

DETROIT CATHOLIC PASTORAL ALLIANCE
CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(WITH COMPARATIVE TOTALS FOR 2020)

TOGETHER WITH INDEPENDENT AUDITORS' REPORT

DETROIT CATHOLIC PASTORAL ALLIANCE
CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(WITH COMPARATIVE TOTALS FOR 2020)

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**GREGORY
TERRELL
& COMPANY**

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Detroit Catholic Pastoral Alliance

We have audited the accompanying consolidated statement of financial position of Detroit Catholic Pastoral Alliance (a Michigan non-profit Organization) as of July 31, 2021, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of these consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

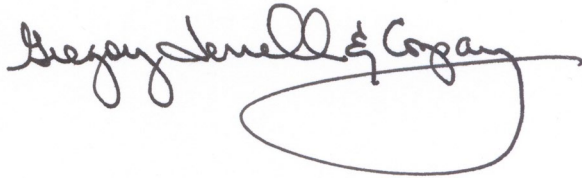
In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of Detroit Catholic Pastoral Alliance, at July 31, 2021 and the consolidated changes in their net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We previously audited Detroit Catholic Pastoral Alliance's July 31, 2020 consolidated financial statements, and our report dated February 23, 2021, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended July 31, 2020, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Other Matters

The supplemental information contained on pages 17 and 18 is presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position and changes in net assets of the individual organizations. Such information has been subjected to the procedures applied in the audit of the consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the consolidated financial statements taken as a whole.

A handwritten signature in dark ink, appearing to read "Gregory Terrell & Company". The signature is fluid and cursive, with a large, sweeping underline that loops back under the main text.

GREGORY TERRELL & COMPANY
Certified Public Accountants

July 11, 2022

DETROIT CATHOLIC PASTORAL ALLIANCE
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
JULY 31, 2021
(WITH COMPARATIVE TOTALS FOR 2020)

ASSETS

	<u>2021</u>	<u>2020</u>
Current Assets		
Cash	\$ 530,584	\$ 60,822
Grants Receivable	-	105,000
Accounts Receivable	26,780	22,919
Prepaid Expenses	23,355	20,519
Notes Receivable - Current Portion	<u>10,657</u>	<u>10,035</u>
Total Current Assets	\$ 591,376	\$ 219,295
Note Receivable - Net of Current Portion	65,839	76,469
Real Property Held for Development	318,436	563,688
Property and Equipment (Net)	204,927	213,381
Property Held for Sale	325,221	310,561
Property Leased to Others	<u>4,514,503</u>	<u>4,671,437</u>
Total Assets	<u>\$ 6,020,302</u>	<u>\$ 6,054,831</u>
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable	\$ 10,677	\$ 17,067
Deferred Revenue	10,248	7,125
Notes Payable - Current Portion	246,266	525,218
Deposits	<u>38,810</u>	<u>39,960</u>
Total Current Liabilities	\$ 306,001	\$ 589,370
Long-Term Liabilities		
Notes Payable (Net of Current Portion)	<u>2,891,837</u>	<u>3,117,334</u>
Total Liabilities	\$ 3,197,838	\$ 3,706,704
Net Assets		
Without Donor Restrictions	\$ 2,822,464	\$ 2,243,127
With Donor Restrictions	<u>-</u>	<u>105,000</u>
Total Net Assets	\$ 2,822,464	\$ 2,348,127
Total Liabilities and Net Assets	<u>\$ 6,020,302</u>	<u>\$ 6,054,831</u>

The accompanying notes are an integral part of this financial statement.

DETROIT CATHOLIC PASTORAL ALLIANCE
CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JULY 31, 2021
(WITH COMPARATIVE TOTALS FOR 2020)

