

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.

**FINANCIAL STATEMENTS
(MODIFIED CASH BASIS)**

YEARS ENDED DECEMBER 31, 2018 AND 2017

**with
INDEPENDENT AUDITORS' REPORT**

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INDEPENDENT AUDITORS' REPORT

To the Metropolis Council The Greek Orthodox Metropolis of Atlanta, Inc.

We have audited the accompanying financial statements of the Greek Orthodox Metropolis of Atlanta, Inc. (the Metropolis), which comprise the statements of assets, liabilities and net assets (modified cash basis) as of December 31, 2018 and 2017, and the related statements of revenues, other support, expenses and changes in net assets (modified cash basis) and cash flows (modified cash basis) for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 (GAAS). Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 auditors' 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 financial statements referred to above present fairly, in all material respects, the financial position of the Metropolis as of December 31, 2018 and 2017, and the activities and changes in its net assets and its cash flows for the years then ended in conformity with the modified cash basis of accounting described in Note 1.

Basis of Accounting

As described more fully in Note 1, the Metropolis' policy is to prepare its financial statements on the modified cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Smith + Howard

June 14, 2019

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
STATEMENTS OF ASSETS, LIABILITIES AND NET ASSETS
(MODIFIED CASH BASIS)
YEARS ENDED DECEMBER 31, 2018 AND 2017

ASSETS

	<u>2018</u>	<u>2017</u>
Cash and cash equivalents	\$ 571,144	\$ 235,215
Cash held on behalf of affiliated organizations	274,955	256,168
Endowment	990,915	1,025,582
Archdiocese allocation receivable	243,011	313,154
Property and equipment, net	<u>1,870,366</u>	<u>1,942,950</u>
 Total Assets	 <u>\$ 3,950,391</u>	 <u>\$ 3,773,069</u>

LIABILITIES AND NET ASSETS

Due to affiliated organizations	<u>\$ 274,955</u>	<u>\$ 256,168</u>
 Total Liabilities	 <u>274,955</u>	 <u>256,168</u>
 Net Assets		
Without Donor Restrictions	2,653,903	2,460,721
With Donor Restrictions	<u>1,021,533</u>	<u>1,056,180</u>
Total Net Assets	<u>3,675,436</u>	<u>3,516,901</u>
 Total Liabilities and Net Assets	 <u>\$ 3,950,391</u>	 <u>\$ 3,773,069</u>

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

**THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
STATEMENTS OF REVENUES, OTHER SUPPORT, EXPENSES
AND CHANGES IN NET ASSETS (MODIFIED CASH BASIS)
YEARS ENDED DECEMBER 31, 2018 AND 2017**

	<u>2018</u>			<u>2017</u>		
	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2018 Total</u>	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>2017 Total</u>
Revenues and Other Support:						
Allocations from Archdiocese	\$ 960,501	\$ -	\$ 960,501	\$ 908,393	\$ -	\$ 908,393
Contributions from parishes	91,933	-	91,933	91,333	-	91,333
Special gifts and contributions	106,845	15,821	122,666	77,925	31,622	109,547
Realized gains on investments	-	94,671	94,671	-	11,447	11,447
Unrealized gains (losses) on investments	-	(116,368)	(116,368)	-	52,717	52,717
Interest and dividends	-	20,894	20,894	-	79,160	79,160
Education, youth, hellenic culture	377,646	60,000	437,646	337,706	5,000	342,706
Net assets released from restrictions	<u>109,665</u>	<u>(109,665)</u>	<u>-</u>	<u>53,847</u>	<u>(53,847)</u>	<u>-</u>
 Total Revenues and Other Support	 <u>1,646,590</u>	 <u>(34,647)</u>	 <u>1,611,943</u>	 <u>1,469,204</u>	 <u>126,099</u>	 <u>1,595,303</u>
Expenses:						
Education, youth, hellenic culture	350,771	-	350,771	332,478	-	332,478
Salaries, benefits and allocation	648,532	-	648,532	696,976	-	696,976
General expenses	320,147	-	320,147	330,480	-	330,480
Grant expense	<u>133,958</u>	<u>-</u>	<u>133,958</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total Expenses	 <u>1,453,408</u>	 <u>-</u>	 <u>1,453,408</u>	 <u>1,359,934</u>	 <u>-</u>	 <u>1,359,934</u>
 Increase (Decrease) in Net Assets	 193,182	 (34,647)	 158,535	 109,270	 126,099	 235,369
Net Assets:						
Beginning of year	<u>2,460,721</u>	<u>1,056,180</u>	<u>3,516,901</u>	<u>2,351,451</u>	<u>930,081</u>	<u>3,281,532</u>
End of year	<u>\$ 2,653,903</u>	<u>\$ 1,021,533</u>	<u>\$ 3,675,436</u>	<u>\$ 2,460,721</u>	<u>\$ 1,056,180</u>	<u>\$ 3,516,901</u>

