

THE PRESBYTERY OF DETROIT, INC.
(Consolidated)

Financial Statements
Independent Auditor's Report
with Comparative and Supplementary Information
December 31, 2010 and 2009

THE PRESBYTERY OF DETROIT, INC.

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TELLIS & COMPANY, P.L.L.C.

Certified Public Accountants and Consultants

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Independent Auditor's Report

To the Presbytery Board of Trustees
The Presbytery of Detroit, Inc.

We have audited the accompanying statements of financial position of The Presbytery of Detroit, Inc. (Consolidated) as of December 31, 2010 and 2009 and the related statements of activities and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Presbytery's management. 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 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 the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As more fully described in Note 6 to the financial statements, certain capital expenditures were not capitalized or depreciated as assets by The Presbytery of Detroit, Inc. Also, as discussed in Note 1, not all entities under the control of The Presbytery of Detroit are included. Accounting principles generally accepted in the United States of America require that such assets be capitalized and depreciated, and all entities are included in consolidated reporting. The effect of these departures from generally accepted accounting principles on financial position, results of operations, and cash flows has not been determined.

In our opinion, except for the effects of the unrecorded net book value of capital assets, the depreciation expense and the related entities excluded from the consolidation report as discussed in the preceding paragraph and in Note 1 to the financial statements, the financial statements referred to above present fairly, in all material respects, the financial position of The Presbytery of Detroit, Inc. as of December 31, 2010 and 2009 and the changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

The accompanying additional information on page 14 is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Tellis & Company, PLLC

Detroit, Michigan
June 7, 2011

A PROFESSIONAL LIMITED LIABILITY COMPANY

Members of Private Companies Practice Section of the American Institute of Certified Public Accountants and Michigan Association of Certified Public Accountants

THE PRESBYTERY OF DETROIT, INC.

Statements of Financial Position
As of December 31, 2010 and 2009

	Assets	
	<u>2010</u>	<u>2009</u>
Cash and Cash Equivalents	\$ 1,408,319	\$ 1,117,157
Presbyterian Investment Loan Program (Note 2)	516,147	515,334
Investment Securities (Note 3)	14,498,019	13,542,397
Notes Receivable (Note 1)		
Notes Receivable	1,508,402	2,219,409
Note Receivable from Synod of Covenant	<u>35,871</u>	<u>37,178</u>
Total Notes and Land Contracts Receivable	<u>1,544,273</u>	<u>2,256,587</u>
Other Assets		
Investment in Equity Participation Agreement (Note 4)	-	13,600
Other Receivables (Note 1)	2,405,920	391,435
Store Inventory	19,696	9,993
Prepaid Assets	<u>57,004</u>	<u>59,584</u>
Total Other Assets	<u>2,482,620</u>	<u>474,612</u>
Property, Buildings, and Equipment - Net (Notes 5 and 6)	<u>948,819</u>	<u>1,729,473</u>
Total Assets	<u>\$ 21,398,197</u>	<u>\$ 19,635,560</u>

Liabilities and Net Assets

Liabilities:		
Notes Payable to Presbyterian Church (U.S.A.) (Note 1)	\$ 3,686,750	\$ 2,112,555
Notes Payable to Synod of Covenant (Note 1)	35,871	37,178
Notes Payable Others (Note 8)	-	68,851
General Mission payable	148,499	88,647
Accrued Liabilities	<u>97,943</u>	<u>97,794</u>
Total Liabilities	<u>3,969,063</u>	<u>2,405,025</u>
Net Assets:		
Unrestricted		
General Operating (Deficit)	(1,601,307)	(1,705,406)
Designated for Long-Term Investment and Other (Note 11)	4,727,301	4,885,420
Designated for Property and Equipment	948,819	1,521,874
Temporarily Restricted (Note 9)	1,440,051	1,342,729
Permanently Restricted (Note 10)	<u>11,914,270</u>	<u>11,185,918</u>
Total Net Assets	<u>17,429,134</u>	<u>17,230,535</u>
Total Liabilities and Net Assets	<u>\$ 21,398,197</u>	<u>\$ 19,635,560</u>