	2021		2020	
	Without Donor Restrictions	With Donor Restrictions	Total	Total
PUBLIC SUPPORT AND REVENUE				
Grants and Contributions	\$ 267,496	\$ -	\$ 267,496	\$ 232,301
Gain on Sale of Land Held for Investment	443,266	-	443,266	-
Membership Fees/Dues	14,149	-	14,149	13,895
Annual Dinner (Net of Expenses)	9,210	-	9,210	13,893
Rental Income	435,064	-	435,064	393,862
Urban Parish	1,800	-	1,800	7,501
Other Income	11,671	-	11,671	11,358
Net Assets Released From Restrictions	<u>105,000</u>	<u>(105,000)</u>	<u>-</u>	<u>-</u>
Total Public Support and Revenue	<u>\$ 1,287,656</u>	<u>\$ (105,000)</u>	<u>\$ 1,182,656</u>	<u>\$ 672,810</u>
EXPENSES				
Program Services	\$ 556,373	\$ -	\$ 556,373	\$ 528,260
Supporting Services	<u>151,946</u>	<u>-</u>	<u>151,946</u>	<u>114,869</u>
Total Expenses	<u>\$ 708,319</u>	<u>\$ -</u>	<u>\$ 708,319</u>	<u>\$ 643,129</u>
CHANGE IN NET ASSETS	\$ 579,337	\$ (105,000)	\$ 474,337	\$ 29,681
NET ASSETS, Beginning of Year	<u>2,243,127</u>	<u>105,000</u>	<u>2,348,127</u>	<u>2,318,446</u>
NET ASSETS, End of Year	<u>\$ 2,822,464</u>	<u>\$ -</u>	<u>\$ 2,822,464</u>	<u>\$ 2,348,127</u>

The accompanying notes are an integral part of this financial statement.

DETROIT CATHOLIC PASTORAL ALLIANCE
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JULY 31, 2021
(WITH COMPARATIVE TOTALS FOR 2020)

	<u>2021</u>			<u>2020</u>
	<u>Program</u>	<u>Supporting Services</u>	<u>Total</u>	<u>Total</u>
	<u>Services</u>	<u>General and</u>	<u>Expenses</u>	<u>Expenses</u>
		<u>Administration</u>		
Salaries	\$ 71,000	\$ 69,675	\$ 140,675	\$ 120,386
Employee Benefits	1,305	1,068	2,373	1,873
Taxes - Payroll	5,735	4,846	10,581	8,968
Education and Training	-	-	-	820
Insurance	50,223	2,643	52,866	50,580
Interest	72,072	3,793	75,865	92,794
Mileage and Parking	-	68	68	360
Postage	1,321	-	1,321	1,106
Professional Fees	4,048	40,108	44,156	31,762
Program Expenses-				
Beautification	915	-	915	426
Office Expense	-	3,449	3,449	1,830
Repairs and Maintenance	111,025	-	111,025	82,145
Supplies	34	2,037	2,071	1,861
Taxes -Other	11,595	-	11,595	9,126
Telephone	2,888	4,529	7,417	7,126
Utilities	44,908	2,364	47,272	45,845
Miscellaneous	22,613	9,119	31,732	21,633
Subtotal	\$ 399,682	\$ 143,699	\$ 543,381	\$ 478,641
Depreciation	156,691	8,247	164,938	164,488
Total Expenses	<u>\$ 556,373</u>	<u>\$ 151,946</u>	<u>\$ 708,319</u>	<u>\$ 643,129</u>

The accompanying notes are an integral part of this financial statement.

DETROIT CATHOLIC PASTORAL ALLIANCE
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JULY 31, 2021
(WITH COMPARATIVE TOTALS FOR 2020)

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 474,337	\$ 29,681
Adjustments to Reconcile Change in Net Assets to Cash (used for) or provided by operating Activities -		
Depreciation Expense	164,938	164,488
PPP Loan Forgiven	(27,400)	-
Change in Grants Receivable	105,000	(75,000)
Change in Accounts Receivable	(3,861)	2,219
Change in Prepaid Expenses	(2,836)	52,318
Change in Accounts Payable	(6,390)	(2,081)
Change in Deferred Revenue	3,123	5,125
Change in Deposits	<u>(1,150)</u>	<u>20,008</u>
Net Cash Provided by Operating Activities	<u>\$ 705,761</u>	<u>\$ 196,758</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Real Property Development Additions	\$ -	\$ (19,877)
Change in Development Property	245,675	194,800
Property Held for Sale Additions	(14,660)	-
Principal Payments from Note Receivable	<u>10,035</u>	<u>7,945</u>
Net cash Provided by (Used for) Investing Activities	<u>\$ 241,050</u>	<u>\$ 182,868</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Loans	\$ 26,149	\$ 208,332
Principal Payments on Notes Payable	<u>(503,198)</u>	<u>(603,070)</u>
Net Cash Provided by (Used for) Financing Activities	<u>\$ (477,049)</u>	<u>\$ (394,738)</u>
Net Increase (Decrease) in Cash	\$ 469,762	\$ (15,112)
CASH, Beginning of Year	<u>60,822</u>	<u>75,934</u>
CASH, End of Year	<u>\$ 530,584</u>	<u>\$ 60,822</u>
Supplemental Disclosure:		
Interest Paid	<u>\$ 75,865</u>	<u>\$ 92,794</u>

The accompanying notes are an integral part of this financial statement.