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

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
STATEMENTS OF CASH FLOWS
(MODIFIED CASH BASIS)
YEARS ENDED DECEMBER 31, 2018 AND 2017

	<u>2018</u>	<u>2017</u>
Cash Flows from Operating Activities:		
Increase in Net Assets	\$ 158,535	\$ 235,369
Adjustments to Reconcile Increase in Net Assets to Net Cash Provided by operating activities:		
Provided by Operating Activities:		
Depreciation and amortization	72,584	72,574
Net realized and unrealized (gains) and losses	21,697	(64,164)
Changes in operating assets and liabilities:		
Archdiocese allocation receivable	<u>70,143</u>	<u>(159,654)</u>
Net Cash Provided by Operating Activities	<u>322,959</u>	<u>84,125</u>
 Cash Flows from Investing Activities:		
Purchases of property and equipment, net	-	(33,426)
(Purchases) sale of investments, net	<u>12,970</u>	<u>(79,159)</u>
Net Cash Provided (Required) by Investing Activities	<u>12,970</u>	<u>(112,585)</u>
 Net Increase (Decrease) in Cash and Cash Equivalents	335,929	(28,460)
 Cash and Cash Equivalents, Beginning of Year	<u>235,215</u>	<u>263,675</u>
 Cash and Cash Equivalents, End of Year	<u>\$ 571,144</u>	<u>\$ 235,215</u>

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

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Greek Orthodox Metropolis of Atlanta, Inc. (the “Metropolis”), a not-for-profit corporation established under the Laws of the State of Georgia, operates as a religious organization. The Metropolis is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as a public charity.

The Metropolis is an ecclesiastical see of the Greek Orthodox Archdiocese of America (the “Archdiocese”), which is the Eparchy of the Ecumenical Throne in the United States that serves as the administrative body of the Greek Orthodox Church in the United States of America. The Metropolis serves the Greek Orthodox community and parishes in the southeastern United States of America and performs all the functions of a metropolis as set forth in the Regulations of the Greek Orthodox Archdiocese of America. The parishes are supported through contributions from their members and through other donations. The Metropolis is supported primarily through allocations from the Archdiocese that come from the parishes and through voluntary contributions from parishes, parishioners and other donors.

Affiliated Organizations

Along with the parishes and certain monasteries within the Metropolis, the Metropolis is affiliated with, but does not have a controlling financial interest over several ministries of the church. The financial statements of these organizations are not consolidated in the accompanying financial statements. Those organizations included the following for the years ended December 31, 2018 and 2017:

- Atlanta Metropolis Philoptochos
- Sisterhood of Presvyteres
- Family Life Ministry

In addition to the above, the Metropolis has certain other affiliated ministries, for which it does have control, the Hellenic Dance Festival, Emergency Relief Fund and Clergy-Laity Assemblies. The Metropolis also has control over the Greek Orthodox Metropolis of Atlanta Diakonia Center, Inc. (the “DRC”), an integrated auxiliary of the Metropolis, for which it is also a guarantor of certain debt as described in Note 6. The financial statements of the DRC, the Hellenic Dance Festival, Emergency Relief Fund and the Clergy-Laity Assemblies are not combined with that of the Metropolis which would be required under accounting principles generally accepted in the United States of America.

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting and Presentation

The financial statements have been prepared on the modified cash basis of accounting. Under that basis, certain revenues and the related assets are recognized when received rather than when pledged and certain expenses are recognized when paid rather than when the obligation is incurred. That basis differs from accounting principles generally accepted in the United States of America (GAAP) primarily because the Metropolis has not recognized pledges, most receivables and payables, and their related effects on earnings in the accompanying financial statements. During 2018, the Metropolis elected to implement only certain provisions of ASU 2016-14. Accordingly, the Metropolis has changed the presentation of their net assets from unrestricted, temporarily restricted, and permanently restricted to with and without donor restrictions. The Metropolis, under the modified cash basis, elected not to present a statement of functional expenses or disclose liquidity information in accordance with the ASU.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. Cash and cash equivalents held in investment accounts and trust funds are reported as investments in the financial statements if they are part of the Metropolis' investment portfolio. At times, cash and cash equivalents may exceed federally insured limits. If liquidity issues arise in the global credit and capital markets, it is at least reasonably possible that these changes in risks could materially affect the amounts reported in the accompanying financial statements. The Metropolis has not experienced any losses in such accounts. The Metropolis believes it is not exposed to any significant credit risk related to cash.