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

THE PRESBYTERY OF DETROIT, INC.
Statements of Activities and Changes in Net Assets
For the Years Ended December 31, 2010 and 2009

	Unrestricted							
	General Operating	Designated	Property and Equipment	Total Unrestricted	Temporarily Restricted	Permanently Restricted	Total 2010	Total 2009
Changes in Net assets								
Revenue, gains, and other support								
Per capita apportionments	\$ 425,527	\$ -	\$ -	\$ 425,527	\$ -	\$ -	\$ 425,527	\$ 404,146
Presbytery Mission giving	259,125	-	-	259,125	-	-	259,125	280,263
Grants	56,215	54,367	-	110,582	-	-	110,582	106,773
Offerings/Donations	21,666	241,670	-	263,336	-	-	263,336	361,560
Outdoor ministries	1,842,766	-	-	1,842,766	46,084	-	1,888,850	1,730,331
Other Income (Loss)	(5,736)	-	-	(5,736)	-	-	(5,736)	2,070
Net realized and unrealized gains	-	82,908	-	82,908	98,020	868,536	1,049,464	981,109
Removal of Fixed Assets (Note 6)	-	(174,229)	(511,434)	(685,663)	-	-	(685,663)	-
Interest and dividends	1,418	80,311	-	81,729	-	-	81,729	92,749
Endowment income	122,954	34,927	-	157,881	30,762	213,825	402,468	366,647
Net assets released from restrictions- Satisfaction of program restrictions	431,553	-	-	431,553	(77,544)	(354,009)	-	-
Total revenue, gains, and other support	3,155,488	319,954	(511,434)	2,964,008	97,322	728,352	3,789,682	4,325,648
Expenses:								
Program expenses (Note 13)	2,612,571	47,632	-	2,660,203	-	-	2,660,203	1,938,440
Management and general (Note 13)	700,014	33,515	150,589	884,118	-	-	884,118	1,245,642
Fundraising expenses (Note 13)	46,762	-	-	46,762	-	-	46,762	43,909
Total expenses	3,359,347	81,147	150,589	3,591,083	-	-	3,591,083	3,227,991
Increase in Net Assets - Before transfers	(203,859)	238,807	(662,023)	(627,075)	97,322	728,352	198,599	1,097,657
Transfers	307,958	(396,926)	88,968	-	-	-	-	-
Increase (Decrease) in Net Assets	104,099	(158,119)	(573,055)	(627,075)	97,322	728,352	198,599	1,097,657
Net Assets - January 1,	(1,705,406)	4,885,420	1,521,874	4,701,888	1,342,729	11,185,918	17,230,535	16,286,623
Prior Period Adjustment	-	-	-	-	-	-	-	(153,745)
Adjusted Net Assets - January 1,	(1,705,406)	4,885,420	1,521,874	4,701,888	1,342,729	11,185,918	17,230,535	16,132,878
Net Assets - December 31,	\$ (1,601,307)	\$ 4,727,301	\$ 948,819	\$ 4,074,813	\$ 1,440,051	\$ 11,914,270	\$ 17,429,134	\$ 17,230,535

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

THE PRESBYTERY OF DETROIT, INC.
Statements of Cash Flows
For the Years Ended December 31, 2010 and 2009

