

THE PRESBYTERY OF DETROIT, INC.
(Consolidated)

Financial Statements
Independent Auditor's Report
with Comparative and Supplementary Information
December 31, 2007 and 2006

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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, 2007 and 2006 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 7 to the financial statements, certain capital expenditures prior to 1983 were not capitalized or depreciated as assets by The Presbytery of Detroit, Inc. Accounting principles generally accepted in the United States of America require that such assets be capitalized and depreciated. The effect of this departure 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 and related depreciation expense as discussed in the preceding paragraph, 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, 2007 and 2006 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 P.L.L.C.

Detroit, Michigan

December 8, 2008

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, 2007 and 2006

	Assets	
	<u>2007</u>	<u>2006</u>
Cash and Cash Equivalents:		
Demand Deposits	\$ 1,368,649	\$ 1,128,311
Presbyterian Investment Loan Program (Note 2)	503,813	500,111
Investment Securities (Note 3)	15,770,637	15,365,135
Notes Receivable (Note 1)		
Notes Receivable	1,774,832	1,729,774
Note Receivable from Synod of Covenant	77,074	82,588
Total Notes and Land Contracts Receivable	<u>1,851,906</u>	<u>1,812,362</u>
Other Assets		
Investment in Equity Participation Agreement (Note 4)	40,400	50,400
Other Receivables (Note 1)	152,706	62,394
Store Inventory	11,519	9,915
Prepaid Assets	7,605	22,016
Total Other Assets	<u>212,230</u>	<u>144,725</u>
Property, Buildings, and Equipment - Net (Notes 5 and 7)	<u>1,912,333</u>	<u>1,899,266</u>
Total Assets	<u>\$ 21,619,568</u>	<u>\$ 20,849,910</u>

Liabilities and Net Assets

Liabilities:		
Notes Payable to Presbyterian Church (U.S.A.) (Note 1)	\$ 1,521,028	\$ 1,371,966
Notes Payable to Synod of Covenant (Note 1)	77,074	82,588
Notes Payable Others (Note 9)	106,409	-
General Mission payable	215,821	36,642
Accrued Liabilities	146,584	181,161
Total Liabilities	<u>2,066,916</u>	<u>1,672,357</u>
Net Assets:		
Unrestricted		
General Operating	\$ (1,974,269)	\$ (2,484,461)
Designated for Long-Term Investment and Other (Note 12)	5,287,015	6,327,811
Designated for Property and Equipment	1,877,684	1,899,266
Temporarily Restricted (Note 10)	1,363,267	1,703,730
Permanently Restricted (Note 11)	12,998,955	11,731,207
Total Net Assets	<u>19,552,652</u>	<u>19,177,553</u>
Total Liabilities and Net Assets	<u>\$ 21,619,568</u>	<u>\$ 20,849,910</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, 2007 and 2006