Investments

Investments consist of various marketable securities, including corporate debt securities, stocks, mutual funds and other investment securities. Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the statement of assets, liabilities and net assets (modified cash basis). Gains and losses are included in the statement of revenues, other support, expenses and change in net assets (modified cash basis).

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments (Continued)

Investment securities are exposed to various risks, such as interest rate risk, market risk and credit risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect the amounts reported in the accompanying financial statements.

Property and Equipment

Property and equipment are stated at cost, or if acquired by gift, at the estimated fair market value at the date of the gift. Depreciation is calculated on the straight-line method over the estimated useful years of life of the assets, as follows:

Buildings and improvements	10-40
Furniture	7
Computers and Equipment	5-7
Vehicles	3

Property and equipment includes iconography which was recorded at cost with an indefinite useful life.

Presentation

Net assets, along with revenues, expenses, gains and losses, are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Metropolis and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Metropolis.

Net Assets With Donor Restrictions – Net assets subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that such resources be maintained in perpetuity.

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Metropolis is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements.

The Metropolis annually evaluates all federal and state income tax positions. This process includes an analysis of whether these income tax positions the Metropolis takes meet the definition of an uncertain tax position under the Income Taxes Topic of the Financial Accounting Standards Codification. The Metropolis believes it is no longer subject to tax examinations for tax years ending before December 31, 2015.

Use of Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting 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 revenues and expenses during the reporting periods. Actual results could differ from those estimates.

Endowment Funds

Accounting standards require the following financial statement disclosures for the Metropolis:

- Classification of Net Assets

The Greek Orthodox Metropolis of Atlanta Endowment Trust Fund (Endowment) is used to account for investments based on the existence or absence of donor-imposed restrictions.

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Endowment Funds (Continued)

- Interpretation of Relevant Law

The Endowment Board of Trustees (“Endowment Board”) has interpreted the Georgia Prudent Management of Institutional Funds Act (GA-PMIFA), an enacted version of the Uniform Prudent Management of Institutional Funds Act (UPMIFA), as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Metropolis classifies net assets with donor restriction as the original value of gifts donated to the donor restricted endowment, and any subsequent gifts and accumulations if also donor restricted.

- Return Objectives and Risk Parameters

The Endowment Board has adopted investment and spending policies the Endowment assets that attempt to provide a predictable stream of funding to programs supported by the Endowment while seeking to maintain the purchasing power of the endowment assets. Under these policies, the Endowment assets are invested in a manner that is intended to produce results that exceed a benchmark that is structured to reflect the return objectives and risk parameters for the asset base. This is a long term objective (five to ten years) and the actual comparative returns in any given year may vary from this amount.

- Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Endowment Board targets a diversified asset allocation that balances the need for long-term growth using equity-based investments and the need for near-term capital preservation using more stable fixed income products to achieve its long-term return objectives within prudent risk constraints. The current policy states that Endowment investments are to be in highly rated equity and fixed income investments. No more than 50% of invested assets are to be in corporate bonds and no more than 75% of invested assets are to be invested in public equity securities. The Endowment Board also places restrictions on concentrations of no more than 5% a particular issuer, and no more than 25% in a particular industry.

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Endowment Funds (Continued)

- Spending Policy

Income may be accumulated or distributed at amounts and frequencies as delegated to the Investment Committee of the Endowment. At no time is the corpus allowed to be distributed. During the year ended December 31, 2018, \$40,000 was used to support the Metropolis Clergy Education and Orthodox Christian Fellowship. During the year ended December 31, 2017, there were no earnings used to support the programs of the Metropolis.

Changes in endowment net assets for the years ended December 31, 2018 and 2017 are as follows:

	<u>Without Donor</u> <u>Restrictions</u>	<u>With Donor</u> <u>Restrictions</u>	<u>Total</u>
Endowment net assets, December 31, 2016	\$ -	\$ 882,259	\$ 882,259
Investment return:			
Interest and dividends	-	17,601	17,601
Realized gains	-	52,717	52,717
Unrealized gains	-	73,005	73,005
Endowment net assets, December 31, 2017	-	1,025,582	1,025,582
Contributions	-	6,136	6,136
Distributions	-	(40,000)	(40,000)
Investment return:			
Interest and dividends	-	20,894	20,894
Realized gains	-	94,671	94,671
Unrealized losses	-	(116,368)	(116,368)
Endowment net assets, December 31, 2018	<u>\$ -</u>	<u>\$ 990,915</u>	<u>\$ 990,915</u>

From time to time, the fair value of invested assets associated with individual donor restricted endowment funds may fall below the level that the donor requires the Metropolis to retain as a fund of perpetual duration. There were no such deficiencies as of December 31, 2018 and 2017.

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Values Measured on Recurring Basis

The Financial Accounting Standards Board (“FASB”) 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 measurement) and the lowest priority to unobservable inputs in which little or no market data exists (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 at the measurement date for identical, 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.