	<u>2010</u>	<u>2009</u>
Cash Flows from Operating Activities		
Changes in net assets	\$ 198,599	\$ 1,097,657
Adjustments to reconcile changes in net assets to net cash from operating activities:		
Depreciation	150,589	147,082
Prior Period Adjustment	-	(153,745)
Net realized and unrealized (gains) losses on investments	(961,123)	(1,037,132)
Removal of Fixed Assets (Note 6)	687,899	-
Changes in assets and liabilities:		
(Increase) Decrease in Presbytery causes receivable	673,829	402,622
(Increase) Decrease in equity participation agreement	13,600	-
(Increase) Decrease in other receivables	(1,976,000)	23,929
(Increase) Decrease in store inventory	(9,703)	5,795
(Increase) Decrease in prepaid assets	2,580	(2,162)
Increase (Decrease) in general mission payable	59,852	12,812
Increase (Decrease) in accrued liabilities	149	(3,633)
	(1,159,729)	493,225
Net cash provided by (used in) operating activities		
Cash Flows In Investing Activities		
Net (Purchase) Sales of investment securities	4,688	33,688
Net (Purchases) of property, buildings, and equipment	(61,827)	(29,377)
Issuance (Proceeds) from receipt of payment on notes receivables from churches	1,574,195	(229,010)
Issuance (Proceeds) from receipt of payment on land contract receivable	(1,307)	(1,244)
	1,515,749	(225,943)
Net cash provided by (used in) investing activities		
Cash Flows In Financing Activities		
Increase (Decrease) in notes payable	(64,858)	(18,858)
	(64,858)	(18,858)
Net Increase (Decrease) in Cash and Cash Equivalents	291,162	248,424
Cash and Cash Equivalents - Beginning of year	1,117,157	868,733
Cash and Cash Equivalents - End of year	\$ 1,408,319	\$ 1,117,157

Supplemental Cash Flow Disclosures

Cash Paid During the Year for Interest	\$ 64,913	\$ 67,773
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The accompanying notes are an integral part of these financial statements.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ended December 31, 2010 and 2009

Note 1 - Nature of Operations and Significant Accounting Policies:

The Presbytery of Detroit, Inc. (the "Presbytery") is one of the presbyteries that comprise the Synod of the Covenant, which is a member of the Presbyterian Church (U.S.A.). These Consolidated financial statements include: the "Presbytery", and "Howell Conference and Nature Center". These Consolidated financial statements exclude the following related entities: "The Second Mile Center", "Riverside Church", and "Presbyterian Women". The effect on the consolidated report as of December 31, 2010 has not been determined.

In addition to starting and sustaining new churches in southeastern Michigan, the Presbytery provides program leadership and resources to help meet the educational needs of the churches and also participates in the operation of outdoor ministries (Howell Conference and Nature Center) in southeastern Michigan for use by church groups, school, businesses, and individuals. Funds are expended to develop and support ministries to meet the needs of people served by the Presbytery.

The Presbytery records transactions based on the nature of the activity as unrestricted, temporarily restricted, or permanently restricted.

Unrestricted Assets - Unrestricted net assets of the Presbytery consist of general operations and programs. Unrestricted designated funds consist of amounts received or receivable that the Presbytery, Council, or trustees have earmarked for a specific purpose. Unrestricted property and equipment consist of the Presbytery's investment in tangible property.

Gifts of cash or other assets that must be used to acquire long-lived assets initially are reported as restricted support. Absent donor stipulations about how long these long-lived assets must be maintained, the Presbytery reports expirations of donor restrictions when the acquired long-lived assets are placed in service.

Temporarily Restricted Assets - Temporarily restricted assets of the Presbytery consist of amounts received from donors who have specified the time and purpose for which the funds are to be spent. When a donor restriction is accomplished, temporarily restricted net assets are released to unrestricted net assets.

Permanently Restricted Assets - Permanently restricted assets of the Presbytery consist of amounts received from donors who have specified that the principal of the donation is to remain intact for investment purposes. Realized and unrealized gains on these assets are also permanently restricted. Annual earnings on these assets are released to unrestricted or temporarily restricted net assets.

Significant accounting policies are as follows:

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses and changes in net assets during the reporting period. Actual results could differ from those estimates.