	Unrestricted							
	General Operating	Designated	Property and Equipment	Total Unrestricted	Temporarily Restricted	Permanently Restricted	Total 2007	Total 2006
Changes in Net assets								
Revenue, gains, and other support								
Per capita apportionments	\$ 474,054	\$ -	\$ -	\$ 474,054	\$ -	\$ -	\$ 474,054	\$ 445,009
Presbytery Mission giving	399,612	-	-	399,612	-	-	399,612	469,782
Grants	99,749	43,873	-	143,622	-	-	143,622	12,309
Offerings/Donations	9,229	274,075	-	283,304	-	-	283,304	299,990
Forgiveness of Debt	-	-	-	-	-	-	-	(117,443)
Outdoor ministries	1,716,064	-	-	1,716,064	-	-	1,716,064	1,552,417
Other Income	5,858	-	-	5,858	-	-	5,858	7,470
Net realized and unrealized gains	-	31,668	(7,326)	24,342	37,446	331,804	393,593	1,202,953
Interest and dividends	276,567	156,082	-	432,650	50,660	219,303	702,613	641,499
Gain (Loss) on sale of asset	-	-	-	-	-	-	-	(38,779)
Net assets released from restrictions- Satisfaction of program restrictions	252,947	-	-	252,947	-	(252,947)	-	-
Total revenue, gains, and other support	<u>3,234,081</u>	<u>505,698</u>	<u>(7,326)</u>	<u>3,732,453</u>	<u>88,107</u>	<u>298,160</u>	<u>4,118,720</u>	<u>4,444,012</u>
Expenses:								
Program expenses (Note 14)	2,235,031	394,394	-	2,629,425	-	-	2,629,425	2,116,968
Management and general (Note 14)	1,036,303	6,251	26,408	1,068,962	-	-	1,068,962	1,477,629
Fundraising expenses	45,234	-	-	45,234	-	-	45,234	41,818
Total expenses	<u>3,316,568</u>	<u>400,645</u>	<u>26,408</u>	<u>3,743,621</u>	<u>-</u>	<u>-</u>	<u>3,743,621</u>	<u>3,594,597</u>
Increase in Net Assets - Before transfers	(82,487)	105,053	(33,734)	(11,168)	88,107	298,160	375,099	849,415
Transfers (Note 13)	519,398	(1,072,568)	12,152	(541,018)	(428,570)	969,588	-	-
Increase (Decrease) in Net Assets	<u>436,911</u>	<u>(967,515)</u>	<u>(21,582)</u>	<u>(552,186)</u>	<u>(340,463)</u>	<u>1,267,748</u>	<u>375,099</u>	<u>849,415</u>
Net Assets - January 1,	(2,411,180)	6,254,530	1,899,266	5,742,616	1,703,730	11,731,207	19,177,553	18,695,760
Prior Period Adjustment (Note 6)	-	-	-	-	-	-	-	(367,622)
Adjusted Net Assets January 1,	<u>(2,411,180)</u>	<u>6,254,530</u>	<u>1,899,266</u>	<u>5,742,616</u>	<u>1,703,730</u>	<u>11,731,207</u>	<u>19,177,553</u>	<u>18,328,138</u>
Net Assets - December 31,	<u>\$ (1,974,269)</u>	<u>\$ 5,287,015</u>	<u>\$ 1,877,684</u>	<u>\$ 5,190,430</u>	<u>\$ 1,363,267</u>	<u>\$ 12,998,955</u>	<u>\$ 19,552,652</u>	<u>\$ 19,177,553</u>

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, 2007 and 2006

	<u>2007</u>	<u>2006</u>
Cash Flows from Operating Activities		
Changes in net assets	\$ 375,099	\$ 849,415
Adjustments to reconcile changes in net assets to net cash from operating activities:		
Depreciation	180,686	221,528
Net realized and unrealized gains on investments	(373,072)	(1,091,573)
Prior Period Adjustments	-	(367,622)
Changes in assets and liabilities:		
(Increase) Decrease in Presbytery causes receivable	(39,544)	240,738
(Increase) Decrease in equity participation agreement	10,000	-
(Increase) Decrease in other receivables	(16,513)	26,395
(Increase) Decrease in store inventory	(1,604)	3,673
(Increase) Decrease in prepaid assets	14,411	24,143
Increase (Decrease) in general mission payable	105,380	36,642
Increase (Decrease) in accrued liabilities	(34,577)	11,137
	<u>220,266</u>	<u>(45,524)</u>
Net cash provided by (used in) operating activities		
Cash Flows In Investing Activities		
Net (Purchase) Sales of investment securities	(36,132)	25,892
Net Sales (Purchases) of property, buildings, and equipment	(193,753)	360,667
Issuance (Proceeds) from receipt of payment on notes receivables from churches	149,063	(149,605)
Issuance (Proceeds) from receipt of payment on land contract receivable	(5,514)	-
	<u>(86,336)</u>	<u>236,954</u>
Net cash provided by (used in) investing activities		
Cash Flows In Financing Activities		
Increase (Decrease) in note payables	106,409	-
	<u>106,409</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	240,338	191,430
Cash and Cash Equivalents - Beginning of year	1,128,311	936,881
	<u>1,128,311</u>	<u>936,881</u>
Cash and Cash Equivalents - End of year	\$ 1,368,649	\$ 1,128,311
	<u>\$ 1,368,649</u>	<u>\$ 1,128,311</u>