The table below represents fair value measurement hierarchy of the investments at fair value as of December 31, 2018:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash and Cash Equivalents				
Money Market	\$ 37,931	\$ -	\$ -	\$ 37,931
Equities				
Common Stocks	602,903	-	-	602,903
Fixed Income				
Government	73,676	-	-	73,676
Corporate	276,405	-	-	276,405
	<u>350,081</u>	<u>-</u>	<u>-</u>	<u>350,081</u>
	<u>\$ 990,915</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 990,915</u>

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 1 – NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Fair Value Measurement (Continued)

The table below represents fair value measurement hierarchy of the investments at fair value as of December 31, 2017:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash and Cash Equivalents				
Money Market	\$ 2,397	\$ -	\$ -	\$ 2,397
Mutual Funds				
Common Stocks	764,956	-	-	764,956
Fixed Income				
Government	24,570	-	-	24,570
Corporate	<u>233,659</u>	<u>-</u>	<u>-</u>	<u>233,659</u>
	<u>258,229</u>	<u>-</u>	<u>-</u>	<u>258,229</u>
	<u>\$ 1,025,582</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,025,582</u>

Fair values for investments are determined by reference to quoted market prices and other relevant information generated by market transactions.

Subsequent Events

Management has evaluated subsequent events through the date of this report, which is the date the financial statements were available to be issued.

NOTE 2 – RECEIVABLES

In a prior year, the Metropolis had recorded a receivable from the Archdiocese for \$197,761 from the sale of land where the previous Metropolis was located. The amount from the sale was received by the Archdiocese but was intended to be paid to the Metropolis. The Metropolis has evaluated the collectability of the receivable and recorded a valuation allowance for the entirety of the receivable in a prior year, resulting in no effect on the 2018 or 2017 financial statements.

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 2 – RECEIVABLES (Continued)

At December 31, 2018 and 2017, the Metropolis was owed \$239,665 and \$313,154, respectively, from the Archdiocese, which is derivative of an amount received from all the parishes in the Metropolis by the Archdiocese over the expenses which are allocated to the Metropolis. During 2018 and 2017, respectively, \$283,011 and \$211,417 was recognized in income due to these allocations.

NOTE 3 – PROPERTY AND EQUIPMENT

Property and equipment consists of the following at December 31:

	<u>2018</u>	<u>2017</u>
Land	\$ 202,966	\$ 202,966
Iconography	685,377	685,377
Buildings and improvements	2,328,234	2,328,234
Furniture, equipment and computers	338,909	338,909
Vehicles	<u>33,822</u>	<u>33,822</u>
	3,589,308	3,589,308
Less accumulated depreciation	<u>(1,718,942)</u>	<u>(1,646,358)</u>
	<u>\$ 1,870,366</u>	<u>\$ 1,942,950</u>

Depreciation expense for the years ended December 31, 2018 and 2017 was \$72,584 and \$72,574, respectively.

NOTE 4 – AFFILIATED ORGANIZATIONS

Various affiliated organizations described in Note 1 have bank accounts which are in the name of the Metropolis. The Metropolis does not record the activity in these accounts from these organizations within their financial statements and net assets. These funds are included in cash held on behalf of affiliated organizations and an offsetting obligation is included as a due to affiliated organization in the accompanying statement of assets, liabilities and net assets (modified cash basis).

THE GREEK ORTHODOX METROPOLIS OF ATLANTA, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018 AND 2017

NOTE 5 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions, subject to expenditure for a specified purpose, consist of the following at December 31:

	<u>2018</u>	<u>2017</u>
Accumulated endowment earnings including original amount to be held in perpetuity of \$580,000 at December 31, 2018 and 2017	\$ 990,915	\$ 1,025,582
Various other restricted	<u>30,618</u>	<u>30,598</u>
	<u><u>\$ 1,021,533</u></u>	<u><u>\$ 1,056,180</u></u>

Net assets released from restrictions consist of the following for the years ended December 31:

	<u>2018</u>	<u>2017</u>
Accumulated endowment earnings	\$ 40,000	\$ -
Various other restricted	<u>69,665</u>	<u>53,847</u>
	<u><u>\$ 109,665</u></u>	<u><u>\$ 53,847</u></u>

NOTE 6 – COMMITMENTS AND CONTINGENCIES

Loan Guarantor

The DRC has a loan with an original principal amount of \$2,206,500, maturing on August 20, 2023. The loan is secured with real property owned by the DRC, and the Metropolis is named as a guarantor of the loan. At December 31, 2018, the outstanding balance of the loan payable approximated \$1,124,000. During 2018 and 2017, additional principal payments above and beyond the principal due were raised and used to pay down the loan balance.