Cash Equivalents - The Presbytery considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Investment Securities - Marketable securities are recorded at fair market value.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ended December 31, 2010 and 2009

**Note 1 - Nature of Operations and Significant Accounting Policies:
(Continued)**

Notes Receivable and Payable - The Presbyterian Church (U.S.A.) makes loans to various churches within The Presbytery of Detroit, Inc.'s jurisdiction, and the Presbytery cosigns for these loans. Included in notes receivable balance from Presbyterian churches is \$3,914,322 and \$2,610,844 at December 31, 2010 and 2009. Of this amount \$3,686,750 for December 31, 2010 and \$2,112,555 for December 31, 2009 is due on Presbyterian Church (U.S.A.) loans, and \$35,871 and \$37,178 for December 31, 2010 and 2009 is due on Synod of the Covenant loans. Principal and interest payments on these loans are made directly by the churches to the Presbyterian Church (U.S.A.), and include interest rates from 3 percent to 7 percent due at various maturity dates through 2021. Notes receivable are reviewed periodically throughout the year and assessed for collectibility. An allowance for doubtful accounts is set-up once a receivable collectibility is in doubt. The allowance (shown net) is \$105,275 for the year ended December 31, 2010 and \$77,543 as of December 31, 2009.

Other Receivables - This amount represents receivables from participants in the outdoor ministries program and other miscellaneous receivables. The outdoor ministries receivables are stated at their net invoice amounts. An allowance for doubtful accounts is established based on specific assessment of all invoices that remain unpaid following normal payment periods. All amounts deemed to be uncollectible are charged against the allowance for doubtful accounts in the period the determination is made. The Other Receivables also contain annual Mission receivables not received until the subsequent year, and the Committee on Preparation for Ministry (CPM) receivables in which one-half of the receivables are forgiven as a grant providing that an individual who is ordained serves within the PC (USA).

Property, Building, and Equipment - Buildings, furniture and fixtures, and equipment are depreciated over their estimated useful lives using the straight-line method. Buildings are depreciated over a 20-year life and furniture and fixtures and equipment are depreciated over lives ranging from 3 to 10 years.

Investment Fees - The investment management fee is allocated pro rata between income and principal activity. The fee related to principal is paid by a reduction in trust principal. The fee related to income is allocated pro rata to the beneficiaries of the income.

Income Tax Status - The Presbytery is exempt from federal income tax under Section 501 (c) (3) of the Internal Revenue Code and did not conduct any unrelated business activities during the calendar year. Therefore, The Presbytery has no provision for federal income taxes in the accompanying financial statements.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ended December 31, 2010 and 2009

**Note 1 - Nature of Operations and Significant Accounting Policies:
(Continued)**

Pension Plan - Certain members of the Presbytery's staff are participants in a pension plan that is administered by the Board of Pensions, which is governed by the Presbyterian Church (U.S.A.). The Presbytery's contributions are calculated as a percentage of eligible wages and are funded as accrued. Pension expense was approximately \$14,651 and \$16,684 for the years ended December 31, 2010 and 2009. While contributions are based on fixed rates, federal laws impose certain contingent liabilities on contributors to multiemployer plans. In the event of withdrawal from the plan and under certain other conditions, a contributor to a multiemployer pension plan may be liable to the plan in accordance with formulas established by law.

Trustee Expenses – These expenses represents non-salaried expenses used to run the day-to-day operation of the Presbytery office.

Note 2 - Investment Loan Program

At December 31, 2010 and 2009, the Presbytery has \$516,147 and \$515,334 in a money market fund with the Presbyterian Church (U.S.A.) Investment Program. Under this program, loans are made to churches for capital investments or improvements. The investments are available for allocation to reduce interest charged on loans to local churches participating in the program. Under, this program the Presbytery is required to maintain a balance of twenty-five percent (25%) of the outstanding balance in liquid assets. The Presbytery is contingently liable for the full amount of the loan outstanding should an individual church default on its loan and the proceeds from the liquidation of the collateral is insufficient to satisfy the outstanding balance. Periodic assessments are made to determine the exposure to the Presbytery for this contingency.