Supplemental Cash Flow Disclosures

Cash Paid During the Year for Interest	\$ 72,642	\$ 73,281
	<u>\$ 72,642</u>	<u>\$ 73,281</u>

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, 2007 and 2006

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.).

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 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.

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, 2007 and 2006

**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 \$1,774,832 and \$1,729,774 at December 31, 2007 and 2006. Which \$1,521,028 for December 31, 2007 and \$1,371,916 for December 31, 2006 is due on Presbyterian Church (U.S.A.) loans, and \$77,074 and \$82,588 for December 31, 2007 and 2006 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. All amounts deemed uncollectible are charged against bad debt expense in the period the determination is made.

Other Receivables - This amount represents receivables from customers for 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 customer 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 contains annual Mission receivables not received until the subsequent year.

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.

Property of Local Churches - Property of local churches as reported in Note 5 includes the equities of local churches, which are carried at cost, net of reimbursements received from the local churches by the Presbytery. These properties are not depreciated.

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.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ended December 31, 2007 and 2006

**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 \$18,423 and \$5,821 for the years ended December 31, 2007 and 2006. 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 – Represents non-salaried expenses used to run the day-to-day operation of the Presbytery office. Such as, Computer – support and maintenance, Occupancy – Rent and security, etc.

Note 2 - Investment Loan Program

At December 31, 2007 and 2006, the Presbytery has \$503,813 and \$500,111 in a money market fund with the Presbyterian Church (U.S.A.) Investment Program and a Certificate of Deposit with Shore Bank. 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.

Note 3 - Investment Securities 2007 2006

The fair market value of securities is as follows:

Corporate stocks and bonds	\$ 12,231,119	\$ 12,329,108
U.S. government obligations	3,150,909	2,686,157
Money market securities	<u>388,608</u>	<u>349,870</u>
Total	<u>\$15,770,637</u>	<u>\$15,365,135</u>

Note 4 – Investment in Equity Participation Agreement

The Presbytery has invested \$40,400 for 2007 and \$50,400 for 2006 in homes acquired by ministers in return for a specified ownership percentage interest in the property. This investment is 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 will 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 are recorded at cost.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ended December 31, 2007 and 2006

Note 5 – Property, Buildings, and Equipment

Property, buildings, and equipment at December 31, 2007 and 2006 are comprised of the following:

	<u>2007</u>	<u>2006</u>
Properties of local churches	\$ 327,275	\$ 331,935
Camp	2,710,121	2,682,862
Buildings	261,885	200,000
Furniture and fixtures	<u>593,311</u>	<u>639,531</u>
Total property, buildings, and equipment	3,892,592	3,854,328
Less accumulated depreciation	<u>1,980,259</u>	<u>1,955,062</u>
Net carrying amount	<u>\$1,912,333</u>	<u>\$1,899,266</u>

As further discussed in Note 7, certain capital expenditures prior to 1983 were not recorded as assets by the Presbytery.

Note 6 – Prior Period Adjustments

The Prior period adjustments represents the separation of the two entities (Howell and The Presbytery of Detroit, Inc.) financial reporting systems, which occurred as of January 1, 2005. The total adjustments represented a total increase in Net Assets of \$367,622 in 2006.