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021

(1) **NATURE OF OPERATIONS**

Detroit Catholic Pastoral Alliance (the "Organization") is a non-profit organization located in the City of Detroit, Michigan. The Organization has five main programs: Affordable Housing Development, Economic Development, Anti-Racism Training, Community Action, and Senior Network. The Organization's membership includes fifteen city churches and over 600 parish members and residents of the metropolitan Detroit area. It is the Organization's mission to pool the forces and resources of its membership together to strengthen the economic, social, and educational quality of life in the City of Detroit.

The Organization has established 8900 Gratiot, LLC, a wholly owned subsidiary formed to act as the developer for the 8900 Gratiot construction project, 249 E, Baltimore, LLC, a wholly owned subsidiary formed for real estate development and Gratiot Woods Construction, LLC, a wholly owned subsidiary formed to act as general contractor for certain commercial and residential construction and rehabilitation projects.

The Organization maintains a 51% ownership interest in 9100 Gratiot Central Commons MM, LLC, a Michigan limited liability company ("Central Commons"). Central Commons was organized for the purpose of owning, developing, operating, managing, and leasing residential projects undertaken by 9100 Gratiot Limited Dividend Housing Association in Detroit, Michigan through funds secured by Low-Income Tax Credits and external debt. Central Commons has a .01% ownership interest in 9100 Gratiot Limited Dividend Housing Association, LLC.

The Organization is the sole member of Milwaukee DCPA, LLC that maintains a .0051% ownership in Milwaukee Junction Limited Dividend Housing Association, LLC.

(2) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Principles of Consolidation

The consolidated financial statements include the accounts of the Organization and its subsidiaries. All material intercompany balances and transactions have been eliminated in the accompanying consolidated financial statements.

Basis of Accounting

The accompanying consolidated financial statements are prepared on the accrual basis of accounting.

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

JULY 31, 2021

(Continued)

(2) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (cont'd)

Financial Statement Presentation

Net assets of the Organization and changes therein, are classified and reported as follows:

Net assets without donor restrictions are net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Organization's management and the board of directors.

Net assets with donor restrictions are net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions by the Organization or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Effective August 1, 2020, the Organization adopted Financial Accounting Standards Board ("FASB") Accounting Standards Updated ("ASU") 2016-14 Codification Topic 606, Revenue from Contracts with Customers, as amended, supersedes or replaces nearly all GAAP revenue recognition guidance. These standards establish a new contract and control-based revenue recognition model, change the basis for deciding when revenue is recognized over time or a point in time, and expand disclosures about revenue. This new standard did not impact the amount or timing of revenue recognized.

Revenue Recognition

The Organization reports contributions of cash and other assets as increases in Net Assets Without Donor Restrictions, if the restriction expires in the reporting period in which the contribution is recognized. All other donor-restricted contributions are reported as increases in Net Assets With Donor Restrictions, depending on the nature of the restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, With Donor Restricted Net Assets are reclassified to Without Donor Restricted Net Assets and reported in the statement of activities as net assets released from With Donor Restrictions.

Donated Materials and Services

Donated materials and services are reflected as contributions at their fair market value at the date of receipt. No amounts have been reflected in the financial statements for services of volunteers because they do not create or enhance non-financial assets or involve specialized services.

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(Continued)

(2) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (cont'd)

Accounts Receivable

The Organization reports receivables at net realizable value. Management determines the need for an allowance for doubtful accounts based on historical losses and current economic conditions. No allowance was considered necessary at July 31, 2021 and there were no write-offs of receivables during fiscal 2021. On a continuing basis, management analyzes delinquent receivables and, once these receivables are determined to be uncollectible, they are written off through a charge against earnings.

