

**GREEK ORTHODOX
METROPOLIS OF ATLANTA
Notes to Financial Statements
September 30, 2009**

BALANCE SHEET (page 1)

ASSETS:

- (A) Receivable from the Archdiocese: \$197,761.00 represents the proceeds from the sale of the then Metropolis properties in Charlotte, NC. The Metropolis received interest at \$1,000 per month for a period of time. No interest has been received for over a period of two years. This should be treated as a non-performing asset.
- (B) Receivables from Diakonia Center: \$202,000.00 represents funds loaned to Diakonia Center Inc. These funds have been lent on a due on demand promissory note basis and carry an interest rate of 5% (Five percent) per year simple interest.
- (C) Property and Equipment: Land and buildings are titled in the name of the Greek Orthodox Archdiocese of North and South America. It is anticipated that title will pass to the Metropolis following approval of the 501(c)3 status for the Metropolis from the Internal Revenue Service
- (D) Depreciation: Depreciation is provided by using the straight-line method with a forty (40) year life for the buildings, twenty (20) year life for the furniture and fixtures and five (5) years for automobiles and computers.

LIABILITIES:

- (A) Contingent Liability: The Metropolis has executed a guaranty of a loan to The Greek Orthodox Metropolis of Atlanta Diakonia Center, Inc by BB&T Bank. These loans are for \$2,586,417.00 for a mortgage loan, and \$350,000.00 for the balance of a construction loan. The construction loan is an interest only loan until October 2009 when it is due to be amortized over a 3 year period. The monthly debt service for both loans is approximately \$16,490.26 and

\$1,547.00 respectively for a total of \$18,037.26. The construction loan payment changes in November 2009 to \$10,782.33 and the new total will be \$27,272.59.

(B) Restricted Funds: Also, there is \$4,717.29 in contributions toward vestments.

(C) Not reflected in these financials is an amount of \$112,000.00, which the Archdiocese estimates is the amount overspent from our 25% allocation share in 2008. This includes \$116,000.00 paid on our behalf for insurance, which requires detailed investigation.

INCOME STATEMENT (page 2)

INCOME:

(A) Education Youth & Hellenic Culture covers all youth activities, all Metropolis educational programs and all Hellenic Culture activities, but not the Hellenic Dance Festival, which is stated separately.

(B) Archdiocese Allocation: Represents money received from the Archdiocese. (Twenty five (25) percent of total funds sent from Atlanta Metropolis Parishes) This is allocated primarily to salaries.

(C) Registry: Represents fees charged to individuals to record divorces.

(D) Contributions Parishes: Represents the monthly contributions from each Parish, as originally mandated by the Daytona Beach Clergy Laity Assembly in 1995, for the maintenance of the Metropolis. This is a major income source of the Metropolis. A number of Parishes have increased their monthly contribution over the years on a voluntary basis. At the Clergy Laity Assembly in Mobile, Alabama, it was revised to make it more equitable.

(E) Missions Allocation: Represents funds received from the Orthodox Christian Mission Center for specific mission Parishes.

EXPENSES:

(A) Financials are prepared on the cash basis. \$43,439.04 is depreciation, which is not a cash expense.