Note 7 – Depreciation of Assets

During 1989, Financial Accounting Standards Board Statement No. 93 became effective for all not-for-profit organizations. This statement requires the Presbytery to record as assets all capital expenditures since inception, and record depreciation charges each year over their estimated useful lives. The Presbytery has recorded, as assets, all expenditures of a capital nature since 1983 and has been recognizing their cost over the estimated useful lives through depreciation charges. Certain capital expenditures prior to 1983 were not recorded as assets by the Presbytery. Management believes it is not practical to determine the cost basis and subsequent net book value of assets acquired prior to 1983; therefore, the effect of this departure from generally accepted accounting principles on financial position, results of operations, and cash flows has not been determined.

Note 8 - Leases

The Presbytery rents its office facility from a member church under a twenty-four month lease commencement date January 1, 2007 and expires December 31, 2008. Rent expense, including costs of security, was \$68,609 for 2007 and \$57,506 for 2006. Base rent for 2008 is \$57,136.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ending December 31, 2007 and 2006

Note 9 – Note Payables Others

As of December 31, 2007, 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, commencing on February 18, 2006.

As of December 31, 2007, Presbytery of Detroit, Inc. had three capital leases due in 60 monthly installments of \$499, \$489, and \$899, including interest at 5.99% per annum, commencing October thru December, 2007.

Maturities by year are as follows:

Year ending	December 31, 2008	\$21,867
	December 31, 2009	22,927
	December 31, 2010	19,971
	December 31, 2011	21,013
	December 31, 2012	<u>20,631</u>
	Total	<u>\$106,409</u>

Note 10 – 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.

Presbytery of Detroit – Mission Fund represents funds (per capita, shared and direct missions, offerings, etc.) collected from the various church entities on behalf of General Assembly and the Synod. The fund balances as of December 31, 2007 and 2006 reflects excess dollars paid out during this time period than collected. The excess represents a temporary timing difference.

	<u>2007</u>	<u>2006</u>
Ranney-Balch Fund	\$1,474,213	\$1,724,278
Mission Fund	<u>(110,946)</u>	<u>(20,548)</u>
	<u>\$1,363,267</u>	<u>\$1,703,730</u>

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ending December 31, 2007 and 2006

Note 11 – 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>2007</u>	<u>2006</u>
McKay Fund - Provide funding for new Presbyterian churches and Missions within the city of Detroit	\$ 407,592	\$ 397,089
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	12,065,074	10,822,961
Connor Fund - Earnings used to support Fort Street Presbyterian Church	<u>526,289</u>	<u>511,157</u>
Total permanently restricted net assets	<u>\$12,998,955</u>	<u>\$11,731,207</u>

Note 12 - 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>2007</u>	<u>2006</u>
Funds available to provide financial assistance to new and Established churches – Capital Fund	\$ 4,287,015	\$ 6,065,833
Funds designated for Presbytery projects	<u>349,034</u>	<u>261,978</u>
Total designated net assets	<u>\$ 5,287,015</u>	<u>\$ 6,327,811</u>

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ending December 31, 2007 and 2006

Note 13 - Transfers

General Operating Fund

Included in the 2007 total annual General Operating fund (\$519,398) transfers was an adjustment for \$86,825 which was made to correct per capita, shared mission and grant expenses that should have been posted to the 2004 accounting year, but could not because the setup of the new accounting system in 2005 prevented it occurring.

Designated for Long-Term Investments Fund

Included in the 2007 total annual Designated for Long-Term Investments fund (\$1,072,568) transfers was an adjustment for (\$716,644) which was made to correct an entry that was posted into this account incorrectly. The original entry made capital fund money a temporarily restricted asset. The correction is to make these funds unrestricted.

Temporary Restricted Fund

Included in the 2007 total annual Temporary Restricted Fund (\$428,570) transfers was an adjustment for (\$287,938) to correct an entry that was made into the Ranney-Balch fund which incorrectly made the money an unrestricted asset. The correction is to make these funds temporarily unrestricted.