Advertising

All advertising costs are expensed as incurred.

Properties

Properties include properties held for sale, properties leased to others, and property and equipment used for administrative purposes by the Organization. Properties are defined by the Organization as assets with an initial cost of more than \$400 and an estimated useful life more than one year. These assets and improvements to these assets are recorded at historical cost, whether purchased or constructed.

Properties are depreciated using the straight-line method over the following useful lives:

Buildings and Improvements	39 years
Equipment	5 years
Properties Leased to Others	20-39 years

Income Taxes

The Organization is a non-profit organization exempt from Federal income taxes under Section 501 (c) (3) of the Internal Revenue Code. 8900 Gratiot, LLC, 249 E. Baltimore, LLC and Gratiot Woods Construction, LLC have been established as pass-through entities for tax purposes. Therefore, no provisions for federal income taxes have been made in the accompanying consolidated financial statements.

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(Continued)

(2) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (cont'd)

Use of Estimates

The preparation of the consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. This will affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period. Actual results could differ from these estimates.

(3) **CASH**

The Organization has cash deposits with financial institutions. At July 31, 2021, the bank balances of the Organization's accounts (without recognition of checks written but not yet cleared, or of deposits in transit) were \$576,206 and \$317,305 was not insured by the Federal Deposit Insurance Corporation.

(4) **NOTE RECEIVABLE**

The Organization entered into a Land Contract dated December 1, 2017, after a sale of property for \$110,000. The terms of this contract include payment of principal of \$60,000 at interest of 3% per annum paid in monthly installments of \$911.26 per month for 72 months. The entire remaining balance of principal and interest is to be paid in a full balloon payment on or before 15 years after the date of the Land Contract. The final balloon payment shall be waived if certain conditions are met.

The current and long-term portion of this note is as follows:

2022		\$ 10,657
2023-2034		65,839
Total		<u>\$ 76,496</u>

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(Continued)

(5) **PROPERTY AND EQUIPMENT**

Property and Equipment at July 31, 2021 consisted of the following:

Buildings and Improvements	\$ 329,692
Equipment	<u>13,826</u>
Total	\$ 343,518
Less Accumulated Depreciation	<u>(138,591)</u>
Net Property and Equipment	<u><u>\$ 204,927</u></u>

(6) **PROPERTY LEASED TO OTHERS**

Property leased to others represents rental units and related building improvements, which are recorded at cost and depreciated on a straight-line basis over their estimated economic lives, ranging from 20 to 39 years. Total depreciation expense for fiscal year 2021 was \$156,484. Many of these assets are leased on an annual basis.

9305 Felch	\$ 1,072,566
8900 Gratiot Residential	2,489,925
8900 Gratiot Commercial	1,523,002
9200 Gratiot DCPA Building	913,364
5807 McClellan	<u>104,046</u>
Total	\$ 6,102,903
Less Accumulated Depreciation	<u>(1,588,400)</u>
Net Property Leased to Others	<u><u>\$ 4,514,503</u></u>

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(Continued)

(7) NOTES PAYABLE

Notes Payable on July 31, 2021 consisted of the following:

Unsecured Notes Payable:

Congregation of St. Joseph, due 2/1/22 requiring interest only payments at 3% per annum	\$ 60,000
Congregation of St. Joseph, due 1/1/23 requiring interest only payments at 1% per annum	137,000
Seton Enablement Fund, due 1/1/23 interest of 3% per annum and monthly principal and interest payments of \$1,795	31,510
Sisters IHM, due 3/15/23 interest of 4% per annum and monthly principal and interest payments of \$300	22,896
Racine Dominican Sisters, due 4/1/22 interest at 2% requiring quarterly principal and interest payments of \$300	60,000
Paycheck Protection Program interest at 1% payable over 24 months if not forgiven	26,149

Secured Notes Payable:

City of Detroit, construction loan (\$800,000) requiring interest only payments of 1% and 240 monthly payments of \$666.67 commencing 9/1/13 and 100% principal payment due 7/1/33	800,000
City of Detroit, construction loan (\$1,251,312) requiring 0% interest and maturing 7/1/33; the loan self amortizes annually in equal amounts until the principal is deemed paid in full	726,375
Chemical Bank, due 8/7/2025 with interest of 4% per annum requiring monthly principal and interest payments of \$4,783	427,868
IFF Bank, due 11/1/32 with interest of 6% per annum requiring monthly principal and interest payments of \$3,016	376,280
IFF Bank, due 1/1/33 with interest of 6% per annum requiring monthly principal and interest payments of \$3,095	388,430
IFF Bank, due 12/01/29 with interest of 5% per annum requiring monthly principal and interest payments of \$991	<u>81,595</u>
Total	\$ 3,138,103
Less: Current Portion	<u>(246,266)</u>
Long-Term Portion	<u>\$ 2,891,837</u>

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(Continued)

(7) **NOTES PAYABLE** (cont'd)

The future maturities for the notes payable are as follows:

2022	\$	246,266
2023		231,783
2024		101,977
2025		136,034
2026		290,565
2027-2031		215,286
2032-2033		<u>1,916,192</u>
Total		<u>\$ 3,138,103</u>

The secured Notes Payable is secured by mortgages on real property held by the Organization.

On May 5, 2020, the Organization received a loan of \$27,400 under the Paycheck Protection Program (“PPP”). Established as part of the Coronavirus Aid, Relief and Economic Security Act (“CARES Act”), the PPP loan and accrued interest is forgivable if used for eligible purposes. The PPP loan of \$27,400 was forgiven during fiscal 2021. In March 2021, the Organization received a second PPP loan for \$26,149, that is also subject to forgiveness if certain requirements are met.

(8) **LEASES**

The Organization leases certain equipment under operating leases. The minimum future lease payments are as follows:

2022	\$	3,480
2023		<u>870</u>
Total		<u>\$ 4,350</u>

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(Continued)

(9) **NET ASSETS**

The Organization had Net Assets With Restrictions of \$105,000 that were released from restrictions during the year ended July 31, 2021 as time restrictions were met.

(10) **COMMITMENTS AND CONTINGENCIES**

The Organization has received various Federal loans and grants to fund operating costs as well as project costs. These Federal loans and grants contain provisions and other requirements that must be complied with by the Organization and are subject to audit and/or review. If the Federal loans or grants requirements are not met by the Organization, the Organization may be required to accelerate payment of the loans or reimburse the grantor agencies for grant funds expended.

(11) **2020 FINANCIAL DATA**

The consolidated financial statements include certain prior year summarized comparative information in total. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements for the year ended July 31, 2020.

(12) **AVAILABILITY AND LIQUIDITY**

The following represents the Organization's financial assets on July 31, 2021:

Financial Assets at Year End:

Cash	\$ 530,584
Accounts Receivable	26,780
Note Receivable - Current Portion	<u>10,657</u>
Total	\$ 568,021

Less Amounts Not Available to be Used Within One Year -

**Financial Assets Available to Meet General Expenses
Over the Next Twelve Months** \$ 568,021

DETROIT CATHOLIC PASTORAL ALLIANCE
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JULY 31, 2021
(Continued)

(13) **COVID-19**

In December 2019, an outbreak of a novel strain of coronavirus (COVID-19) originated in Wuhan, China and has since spread to other countries including the U.S. The extent of the impact of COVID-19 on the Organization's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and the impacts on the Organization's tenants, employees, and vendors, all of which at present, cannot be determined. Accordingly, the extent to which COVID-19 may impact the Organization's financial position and changes in net assets and cash flows is uncertain and the accompanying consolidated financial statements include no adjustments relating to the effects of this pandemic.

(14) **SUBSEQUENT EVENTS**

Subsequent events have been evaluated through July 11, 2022, which is the date the financial statements were available to be issued. Events occurring after that date have not been evaluated to determine whether changes to the financial statements would be required.