Note 3 - Investment Securities

	<u>2010</u>	<u>2009</u>
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The fair market value of securities is as follows:

Corporate stocks and bonds	\$12,189,147	\$10,754,634
U.S. government obligations	2,133,476	2,632,667
Money market securities	<u>175,396</u>	<u>155,096</u>
Total	<u>\$14,498,019</u>	<u>\$13,542,397</u>

Net investment income for the period consist of:

	<u>2010</u>	<u>2009</u>
Net realized and unrealized gains (losses)		
on investments	\$1,049,464	\$ 981,109
Dividends and Interest	484,197	459,397
Investment fees	<u>(73,209)</u>	<u>(68,714)</u>
Net Investment Income (Loss)	<u>\$1,460,452</u>	<u>\$1,371,792</u>

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ended December 31, 2010 and 2009

Note 3 - Fair Value Measurement (Continued)

The Presbytery adopted the Fair Value Measurements of its Investments. This accounting standard establishes a fair value hierarchy that measures the difference market participant assumptions developed based on market data obtained from sources independent of the Presbytery (observable inputs) and the reporting Presbytery's own assumptions about market participant assumptions developed based on the best information available in the circumstances (unobservable inputs). The Fair Value measurement also include an adjustment for risk if mark participants would include one in pricing the related asset or liability, even if the adjustment is difficult to determine. Fair Value further reports and discloses its results on one of the three levels:

Level 1 – Quoted market prices in an active markets for the same assets or liabilities.

Level 2 – Observable market based inputs or unobservable inputs that are corroborated by market data.

Level 3 - Unobservable inputs that are not corroborated by market data.

The Presbytery holds investments in corporate stock and bonds, U.S. government obligations, and Money Market Securities. These investments are based upon quoted prices and determined to be Level 1's for the year ended December 31, 2010.

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Corporate Stock and bonds	\$12,189,147	\$ -	\$ -	\$12,189,147
U.S. government obligations	2,133,476	-	-	2,133,476
Money Market Securities	<u>175,396</u>	<u>-</u>	<u>-</u>	<u>175,396</u>
Totals	<u>\$14,498,019</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$14,498,019</u>

Note 4 – Investment in Equity Participation Agreement

The Presbytery had invested \$0 for 2010 and \$13,600 for 2009 in homes acquired by ministers in return for a specified ownership percentage interest in the property. This investment was collateralized by a second mortgage on the property. Upon the sale of the property or the minister's termination of employment with the Presbytery, the minister would pay the Presbytery a sum representing the Presbytery's interest in the property, determined by multiplying the appraised fair market value of the property, less the cost of any capital improvements and closing costs, by the Presbytery's specified ownership interest. These investments were recorded at cost. In September 2010, this investment was determined to have no value and was written off.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ending December 31, 2010 and 2009

Note 5 – Property, Buildings, and Equipment

Property, buildings, and equipment at December 31, 2010 and 2009 are comprised of the following:

	<u>2010</u>	<u>2009</u>
Properties of local churches	\$ -	\$ 323,857
Camp	2,806,941	2,749,544
Buildings and improvements	-	292,497
Furniture and fixtures	-	<u>536,200</u>
Total property, buildings, and equipment	<u>2,806,941</u>	<u>3,902,098</u>
Less accumulated depreciation	<u>1,858,122</u>	<u>2,172,435</u>
Net carrying amount	<u>\$ 948,819</u>	<u>\$1,729,473</u>

As further discussed in Note 6, certain capital expenditures are not recorded as assets by the Presbytery.

Note 6 – Depreciation of Assets

During 1989, Accounting Standards “Accounting For Depreciation of Assets” became effective for all not-for-profit organizations. This statement required the Presbytery to record as assets all capital expenditures since inception, and record depreciation charges each year over their estimated useful lives. Prior to 2010 the Presbytery recorded, as assets, all expenditures of a capital nature since 1983 and was recognizing their cost over the estimated useful lives through depreciation charges. In 2010 the Presbytery removed all of their assets from their books, the remaining properties reported reflects the Camp assets only.

Note 7 – Leases

The Presbytery rents its office facility from a member church under a thirty-six month lease commencing January 1, 2010 and expiring August 31, 2013, with options of renewal through August 31, 2015. Rent expense, including costs of security, was \$49,530 for 2010 and \$57,136 for 2009. The Presbytery also leases photocopier equipment under an operating lease agreement expiring June, 2015. The lease expense for the year ended December 31, 2010 amounted to \$6,791.

