

**DEBRE MEHERET ST. MICHAEL'S CHURCH INC.**

**AUDITED FINANCIAL STATEMENTS**

**DECEMBER 31, 2011**

Prepared by

**THE ROBERSON GROUP, PLLC**

**1425 K Street, NW**

**SUITE 350**

**WASHINGTON, DC 20005**

**(202) 587-5631**

**TRG**



**THE ROBERSON GROUP, PLLC**  
Certified Public Accountants ■ Financial Advisors

1425 K Street, NW, Suite 350  
Washington, DC 20005  
Tel: 202-587-5631  
Fax: 202-587-5610  
Em: RobersonGroup@Comcast.Net  
[www.trgpllc.com](http://www.trgpllc.com)

To The Board of Directors  
Debre Meheret St. Michael's Church Inc.  
3010 Earl Place, NE  
Washington, DC 20018

### INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying statement of financial position of Debre Meheret St. Micheal's Church Inc. (the "Church"), as of December 31, 2011 and the related statements of activities and cash flows for the year then. These financial statements are the responsibility of the Church's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have conducted our audit in accordance with 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 statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to in the first paragraph above present fairly, in all material respects, the financial position of Debre Meheret St. Micheal's Church Inc. as of December 31, 2011 and the results of its activities and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The Roberson Group, PLLC  
Washington, DC  
July 15, 2012



# THE ROBERSON GROUP, PLLC

Certified Public Accountants ■ Financial Advisors

1425 K Street, NW, Suite 350  
Washington, DC 20005  
Tel: 202-587-5631  
Fax: 202-587-5610  
Em: RobersonGroup@Comcast.Net  
www.trgpllc.com

## DEBRE MEHERET ST. MICHAEL'S CHURCH INC. STATEMENT OF FINANCIAL POSITION As of December 31, 2011

### ASSETS

**CURRENT ASSETS:**  
Cash and cash equivalents \$ 438,186  
Account receivable 10,772

Total Current Assets \$448,958

### PROPERTY AND EQUIPMENT:

Land (Note 3) 240,000  
Building and improvements 1,091,457  
Furniture, fixtures and equipment 112,853  
Parking Lots 127,097  
Vehicles 72,292  
1,643,698  
Less: accumulated depreciation (613,363)  
Net property and equipment \$1,030,335

Total Assets \$1,479,293

### LIABILITIES AND FUND BALANCE

### CURRENT LIABILITIES:

Account Payable 600  
Other Current Liabilities 2,400  
Total current liabilities 3,000

Total Liabilities 3,000

### NET ASSETS:

Restricted 12,650  
Unrestricted 1,463,643  
Total Net Assets 1,476,293

Total Liabilities and net assets \$1,479,293

**DEBRE MEHERET ST. MICHAEL'S CHURCH INC.**  
**STATEMENT OF ACTIVITIES**  
For the Year Ended December 31, 2011

**CHANGES IN UNRESTRICTED NET ASSETS:**

Unrestricted Revenue	\$264,097
Operating expenses:	
General and administrative	<u>(230,009)</u>
Excess of unrestricted fund balance before Other income and (expenses)	<u>34,088</u>
Other income and (expenses):	
Interest Income	2,299
Depreciation	(46,058)
Total other income and (expenses)	<u>(43,759)</u>
Reclassification of Gedamat Current Liabilities	4,090
Increase (decrease) in unrestricted net assets	(5,581)
<b>NET ASSETS, beginning of the year</b>	<u>\$1,481,874</u>
<b>NET ASSETS, end of the year</b>	<u>\$1,476,293</u>

The accompanying notes are an integral part of these financial statements

**STATEMENT OF CASH FLOWS**  
**For the Year Ended December 31, 2011**

Decrease in Cash and Cash Equivalents

**Cash flow from operating activities:**  
Change in net assets \$ (9,671)

Adjustments to reconcile change in net assets to net cash  
(used in) provided by operating activities

- Depreciation 46,058
- Changes in assets and liabilities  
(Increase) decrease in:
  - Accounts receivable 1,000
  - Advanced payment (5,000)

Net Cash provided by operating activities 32,387

**Cash flows from (for) investing activities:**

Furniture, Fixtures & Equipment -2,797  
Net cash used for investment -2,797

**Cash flows from financing activities:**

Net cash used for investment 0  
Rounding \$ 1  
Net increase in cash and cash equivalents 29,690

Cash and cash equivalents, beginning of the year \$408,496

Cash and cash equivalents, end of the year \$438,186

The accompanying notes are an integral part of these financial statements