Permanently Restricted Fund

Included in the 2007 total annual Permanently Restricted Fund (\$969,588) transfers was an adjustment for \$918,197 which was made to correct the original estimate that was made regarding the Joy Fund when the new accounting system was set up. The correct number could not be determined when the 2005 beginning balance was entered because the audits had not been completed for 2003 and 2004.

THE PRESBYTERY OF DETROIT, INC.
Notes to Financial Statements
For the Years Ended December 31, 2007 and 2006

Note 14 - Unrestricted Expenses

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

	<u>2007</u>	<u>2006</u>
Program expenses:		
Howell Conference and Nature Center	\$ 925,720	\$ 733,957
Operations	1,071,830	950,544
Pastors Retreat and Support	27,186	-
Hands on Mission	3,750	2,977
Anti-Racism	2,212	-
Mission	104,226	63,577
Congregational Support	46,497	40,401
Social Justice	20,162	-
Helping Hand	7,125	
Hunger Program	35,644	1,391
Katrina	-	62,013
Kenya	5,000	
SFFFDMT	7,519	-
Congregational Life	42,467	68,446
Other Expenses	<u>330,087</u>	<u>193,662</u>
Total Program Expenses	\$ <u>2,629,425</u>	\$ <u>2,116,968</u>
Management and general expenses:		
Trustees (Note 1)	\$ 809,053	\$ 1,126,369
Depreciation expenses	180,686	221,528
Investment fees	<u>79,223</u>	<u>129,732</u>
Total Management and General Expenses	\$ <u>1,068,962</u>	\$ <u>1,477,629</u>
Fundraising Expense	\$ <u>45,234</u>	\$ <u>41,818</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, 2007

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, Northside	14,836	-	-	-	-	14,836
Auburn Hills	79,388	-	-	-	-	79,388
Brighton Gratiot	-	-	-	-	8,215	8,215
Dearborn, Cherry Hill	-	28,940	-	-	-	28,940
Dearborn, Littlefield	-	17,083	-	-	-	17,083
Churches of Detroit						
Broadstreet	-	20,000	-	-	9,981	29,981
Calvin East	-	29,050	-	-	-	29,050
Grandale	-	20,000	-	-	-	20,000
Outer Drive	-	21,664	-	-	-	21,664
Trinity Community	-	-	-	-	9,969	9,969
CPM Loans	-	-	-	-	5,055	5,055
Ecorse (Merged with Lincoln Presb.)	-	-	-	-	17,155	17,155
Eunmenical Center & International Residence	-	53,787	-	-	-	53,787
Greenfield Presbyterian	225,000	-	-	-	-	225,000
Drayton Plains, Community	-	28,688	-	-	-	28,688
Highland Park, Park United	-	-	-	-	22,743	22,743
Livonia, St. Pauls	-	10,000	-	-	-	10,000
Livonia, St Timothy's	150,953	-	-	-	-	150,953
Macomb, Church of the Covenant	324,089	240,000	38,723	-	12,010	614,822
Northminster Presbyterian	272,682	-	38,351	-	-	311,033
Novi, Faith Community	-	-	-	-	103,173	103,173
Pontiac, Joslyn Ave.	-	22,175	-	-	-	22,175
Redford, Village	-	11,418	-	-	-	11,418
Roseville, Erin	0	-	-	-	-	0
Royal Oak, First Koean	-	-	-	-	42,527	42,527
Royal Oak, Point of Vision	-	10,000	-	-	8,770	18,770
Royal Oak, Starr	-	-	-	-	-	0
South Lyon, First Presbyterian	240,855	-	-	37,731	-	278,586
Sterling Heights, Utica	56,666	-	-	-	-	56,666
Walled Lake, Crossroads	-	-	-	-	(6)	(6)
Waterford Community	118,829	-	-	-	-	118,829
Westland, Kirk of Our Savior	-	-	-	-	4,570	4,570
Total Loans - Churches	\$ 1,483,298	\$ 517,805	\$ 77,074	\$ 37,731	\$ 244,162	\$ 2,360,070