Future minimum lease payments required under all of the leases are as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2011	\$ 58,065
2012	59,920
2013	61,775
2014	23,748
2015	<u>11,874</u>
Total	<u>\$215,382</u>

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ending December 31, 2010 and 2009

Note 8 – Notes Payable Others

As of December 31, 2009, Howell Conference and Nature Center had a note payable to a bank due in 48 monthly installments of \$353, including interest at 6.29% per annum, this note was paid off, February 2010.

Note 9 – Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes:

Presbytery of Detroit – Ranney-Balch Fund are available to provide aid to the aged, poor, and/or for the benefit of Christian work among Italian, Negro, and other underprivileged groups within the boundaries specified in this fund.

Howell Conference and Nature Center – This represents funds contributed by various donors to the Nature Center to help nurture nature creations.

Presbytery of Detroit - Mission Fund represents funds (per capita, shared and directed missions, offerings, etc.) collected from the various church entities on behalf of General Assembly and the Synod. The fund balances as of December 31, 2010 and 2009 reflects excess dollars paid out during this time period than collected. The excess represents a temporary timing difference.

	<u>2010</u>	<u>2009</u>
Ranney-Balch Fund	\$1,362,737	\$1,268,376
Howell Conference and Nature Center	50,012	39,815
Mission Fund	<u>27,302</u>	<u>34,548</u>
	<u>\$1,440,051</u>	<u>\$1,342,729</u>

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ending December 31, 2010 and 2009

Note 10 – Permanently Restricted Net Assets

Permanently restricted net assets are investments of the following amounts. The income on such investments is specified by the donor to be used for the purposes noted:

	<u>2010</u>	<u>2009</u>
McKay Fund - Provide funding for new Presbyterian churches and Missions within the city of Detroit	\$ 377,065	\$ 349,895
James Joy Fund - Provide funding to support the Fort Street Presbyterian church, and missions of the Presbyterian throughout Michigan		
- Fort Street Presbyterian has a (50%) ownership interest		
- Presbytery of Detroit, Inc. has a (40%) ownership interest		
- And (10%) ownership interest is shared between Lake Michigan, Lake Huron and Mackinaw Presbyterian	11,052,004	10,381,270
Connor Fund - Earnings used to support Fort Street Presbyterian Church	<u>485,201</u>	<u>454,753</u>
Total permanently restricted net assets	<u>\$11,914,270</u>	<u>\$11,185,918</u>

Note 11 - Designated Net Assets

Certain unrestricted gifts and revenue have been designated for specific purposes by the Presbytery for unique causes sponsored by the Presbytery. The specific purposes are as follows:

	<u>2010</u>	<u>2009</u>
Funds available to provide financial assistance to new and Established churches – Capital Fund	\$ 4,602,923	\$ 4,751,016
Funds designated for Presbytery projects	<u>124,378</u>	<u>134,404</u>
Total designated net assets	<u>\$ 4,727,301</u>	<u>\$ 4,885,420</u>

Note 12 – Transfers

The transfers represent revenue and expense transferred within the unrestricted net assets funds for 2010. These funds were transferred during the year because the Presbytery maintains only one operating checking account.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ended December 31, 2010 and 2009

Note 13 - Unrestricted Expenses

Unrestricted program and management and general expenses for the year were as follows:

