calendar year 2012.. MOTION CARRIED. (for: 12 attending, 72 - proxies).

It was moved and seconded to add the name of C. Justin Camenga to the Board of Mangers. After discussion this MOTION FAILED.

The Report of the Nominating Committee was presented. It was moved to accept the following Board of Managers and Officers as recommended:

Gabriel E. Bejjani	Andrew O. Samuels
Miriam E. Berg	David A. Stall – President
Levi H. Bond	Jennifer A. Stall
LeRoy Burdick – Assistant Treasurer	David L. Taylor
Nathan D. Crandall	Margaret P. Taylor
Kathleen A. Hughes – Secretary	Christina A. Thorngate
Jan Lek	Dale D. Thorngate
Mark D. Lewis – Treasurer	David M. Thorngate – Vice-President
Alicia Mosher – Assistant Secretary	Lawrence O. Watt
Craig Mosher – Second Vice-President	Bernie E. Wethington
Cindy L. Nadeau	

The nominations were APPROVED. (for: 12 attending, 70 proxies) (against: 3 proxies)

A motion was made, seconded and PASSED that we ratify the Board's actions during the past year. (for: 12 attending, 70 proxies) (against: 1 proxy) (abstain: 1 proxy)

Bernie Wethington reported on the mission activities of the White Cloud SDB Church for this past year. Their efforts included mission trips to Puerto Vallarta, Mexico and Haiti.

A motion was made that the name of the secretary not be used on communications that she has personally not sent. MOTION CARRIED.

The minutes of the meeting were read. It was moved to approve the Report of the Secretary with possible corrections that might be needed upon publication. MOTION CARRIED.

A motion was made to adjourn to the next Annual Meeting of the Missionary Society, March 17, 2013, at 2:00 PM at the Seventh Day Baptist Missionary Society Office in Ashaway, RI. MOTION CARRIED.

Respectfully Submitted,
Kathleen Hughes
Secretary, Board of Managers