SUPPLEMENTAL SCHEDULES

DETROIT CATHOLIC PASTORAL ALLIANCE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JULY 31, 2021

ASSETS	Detroit Catholic		Gratiot Woods		Intercompany	Consolidated
	Pastoral Alliance	8900 Gratiot LLC	Construction LLC	249 E. Baltimore LLC	Eliminations	Total
Current Assets						
Cash	\$ 442,785	\$ 87,132	\$ 667	\$ -	\$ -	\$ 530,584
Grants Receivable	-	-	-	-	-	-
Accounts Receivable	15,626	11,154	-	-	-	26,780
Prepaid Expenses	6,627	16,728	-	-	-	23,355
Notes Receivable - Current Portion	10,657	-	-	-	-	10,657
Total Current Assets	\$ 475,695	\$ 115,014	\$ 667	\$ -	\$ -	\$ 591,376
Note Receivable - Net of Current Portion	65,839	-	-	-	-	65,839
Real Property Held for Development	977,490	-	-	-	(659,054)	318,436
Property and Equipment (Net)	204,927	-	-	-	-	204,927
Property Held for Sale	307,971	-	17,250	-	-	325,221
Property Leased to Others	1,323,107	3,191,396	-	-	-	4,514,503
Total Assets	\$ 3,355,029	\$ 3,306,410	\$ 17,917	\$ -	\$ (659,054)	\$ 6,020,302
LIABILITIES AND NET ASSETS						
Current Liabilities						
Accounts Payable	\$ 8,652	\$ 2,025	\$ -	\$ -	\$ -	\$ 10,677
Deferred Revenue	10,248	-	-	-	-	10,248
Notes Payable - Current Portion	197,664	48,602	-	-	-	246,266
Deposits	32,073	6,737	-	-	-	38,810
Total Current Liabilities	\$ 248,637	\$ 57,364	\$ -	\$ -	\$ -	\$ 306,001
Long-Term Liabilities						
Notes Payable (Net of Current Portion)	617,844	2,273,993	-	-	-	2,891,837
Total Liabilities	\$ 866,481	\$ 2,331,357	\$ -	\$ -	\$ -	\$ 3,197,838
Net Assets						
Without Donor Restrictions	\$ 2,488,548	\$ 975,053	\$ 17,917	\$ -	\$ (659,054)	\$ 2,822,464
With Donor Restrictions	-	-	-	-	-	-
Total Net Assets	\$ 2,488,548	\$ 975,053	\$ 17,917	\$ -	\$ (659,054)	\$ 2,822,464
Total Liabilities and Net Assets	\$ 3,355,029	\$ 3,306,410	\$ 17,917	\$ -	\$ (659,054)	\$ 6,020,302

DETROIT CATHOLIC PASTORAL ALLIANCE
CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JULY 31, 2021

	Detroit Catholic		Gratiot Woods		Intercompany Eliminations	Consolidated Total
	Pastoral Alliance	8900 Gratiot LLC	Construction LLC	249 E. Baltimore LLC		
PUBLIC SUPPORT AND REVENUE						
Grants and Contributions	\$ 187,563	\$ 79,933	\$ -	\$ -	\$ -	\$ 267,496
Gain on Sale of Land Held for Development	443,266	-	-	-	-	443,266
Membership Fees/Dues	14,149	-	-	-	-	14,149
Annual Dinner	9,210	-	-	-	-	9,210
Rental Income	212,167	222,897	-	-	-	435,064
Urban Parish	1,800	-	-	-	-	1,800
Other Income	10,689	982	-	-	-	11,671
Management Fee Income	-	-	-	-	-	-
Total Public Support and Revenue	<u>\$ 878,844</u>	<u>\$ 303,812</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,182,656</u>
EXPENSES						
Program Services	\$ 329,435	\$ 226,938	\$ -	\$ -	\$ -	\$ 556,373
Supporting Services	151,946	-	-	-	-	151,946
Total Expenses	<u>\$ 481,381</u>	<u>\$ 226,938</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 708,319</u>
CHANGE IN NET ASSETS, Before Other Changes	\$ 397,463	\$ 76,874	-	-	-	\$ 474,337
OTHER CHANGES IN NET ASSETS						
Transfer of Real Property	192,500	-	-	(192,500)	-	-
CHANGE IN NET ASSETS	\$ 589,963	\$ 76,874	\$ -	\$ (192,500)	\$ -	\$ 474,337
NET ASSETS, Beginning of Year	1,898,585	898,179	17,917	192,500	(659,054)	2,348,127
NET ASSETS, End of Year	<u>\$ 2,488,548</u>	<u>\$ 975,053</u>	<u>\$ 17,917</u>	<u>\$ -</u>	<u>\$ (659,054)</u>	<u>\$ 2,822,464</u>