	<u>2010</u>	<u>2009</u>
Program expenses:		
Howell Conference and Nature Center	\$ 1,233,704	\$ 884,371
Operations	1,123,795	918,769
Pastors Retreat and Support	-	10,622
Hands on Mission	973	3,455
Barnabas Center	12,246	10,306
Clergy in Transition	7,960	-
Dexter/Chelsea	73,267	-
Domestic Violence	7,123	-
Ecumenical Center	6,083	-
Two Cents A Meal	28,500	34,800
Peace Presbytery	24,800	-
Habitat for Humanity	15,000	15,000
Middle East Projects	1,185	13,314
Helping Hand	1,250	1,000
NCD 510	5,260	-
Fort Street Open Door	22,645	-
Hunger Program	11,250	8,990
Katrina	12,461	17,259
Alma Youth Mix	-	7,724
Ann Arbor Campus Ministry	5,083	-
Detroit Inbound Mission	6,680	3,300
Second Mile Center	7,661	-
SPE Small Group	3,150	2,902
Presbyterian villages	20,786	-
Other Expenses	<u>29,341</u>	<u>6,628</u>
Total Program Expenses	<u>\$ 2,660,203</u>	<u>\$ 1,938,440</u>
Management and general expenses:		
Trustees (Note 1)	\$ 638,371	\$ 952,303
Depreciation expense	150,589	147,082
Investment fees	67,426	68,714
Bad Debt Expense (Note 1)	<u>27,732</u>	<u>77,543</u>
Total Management and General Expenses	<u>\$ 884,118</u>	<u>\$ 1,245,642</u>
Fundraising Expense	<u>\$ 46,762</u>	<u>\$ 43,909</u>

Supplementary Information

THE PRESBYTERY OF DETROIT, INC.
Schedule of Indebtedness of Churches and the Presbytery of Detroit
to Other Presbyterian Organizations
For the Year Ended December 31, 2010

Church Name	Loans from General Assembly	Grant Mortgage (Deferred Payment) Loans	Loans from Synod	Presbyterian Investment Loan Program	Loans from Presbytery	Total
Ann Arbor, Calvary	\$ -	\$ 5,000	\$ -	\$ -	\$ -	5,000
Ann Arbor, Calvary	-	9,000	-	-	-	9,000
Ann Arbor, Northside	8,321	-	-	-	-	8,321
Auburn Hills	62,937	-	-	-	-	62,937
Detroit, St John's	62,136	-	-	-	-	62,136
Dearborn, Cherry Hill	-	28,940	-	-	-	28,940
Dearborn, Littlefield	-	17,083	-	-	-	17,083
Churches of Detroit						
Broadstreet	-	20,000	-	-	1,252	21,252
Calvin East	-	29,050	-	-	-	29,050
Grandale	-	20,000	-	-	-	20,000
Outer Drive	-	21,664	-	-	-	21,664
Trinity Community	-	-	-	-	24,022	24,022
Eunmenical Center & International Residence	-	53,787	-	-	-	53,787
Farmington, First Presbyterian	-	-	-	1,060,983	-	1,060,983
Greenfield Presbyterian	15,000	-	-	-	-	15,000
Drayton Plains, Community	-	28,688	-	-	-	28,688
Highland Park, Park United	-	-	-	-	27,984	27,984
Howell, First Presbyterian	-	-	-	926,155	-	926,155
Livonia, Rosedale Gardens	50,075	-	-	-	-	50,075
Livonia, St. Pauls	-	10,000	-	-	-	10,000
Livonia, St Timothy's	105,475	-	-	-	-	105,475
Macomb, Church of the Covenant	318,132	240,000	35,871	-	9,000	603,003
Northminster Presbyterian	170,878	-	-	-	-	170,878
Novi, Faith Community	-	-	-	380,297	64,058	444,355
Pontiac, Joslyn Ave.	-	22,175	-	-	-	22,175
Redford, Village	-	11,418	-	-	-	11,418
Rochester University	136,700	-	-	-	-	136,700
South Lyon, First Presbyterian	176,824	-	-	-	-	176,824
Sterling Heights, Utica	49,498	-	-	-	-	49,498
Sterling Heights, Utica	63,361	-	-	-	-	63,361
St. James	-	-	-	-	15,755	15,755
Walled L. Crossroads	-	-	-	-	8,820	8,820
Waterford Community	99,978	-	-	-	-	99,978
Total Loans - Churches	\$ 1,319,315	\$ 516,805	\$ 35,871	\$ 2,367,435	\$ 150,891	\$ 4,390,317